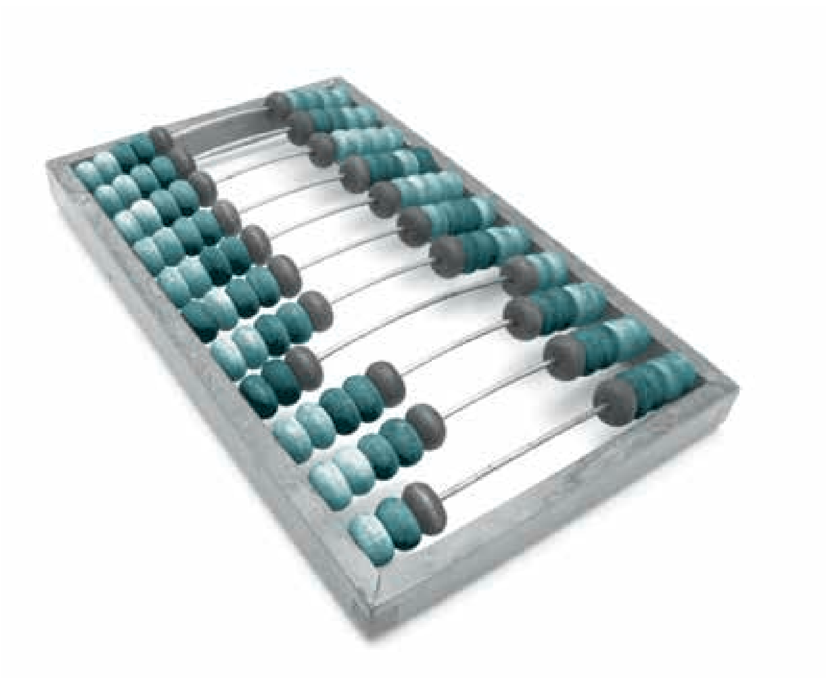
faysalfunds
The Art of Investment

Faysal Halal Amdani Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited
Dubai Islamic Bank
Zarai Taraqiati Bank Limited
Habib bank Limited (Islamic Banking)
Habib Metropolitan (Islamic Banking)
Meezan Bank Limited
Allied Bank Limited (Islamic Banking)
UBL (Ameen) Islamic Banking

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Halal Amdani Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shariah compliant securities.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook

EQUITY MARKET REVIEW

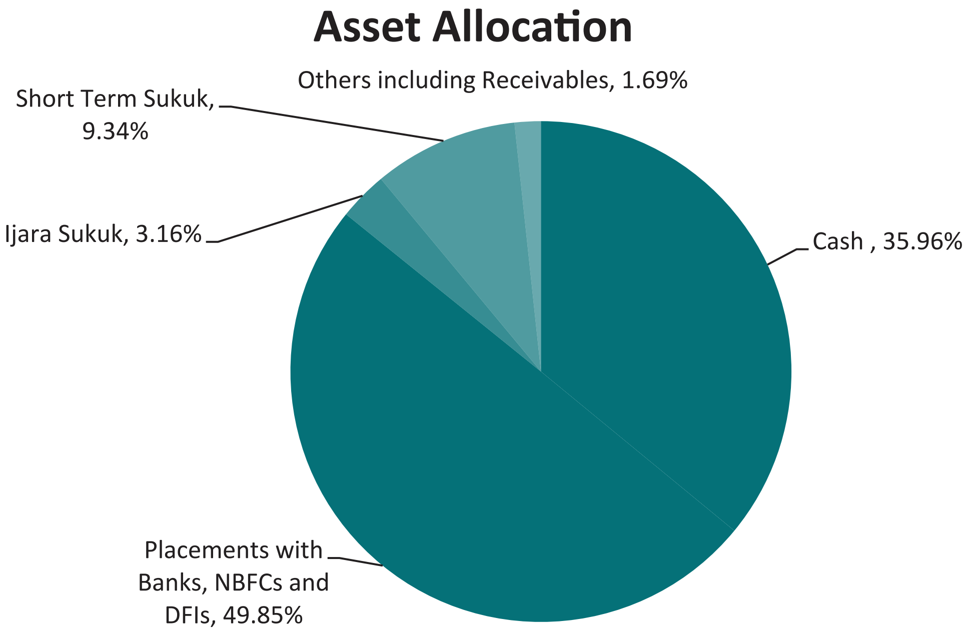
The KSE-100 Index concludes FY25 on a strong note, delivering ~60% returns marking its 2nd highest performance in the past 22 years, following an exceptional ~89% return in FY24 driven by macro-level structural reforms. On a month-on-month basis, the index recuperated in the latter half of June, posting a ~5% gain, supported by waning geopolitical risks following the Israel-Iran ceasefire and a favorable investor response to the FY26 federal budget both of which reinvigorated the market optimism. Moreover, with regards to trading activity, the overall average daily volumes and traded value in the KSE-All Share Index increased ~41.2% MoM to ~0.80bn shares and ~PKR 29.6bn (from ~PKR 28.1bn in the previous month), respectively.

The major sectors which drove the bourse during the month were the Commercial Banks (3,076 points), Fertilizer (889 points) and Oil and Gas Exploration (626 points) and Cement (520 points). On the flipside, sectors which dragged the bourse included Auto Assembler (-154 points) and Technology and Communication (-112 points). With regards to investor flows Individuals, Companies and Mutual Funds primarily drove the market with a net buy of ~USD 22mn, ~USD 18mn and ~USD 10mn respectively, whereas Foreign Institutions and Banks/DFIs led the selling to the tune of ~USD 43mn and ~USD 19mn respectively.

Going forward, market sentiment is poised to be shaped by evolving geopolitical dynamics in the Middle East and the sectoral implications of the FY26 budget particularly changes in tariff structures. The downward revision of duties on raw materials is likely to benefit the textile sector, while the removal of protectionist duties poses headwinds for the auto industry. We maintain a positive outlook on equities, supported by improved liquidity, attractive valuations (P/E at 6.8x vs the long-term average of 7.2x), and favorable macro indicators. While cyclicals may lead in the short term, long-term gains are likely to hinge on structural reforms and fiscal discipline. Key positives include easing inflation, soft commodity prices, a pickup in LSM and improving liquidity position. However, risks persist from revenue shortfalls (PKR 11.7trn collection vs the target of PKR 11.9trn), oil price volatility, and currency pressures.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Money Market Scheme
Risk Profile	Low
Stability Rating	AA(f) (PACRA) October 09 , 2024
Launch Date	October 10, 2019
Custodian/Trustee	CDC
Auditor	EY Ford Rhodes
Management Fee**	Upto 1.75% of Average Annual N.A. (Actual Rate of Management Fee Charged is 1.16%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP
Pricing Mechanism	Backward
Dealing Days	Monday-Friday
Cut-Off Timing	Mon to Thu 9:00 am to 3:00 pm, Fri 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	102.0152
Net Assets (mn)	42,677
Total Expense Ratio (Annualized)	1.84%
Total Expense Ratio (Monthly)	1.47%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	13.06%	21.79%
Benchmark (YTD)	9.92%	10.28%



FUND PERFORMANCE

Faysal Halal Amdani Fund (FHAF) yielded an annualized FY25 to date return of 13.06% versus benchmark return of 9.92%. At the period's close, Cash allocation stood at 35.96%, whereas exposures in Short-Term Sukuk, Placements with Banks, Ijarah Sukuk and Others stood at 9.34%, 49.85%, 3.16% and 1.69%, respectively. In the future, the fund managers will continue to explore different avenues within the authorized investment.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين,والصلاة والسلام على خاتم النبيّين وسيد المرسلين،
وعلى آله واصحابه أجمعين أمّا بعد

Annual Report
of
Faysal Halal Amdani Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Halal Amdani Fund (FHAF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of FHAF in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of FHAF by FAML Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Halal Amdani Fund (FHAF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Farooqi

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL HALAL AMDANI FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Halal Amdani Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

Independent Assurance Report on Compliance with the Shari'ah Governance Regulations, 2023
To the Board of Directors of Faysal Halal Amdani Fund, Shariah Compliant Company

1. Introduction

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

2. Applicable Criteria

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

"Shariah principles and rules" means requirements, standards, rulings or permissions, pertaining to Islamic financial services, derived from the following:

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 (iii) above.

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

3. Management's Responsibility for Shari'ah Compliance

Management is responsible to ensure that the financial arrangements, contracts and transactions having Shari'ah 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 Shari'ah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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4. Our Independence and Quality Management

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.

EY also applies International Standard on Quality Management 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services engagements, which requires that we design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our responsibility and summary of the work performed

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

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shari'ah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shari'ah 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, transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shari'ah principles. (criteria specified in para 2 above).

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

6. Conclusion

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

Chartered Accountants

Engagement Partner: Omer Chughtai

Date: 29 September 2025

Place: Karachi

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EY Ford Rhodes
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Halal Amdani Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Faysal Halal Amdani Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2025**, and the income statement, the statement of comprehensive income, the statement of movement in unit holders' fund and the 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 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.

Key Audit Matters

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

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Existence and valuation of bank balances and investments	
As disclosed in notes 4 and 5 to the accompanying financial statements of the Fund for the year ended 30 June 2025, the bank balances and investments (comprised of debt securities) held by the Fund represent 98.31% of the total assets of the Fund as at the year end.	We performed a combination of audit procedures focusing on the existence and valuation of bank balances and investments. Our key procedures included the following: • We obtained independent confirmations for verifying the existence of the bank balances as at 30 June 2025 and reconciled it with the books and records of the Fund. • We have obtained bank reconciliation statements and tested reconciling items on a sample basis. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement and related reconciliations and valuations on such investments in accordance with the accounting policy of the fund as mentioned in note 3.

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Key audit matter	How our audit addressed the key audit matter
In view of the significance of bank balances and investment in relation to the total assets and the Net Assets Value (NAV) of the Fund, we have considered the existence and valuation of such bank balances and investments as a key audit matter.	- We evaluated the appropriateness of the classification of the investments in accordance with the requirements of IFRS 9 and the valuations in accordance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). - We assessed the Fund's compliance with the requirements of the Regulations in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. - We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

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.

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.

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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.

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

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- 4 -

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

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 Omer Chughtai.

Chartered Accountants

Date: 29 September 2025

Place: Karachi

UDIN: AR202510120221pAWFk7

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025	2024
		-------------- (Rupees) --------------	
Assets			
Balances with banks	4	**15,504,228,201**	25,406,363,169
Investments	5	**26,879,960,737**	47,537,571,898
Receivable against issuance of units		**-**	34,701,997
Advances, deposits and other receivables	6	**730,250,422**	2,145,945,455
Preliminary expenses and floatation costs	7	**-**	53,586
Total assets		**43,114,439,360**	75,124,636,105
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**61,560,994**	323,082,621
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**2,359,230**	3,874,689
Payable to the Securities and Exchange Commission of Pakistan	10	**2,797,505**	4,682,108
Dividend payable		**122,549**	122,549
Payable against redemption of units		**118,923,295**	73,304,406
Accrued expenses and other liabilities	11	**252,161,554**	1,040,386,655
Total liabilities		**437,925,127**	1,445,453,028
Net assets		**42,676,514,233**	73,679,183,077
Unit holders' fund (as per statement attached)		**42,676,514,233**	73,679,183,077
Contingencies and commitments	13		
		--------- (Number of units) ---------	
Number of units in issue		**418,334,992**	722,804,042
		-------------- (Rupees) --------------	
Net asset value per unit		**102.0152**	101.9352

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		----------- (Rupees) -----------	
Income			
Profit on balances with banks		**1,362,017,951**	5,331,710,750
Profit on bai muajjal		**863,585,489**	1,640,382,991
Profit on corporate sukuk certificates		**5,166,697,420**	1,112,906,160
Profit on GoP ijarah sukuk certificates		**697,469,423**	170,448,500
Profit on Islamic certificates of musharakah / mudaraba		**472,769,384**	1,780,502,252
Profit on Islamic term deposit receipts		**582,864,571**	533,225,038
Realised gain / (loss) on sale of investments - net		**98,039,442**	(1,571,500)
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.7	**376,460**	16,186,541
Total income		**9,243,820,140**	10,583,790,732
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**916,202,866**	427,752,512
Sindh sales tax on remuneration of the Management Company	8.2	**137,430,430**	55,607,827
Selling and marketing expenses	8.3	**-**	83,613,014
Allocated expenses	8.4	**-**	34,377,794
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**34,315,402**	27,450,467
Sindh sales tax on remuneration of the Trustee	9.2	**5,147,310**	3,568,561
Fee to the Securities and Exchange Commission of Pakistan	10.1	**46,793,731**	37,433,369
Auditors' remuneration	14	**907,162**	786,871
Amortisation of preliminary expenses and floatation costs	7	**53,586**	203,129
Legal and professional charges		**146,518**	248,189
Shariah advisory fee		**163,055**	113,024
Transaction charges		**8,006,292**	2,036,450
Bank charges		**822,078**	191,938
Fees and subscription		**316,347**	310,566
Printing charges		**8,284**	9,741
Total expenses		**1,150,313,061**	673,703,452
Net income for the year before taxation		**8,093,507,079**	9,910,087,280
Taxation	15	**-**	-
Net income for the year after taxation		**8,093,507,079**	9,910,087,280
Earnings per unit	16		
Allocation of net income for the year			
Net income for the year after taxation		**8,093,507,079**	9,910,087,280
Income already paid on units redeemed		**(7,864,520,364)**	(5,641,451,818)
		228,986,715	4,268,635,462
Accounting income available for distribution			
- Relating to capital gains		**-**	14,615,041
- Excluding capital gains		**228,986,715**	4,254,020,421
		228,986,715	4,268,635,462

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	---------- (Rupees) ---------	
Net income for the year after taxation	**8,093,507,079**	9,910,087,280
Other comprehensive income for the year	**-**	-
Total comprehensive income for the year	**8,093,507,079**	9,910,087,280

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	2025			2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the year	**72,931,879,004**	**747,304,073**	**73,679,183,077**	40,474,298,560	392,565,160	40,866,863,720
Issuance of 2,684,790,730 units (2024: 1,733,057,085 units)						
- Capital value (at net asset value per unit at the beginning of the year)	**273,674,679,954**	**-**	**273,674,679,954**	175,769,249,146	-	175,769,249,146
- Element of income	**9,910,109,560**	**-**	**9,910,109,560**	21,044,073,322	-	21,044,073,322
Total proceeds on issuance of units	**283,584,789,514**	**-**	**283,584,789,514**	196,813,322,468	-	196,813,322,468
Redemption of 2,989,259,780 units (2024: 1,413,193,898 units)						
- Capital value (at net asset value per unit at the beginning of the year)	**(304,710,793,460)**	**-**	**(304,710,793,460)**	(143,328,244,926)	-	(143,328,244,926)
- Element of loss	**(3,779,903,000)**	**(7,864,520,364)**	**(11,644,423,364)**	(11,631,084,539)	(5,641,451,818)	(17,272,536,357)
Total payments on redemption of units	**(308,490,696,460)**	**(7,864,520,364)**	**(316,355,216,824)**	(154,959,329,465)	(5,641,451,818)	(160,600,781,283)
Total comprehensive income for the year	**-**	**8,093,507,079**	**8,093,507,079**	-	9,910,087,280	9,910,087,280
Distribution for the year ended June 30, 2024 @ Rs. 21.5329 per unit declared on June 21, 2024	**-**	**-**	**-**	(9,396,412,559)	(3,913,896,549)	(13,310,309,108)
Interim cash dividend declared @ Rs. 9.6214 per unit on February 20, 2025	**(4,408,395,170)**	**(580,812,489)**	**(4,989,207,659)**	-	-	-
Distribution for the year ended June 30, 2025 @ Rs. 3.2946 per unit declared on June 27, 2025	**(1,026,199,694)**	**(310,341,260)**	**(1,336,540,954)**	-	-	-
Total distributions during the year	**(5,434,594,864)**	**(891,153,749)**	**(6,325,748,613)**	(9,396,412,559)	(3,913,896,549)	(13,310,309,108)
Net assets at end of the year	**42,591,377,194**	**85,137,039**	**42,676,514,233**	72,931,879,004	747,304,073	73,679,183,077
Undistributed income brought forward						
- Realised income		**731,117,532**			392,565,160	
- Unrealised income		**16,186,541**			-	
		747,304,073			392,565,160	
Distributions during the year		**(891,153,749)**			(3,913,896,549)	
Accounting income available for distribution						
- Relating to capital gains		**-**			14,615,041	
- Excluding capital gains		**228,986,715**			4,254,020,421	
		228,986,715			4,268,635,462	
Undistributed income carried forward		**85,137,039**			747,304,073	
Undistributed income carried forward						
- Realised income		**84,760,579**			731,117,532	
- Unrealised income		**376,460**			16,186,541	
		85,137,039			747,304,073	
		(Rupees)			**(Rupees)**	
Net asset value per unit at the beginning of the year		**101.9352**			101.4215	
Net asset value per unit at the end of the year		**102.0152**			101.9352	

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		**8,093,507,079**	9,910,087,280
Adjustments for:			
Profit on balances with banks		**(1,362,017,951)**	(5,331,710,750)
Profit on bai muajjal		**(863,585,489)**	(1,640,382,991)
Profit on corporate sukuk certificates		**(5,166,697,420)**	(1,112,906,160)
Profit on GoP ijarah sukuk certificates		**(697,469,423)**	(170,448,500)
Profit on Islamic certificates of musharakah / mudaraba		**(472,769,384)**	(1,780,502,252)
Profit on Islamic term deposit receipts		**(582,864,571)**	(533,225,038)
Realised (gain) / loss on sale of investments - net		**(98,039,442)**	1,571,500
Unrealised appreciation on re-measurementof investments classified as 'financial assets at fair value through profit or loss' - net	5.7	**(376,460)**	(16,186,541)
Amortisation of preliminary expenses and floatation costs		**53,586**	203,129
		(9,243,766,554)	(10,583,587,603)
Decrease / (increase) in assets			
Investments - net		**2,212,782,814**	(9,787,388,548)
Advances, deposits and other receivables		**(1,440,353)**	2,076,970
		2,211,342,461	(9,785,311,578)
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(261,521,627)**	225,232,109
Payable to Central Depository Company of Pakistan Limited - Trustee		**(1,515,459)**	1,853,720
Payable to the Securities and Exchange Commission of Pakistan		**(1,884,603)**	(2,013,229)
Accrued expenses and other liabilities		**(788,225,101)**	909,879,666
		(1,053,146,790)	1,134,952,266
Profit received on balances with banks		**1,956,194,390**	4,969,941,751
Profit received on investments		**8,606,345,234**	4,109,596,214
Net cash generated from / (used in) operating activities		**10,570,475,820**	(244,321,670)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipt against issuance units		**283,619,491,511**	196,793,165,471
Payment against redemption and conversion of units		**(316,309,597,935)**	(160,593,649,346)
Dividend paid		**(6,325,748,613)**	(13,312,367,383)
Net cash (used in) / generated from financing activities		**(39,015,855,037)**	22,887,148,742
Net (decrease) / increase in cash and cash equivalents during the year		**(28,445,379,217)**	22,642,827,072
Cash and cash equivalents at the beginning of the year		**59,128,931,478**	36,486,104,406
Cash and cash equivalents at the end of the year	12	**30,683,552,261**	59,128,931,478

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Halal Amdani Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on July 31, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an open end 'Shariah Compliant Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 11, 2019 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shari'ah Compliant bank deposits, money market and debt securities. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and the Pakistan Credit Rating Agency Limited (PACRA) has assigned a stability rating of AA(f) to the Fund on October 09 , 2024 (June 30, 2024: AA(f) dated April 18, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

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

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

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current period:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:

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 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, valuation and impairment of financial assets (notes 3.3 and 5).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain 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, unless otherwise stated.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 Bai Muajjal

Bai Muajjal transactions represent sales of Sukuks on a deferred payment basis. The difference between the deferred payment amount receivable and the carrying value at the time of sale is accrued and recorded as income over the term of the transaction.

3.3 Financial assets

3.3.1 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.

3.3.2 Classification and subsequent measurement

3.3.2.1 Debt instruments

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

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

based on the business model of the entity.

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

3.3.3 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.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.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

3.3.4 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.

3.3.5 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 the risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

3.4 Financial liabilities

3.4.1 Classification and subsequent measurement

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

3.4.2 Derecognition

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

3.5 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.

3.6 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.

3.7 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 year end.

3.8 Issuance and redemption of units

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

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

3.9 Distributions to unit holders

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

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

3.10 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

3.11 Revenue recognition

- Realised gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.

- Profit on balances with banks is recognised on accrual basis.

- Profit from bai muajjal is recognised on time proportionate basis, the difference between the sale and the credit price is recognised over the period.

- Profit on sukuk certificates, government securities, term deposit receipts and letter of placements are recognised on a time proportionate basis using the effective yield method except for the securities which are classified as non-performing asset under Circular 33 of 2012 issued by SECP for which the profits are recorded on cash basis.

3.12 Expenses

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

3.13 Preliminary expenses and floatation costs

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

3.14 Taxation

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

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

3.15 Earnings per unit

Earnings per unit is calculated by dividing the net profit of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4	BALANCES WITH BANKS	Note	2025	2024
			-------------- (Rupees) --------------	
	Savings accounts	4.1	**11,754,096,201**	25,406,363,169
	Current accounts	4.2	**3,750,132,000**	-
			15,504,228,201	25,406,363,169

4.1 These include a balance of Rs. 4,615.434 million (2024: Rs. 14,453.495 million) maintained with Faysal Bank Limited (a related party) that carries profit at the rate of 5% to 11.75% (2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 5% to 10.85% (2024: 6.5% to 20.75%) per annum.

4.2 This balance is maintained with Faysal Bank Limited (a related party).

5	INVESTMENTS	Note	2025	2024
			-------------- (Rupees) --------------	
	At fair value through profit or loss			
	Corporate sukuks certificates	5.1	**4,027,000,000**	7,617,000,000
	Bai muajjal	5.2	**21,490,220,140**	28,481,721,898
	GoP Ijarah Sukuks	5.3	**1,362,740,597**	4,338,850,000
	Islamic term deposit receipts	5.4	**-**	7,100,000,000
	Certificates of mudaraba	5.5	**-**	-
	Certificates of musharakah	5.6	**-**	-
			26,879,960,737	47,537,571,898

5.1 Corporate sukuks certificates

Name of the investee company	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Sold / matured during the year	Face value: As at June 30, 2025	Balance as at June 30, 2025: Carrying value	Balance as at June 30, 2025: Market value	Balance as at June 30, 2025: Unrealised appreciation / (diminution)	Market value as a percentage of total invest-ments	Market value as a percentage of net assets
			Rupees							%	
Citi Pharma Limited - Short Term Sukuk (A1, VIS)	23-Jul-2025	6 months KIBOR plus base rate of 0.80%	-	225,000,000	-	225,000,000	225,000,000	225,000,000	-	0.84%	0.53%
Lucky Electric Power Company Limited - Short Term Sukuk - XXI (A-1+, PACRA)	15-Aug-2025	3 months KIBOR plus base rate of 0.00%	-	300,000,000	-	300,000,000	300,000,000	300,000,000	-	1.12%	0.70%
Engro Fertilizers Limited - Short Term Sukuk (A1+, PACRA)	14-Nov-2025	3 months KIBOR minus base rate of 0.15%	-	1,850,000,000	-	1,850,000,000	1,850,000,000	1,850,000,000	-	6.88%	4.33%
Ismail Industries Limited - Short Term Sukuk - IV (A-1+, VIS)	18-Aug-2025	3 months KIBOR plus base rate of 0.1%	-	236,000,000	-	236,000,000	236,000,000	236,000,000	-	0.88%	0.55%
K-Electric Limited - Short Term Sukuk - XXXII (A1+, VIS)	12-Dec-2025	3 months KIBOR minus base rate of 0.05%	-	716,000,000	-	716,000,000	716,000,000	716,000,000	-	2.66%	1.68%
K-Electric Limited - Short Term Sukuk - XXV(A1+, VIS)	November 1, 2024	6 months KIBOR plus base rate of 0.15%	500,000,000	-	500,000,000	-	-	-	-	-	-
Mehmood Textile Mills Limited - Short Term Sukuk (A1, PACRA)	17-Sep-2025	6 months KIBOR plus base rate of 0.75%	-	100,000,000	-	100,000,000	100,000,000	100,000,000	-	0.37%	0.23%
Pakistan Mobile Communications Limited - Short Term Sukuk - III (A1, PACRA)	28-Oct-2025	3 months KIBOR minus base rate of 0.15%	-	600,000,000	-	600,000,000	600,000,000	600,000,000	-	2.23%	1.41%
Al Karam Textile Mills pvt. Ltd. - Short Term Sukuk - 1 (A-2, VIS)	14-Apr-2025	3 months KIBOR plus base rate of 1.5%	-	600,000,000	600,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk - VI (A-1+, VIS)	15-Jan-2025	6 months KIBOR plus base rate of 0.2%	-	1,265,000,000	1,265,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - XIX (A1+, PACRA)	14-Feb-2025	3 months KIBOR plus base rate of 0.05%	-	750,000,000	750,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk - VII (A-1+, VIS)	18-Mar-2025	3 months KIBOR plus base rate of 0.10%	-	300,000,000	300,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk - VIII (A-1+, VIS)	19-Jun-2025	3 months KIBOR plus base rate of 0.00%	-	272,000,000	272,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - XVI (A1+, PACRA)	15-Aug-2024	6 months KIBOR plus base rate of 0.15%	1,000,000,000	-	1,000,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - XVII (A1+, PACRA)	29-Sep-2024	6 months KIBOR plus base rate of 0.25%	242,000,000	-	242,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - XVIII (A1+, PACRA)	15-Oct-2024	6 months KIBOR plus base rate of 0.25%	800,000,000	-	800,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - XIX (A1+, PACRA)	27-Dec-2024	6 months KIBOR plus base rate of 0.15%	900,000,000	-	900,000,000	-	-	-	-	-	-
Pakistan Mobile Communications Limited - Short Term Sukuk - I(AA, PACRA)	24-Oct-2024	6 months KIBOR + base rate of 0.60%	1,900,000,000	-	1,900,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk - III (A-1+, VIS)	19-Sep-2024	6 months KIBOR plus base rate of 0.15%	500,000,000	-	500,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk - V (A-1+, VIS)	26-Dec-2024	6 months KIBOR plus base rate of 0.15%	375,000,000	-	375,000,000	-	-	-	-	-	-
Thar Energy Limited - Short Term Sukuk - I(A1, PACRA)	18-Oct-2024	6 months KIBOR plus base rate of 0.6%	500,000,000	-	500,000,000	-	-	-	-	-	-
The Hub Power Company Limited - Sukuk Certificates - XIII(AA+, PACRA)	01-Nov-2024	6 months KIBOR plus base rate of 0.25%	900,000,000	-	900,000,000	-	-	-	-	-	-
Total as at June 30, 2025							4,027,000,000	4,027,000,000	-	14.98%	9.44%
Total as at June 30, 2024							7,617,000,000	7,617,000,000	-		

5.1.1 The nominal value of these corporate sukuk certificates is Rs. 1,000,000 each.

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5.2 Bai Muajjal

Name of the counterparty	Maturity date	Profit rate	As at 1 July 2024	Purchase during the year	Sold / Matured during the year	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution)	Carrying value as a percentage of	
									net assets of the Fund	total investments of the Fund
				---------- Rupees ----------					---------- % ----------	
Pak China Investment Company Limited	October 31, 2024	20.90%	642,824,579	-	642,824,579	-	-	-	-	-
Pak China Investment Company Limited	October 31, 2024	20.90%	1,795,107,127	-	1,795,107,127	-	-	-	-	-
Pak Oman Investment Company Limited	July 8, 2024	21.05%	3,719,626,112	-	3,719,626,112	-	-	-	-	-
Pak Oman Investment Company Limited	August 1, 2024	21.05%	1,614,320,770	-	1,614,320,770	-	-	-	-	-
Pak Oman Investment Company Limited	September 13, 2024	19.90%	2,094,301,370	-	2,094,301,370	-	-	-	-	-
Pak Brunei Investment Company Limited	July 5, 2024	21.10%	4,031,578,288	-	4,031,578,288	-	-	-	-	-
Pak Brunei Investment Company Limited	July 4, 2024	21.10%	2,120,577,534	-	2,120,577,534	-	-	-	-	-
Pak Brunei Investment Company Limited	July 19, 2024	21.10%	1,085,662,937	-	1,085,662,937	-	-	-	-	-
Zarai Taraqiati Bank Limited	July 12, 2024	21.10%	3,208,146,247	-	3,208,146,247	-	-	-	-	-
Zarai Taraqiati Bank Limited	September 12, 2024	19.90%	3,859,495,558	-	3,859,495,558	-	-	-	-	-
Pak Kuwait Investment Company Private.Limited	August 1, 2024	21.10%	3,232,258,866	-	3,232,258,866	-	-	-	-	-
Pak Kuwait Investment Company Private Limited	August 2, 2024	21.10%	1,077,822,510	-	1,077,822,510	-	-	-	-	-
Pak Oman Investment Company Limited	August 8, 2024	19.85%	-	3,601,837,292	3,601,837,292	-	-	-	-	-
Pak Oman Investment Company Limited	August 19, 2024	19.75%	-	456,504,780	456,504,780	-	-	-	-	-
Zarai Taraqiati Bank Ltd	August 23, 2024	19.75%	-	3,974,171,184	3,974,171,184	-	-	-	-	-
NA, PBICL, NA, Karachi	September 9, 2024	19.75%	-	6,931,852,799	6,931,852,799	-	-	-	-	-
NA, PBICL, NA, Karachi	September 12, 2024	18.45%	-	1,022,335,915	1,022,335,915	-	-	-	-	-
Pak Oman Investment Company Limited	September 13, 2024	18.40%	-	451,694,222	451,694,222	-	-	-	-	-
Pakistan Kuwait Investment Company (Pvt) Limited	September 13, 2024	18.60%	-	8,011,011,312	8,011,011,312	-	-	-	-	-
Pakistan Kuwait Investment Company (Pvt) Limited	September 16, 2024	18.60%	-	1,102,371,247	1,102,371,247	-	-	-	-	-
Pak Oman Investment Company Limited	September 18, 2024	18.65%	-	1,694,915,269	1,694,915,269	-	-	-	-	-
Pak Oman Investment Company Limited	September 25, 2024	18.65%	-	3,766,782,665	3,766,782,665	-	-	-	-	-
Pak China Investment Company Ltd.	October 7, 2024	18.68%-19.91%	-	5,764,593,402	5,764,593,402	-	-	-	-	-
Zarai Taraqiati Bank Ltd	November 5, 2024	17.75%	-	4,066,322,981	4,066,322,981	-	-	-	-	-
Zarai Taraqiati Bank Ltd	November 8, 2024	16.45%	-	3,103,666,898	3,103,666,898	-	-	-	-	-
Pakistan Kuwait Investment Company (Pvt) Limited	November 8, 2024	16.60%	-	7,519,146,996	7,519,146,996	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited	November 8, 2024	16.70%	-	1,128,675,025	1,128,675,025	-	-	-	-	-
Pak Oman Investment Company Limited	November 11, 2024	16.60%	-	7,006,742,077	7,006,742,077	-	-	-	-	-
Pak Brunei Investment Company Limited	November 15, 2024	16.70%	-	7,602,860,826	7,602,860,826	-	-	-	-	-
Zarai Taraqiati Bank Ltd	December 26, 2024	14.60%	-	723,651,975	723,651,975	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited	December 26, 2024	14.25%	-	3,227,443,458	3,227,443,458	-	-	-	-	-
Askari Bank Limited	January 3, 2025	15.25%	-	1,153,301,161	1,153,301,161	-	-	-	-	-
Zarai Taraqiati Bank Ltd	January 7, 2025	13.50%	-	1,223,818,791	1,223,818,791	-	-	-	-	-
United Bank Limited	January 31, 2025	13.40%	-	2,073,202,699	2,073,202,699	-	-	-	-	-
United Bank Limited	January 31, 2025	13.40%	-	3,268,561,866	3,268,561,866	-	-	-	-	-
United Bank Limited	January 31, 2025	13.40%	-	2,074,431,481	2,074,431,481	-	-	-	-	-
United Bank Limited	April 16, 2025	11.65%	-	605,362,657	605,362,657	-	-	-	-	-
United Bank Limited	April 16, 2025	11.65%	-	1,368,558,742	1,368,558,742	-	-	-	-	-
United Bank Limited	April 16, 2025	11.65%	-	1,789,653,740	1,789,653,740	-	-	-	-	-
United Bank Limited	April 16, 2025	11.65%	-	2,550,296,748	2,550,296,748	-	-	-	-	-
United Bank Limited	April 23, 2025	11.70%	-	422,143,425	422,143,425	-	-	-	-	-
United Bank Limited	April 22, 2025	11.70%	-	2,129,919,793	2,129,919,793	-	-	-	-	-
Habib Bank Limited	February 18, 2025	13.50%	-	3,389,128,545	3,389,128,545	-	-	-	-	-
Habib Bank Limited	February 14, 2025	13.50%	-	4,166,184,671	4,166,184,671	-	-	-	-	-
Askari Bank Limited	January 10, 2025	15.25%	-	3,356,640,998	3,356,640,998	-	-	-	-	-
Askari Bank Limited	January 24, 2025	15.25%	-	2,250,797,441	2,250,797,441	-	-	-	-	-
Askari Bank Limited	April 15, 2025	11.50%	-	2,061,489,218	2,061,489,218	-	-	-	-	-
Askari Bank Limited	April 16, 2025	11.50%	-	1,062,473,669	1,062,473,669	-	-	-	-	-
Askari Bank Limited	April 16, 2025	11.50%	-	2,062,191,589	2,062,191,589	-	-	-	-	-
Askari Bank Limited	April 24, 2025	11.50%	-	4,222,078,257	4,222,078,257	-	-	-	-	-
Askari Bank Limited	January 24, 2025	14.50%	-	675,406,825	675,406,825	-	-	-	-	-
Askari Bank Limited	January 24, 2025	14.50%	-	450,271,216	450,271,216	-	-	-	-	-
Pak Oman Investment Company Limited	June 17, 2025	11.75%	-	772,272,413	772,272,413	-	-	-	-	-
Pak Oman Investment Company Limited	June 13, 2025	11.75%	-	1,891,515,559	1,891,515,559	-	-	-	-	-
Pak Oman Investment Company Limited	February 13, 2025	13.20%	-	904,782,650	904,782,650	-	-	-	-	-
Pak Oman Investment Company Limited	February 14, 2025	13.20%	-	1,466,238,273	1,466,238,273	-	-	-	-	-
Pak Oman Investment Company Limited	February 14, 2025	13.20%	-	1,029,486,448	1,029,486,448	-	-	-	-	-
Pak Oman Investment Company Limited	February 14, 2025	13.20%	-	2,083,886,326	2,083,886,326	-	-	-	-	-
Pak Oman Investment Company Limited	February 14, 2025	13.20%	-	508,524,492	508,524,492	-	-	-	-	-
Pak Oman Investment Company Limited	February 14, 2025	13.20%	-	1,045,300,345	1,045,300,345	-	-	-	-	-
Pak Oman Investment Company Limited	April 28, 2025	11.45%	-	511,798,052	511,798,052	-	-	-	-	-
Pak Oman Investment Company Limited	April 28, 2025	11.45%	-	1,652,681,210	1,652,681,210	-	-	-	-	-
Pak Oman Investment Company Limited	June 13, 2025	11.75%	-	2,097,084,018	2,097,084,018	-	-	-	-	-
Pak Brunei Investment Company Limited	May 19, 2025	11.75%	-	750,628,775	750,628,775	-	-	-	-	-
Pak Brunei Investment Company Limited	May 19, 2025	11.75%	-	268,573,734	268,573,734	-	-	-	-	-
Pak Brunei Investment Company Limited	February 21, 2025	13.20%	-	2,381,732,636	2,381,732,636	-	-	-	-	-
Pak Brunei Investment Company Limited	February 21, 2025	13.20%	-	2,088,603,471	2,088,603,471	-	-	-	-	-
Pak Brunei Investment Company Limited	February 21, 2025	13.20%	-	595,085,904	595,085,904	-	-	-	-	-
Pak Brunei Investment Company Limited	February 21, 2025	13.20%	-	1,469,846,677	1,469,846,677	-	-	-	-	-
Pak Brunei Investment Company Limited	February 21, 2025	13.20%	-	566,417,853	566,417,853	-	-	-	-	-
Pak Brunei Investment Company Limited	June 17, 2025	11.70%	-	3,428,235,660	3,428,235,660	-	-	-	-	-
Pak Brunei Investment Company Limited	May 19, 2025	11.70%	-	2,251,822,437	2,251,822,437	-	-	-	-	-
Samba Bank Limited	February 27, 2025	12.00%	-	1,049,605,773	1,049,605,773	-	-	-	-	-
Samba Bank Limited	February 27, 2025	12.10%	-	2,781,344,044	2,781,344,044	-	-	-	-	-
Zarai Taraqiati Bank Ltd	March 14, 2025	11.60%	-	315,492,897	315,492,897	-	-	-	-	-
Zarai Taraqiati Bank Ltd	March 14, 2025	11.60%	-	508,784,879	508,784,879	-	-	-	-	-
Zarai Taraqiati Bank Ltd	March 14, 2025	11.60%	-	2,330,651,199	2,330,651,199	-	-	-	-	-
Zarai Taraqiati Bank Ltd	March 14, 2025	11.60%	-	2,104,647,941	2,104,647,941	-	-	-	-	-
Zarai Taraqiati Bank Ltd	March 14, 2025	11.55%	-	2,024,764,672	2,024,764,672	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited	October 17, 2025	11.40%	-	1,000,000,000		1,000,000,000	1,000,000,000	-	1.36%	2.10%
Pakistan Mortgage Refinance Company Limited	October 17, 2025	11.40%	-	1,000,000,000		1,000,000,000	1,000,000,000	-	1.36%	2.10%
Pakistan Mortgage Refinance Company Limited	October 21, 2025	11.40%	-	500,000,000		500,000,000	500,000,000	-	0.68%	1.05%
Askari Bank Limited	August 8, 2025	10.75%	-	3,000,049,328	-	3,000,049,328	3,000,049,328	-	4.07%	6.31%
Askari Bank Limited	July 28, 2025	11.70%	-	2,862,403,927	-	2,862,403,927	2,862,403,927	-	3.88%	6.02%
Pak China Investment Company Ltd.	October 30, 2025	10.75%	-	948,492,153	-	948,492,153	948,492,153	-	1.29%	2.00%
Pak Oman Investment Company Limited	August 6, 2025	10.75%	-	2,212,730,850	-	2,212,730,850	2,212,730,850	-	3.00%	4.65%
Pakistan Mortgage Refinance Company Limited	August 6, 2025	10.75%	-	3,087,531,419	-	3,087,531,419	3,087,531,419	-	4.19%	6.49%
United Bank Limited	July 22, 2025	11.68%	-	2,348,782,602	-	2,348,782,602	2,348,782,602	-	3.19%	4.94%
United Bank Limited	July 25, 2025	11.68%	-	299,969,702	-	299,969,702	299,969,702	-	0.41%	0.63%
United Bank Limited	July 16, 2025	11.68%	-	4,230,260,159	-	4,230,260,159	4,230,260,159	-	5.74%	8.90%
Total as at June 30, 2025				173,882,522,329	180,874,024,087	21,490,220,140	21,490,220,140	-	29%	45%
Total as at June 30, 2024				49,107,519,258	20,625,797,360	2,231,478,407	28,481,721,898	-	39%	60%

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5.3 GoP Ijarah sukuk

Name of the security	Profit payment / principal redemptions	Issue date	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Sold / matured during the year	Face value: As at June 30, 2025	Balance as at June 30, 2025: Carrying Value	Balance as at June 30, 2025: Market Value	Balance as at June 30, 2025: Unrealised appreciation	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments of the Fund
					Rupees							%	
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	December 04, 2024	December 03, 2025	Weighted Average 6 months T-Bills	-	479,641,397	-	479,641,397	479,641,397	479,045,100	(596,297)	1.12%	1.78%
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	November 07, 2024	November 06, 2025	Weighted Average 6 months T-Bills	-	386,268,181	-	386,268,181	386,268,181	386,745,497	477,315	0.91%	1.44%
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	July 26, 2024	July 25, 2025	Weighted Average 6 months T-Bills	-	496,454,667	-	496,454,667	496,454,559	496,950,000	495,441	1.16%	1.85%
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	May 10, 2024	May 9, 2025	Weighted Average 6 months T-Bills	500,000,000	-	500,000,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	March 15, 2024	March 14, 2025	Weighted Average 6 months T-Bills	2,000,000,000	-	2,000,000,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - Discounted - PSX	At maturity	May 24, 2024	May 23, 2025	Weighted Average 6 months T-Bills	2,500,000,000	-	2,500,000,000	-	-	-	-	-	-
Total as at June 30, 2025					-	-	-	1,362,364,245	1,362,364,137	1,362,740,597	376,459	3.19%	5.07%
Total as at June 30, 2024								5,000,000,000	4,322,663,459	4,338,850,000	16,186,541		

5.3.1 The nominal value of these GOP ijarah sukuk certificates is Rs. 5,000 each.

5.4 Islamic term deposit receipts

Name of investee company	Rating	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Sold / matured during the year	Face value: As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution)	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments of the Fund
				Rupees							%	
Bank Alfalah Limited	AAA, PACRA	July 22, 2024	20.00%	5,100,000,000	-	5,100,000,000	-	-	-	-	-	-
Bank Alfalah Limited	AAA, PACRA	July 26, 2024	20.00%	2,000,000,000	-	2,000,000,000	-	-	-	-	-	-
Total as at June 30, 2025								-	-	-		
Total as at June 30, 2024								7,100,000,000	7,100,000,000	-		

5.5 Certificates of mudaraba

Name of the bank	Rating	Profit rate	Maturity date	Face value (Rupees): As at July 1, 2024	Face value (Rupees): Purchased during the period	Face value (Rupees): Matured during the period	Face value (Rupees): 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
								(Rupees)			%	
Zarai Taraqiati Bank Limited	AAA, VIS	18.3%	September 13, 2024	-	3,250,000,000	3,250,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	15.6%	September 30, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	16.0%	September 30, 2024	-	475,000,000	475,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.7%	January 16, 2025	-	500,000,000	500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.9%	January 17, 2025	-	350,000,000	350,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.5%	January 22, 2025	-	500,000,000	500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.5%	January 22, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.7%	January 30, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.2%	January 31, 2025	-	900,000,000	900,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.3%	January 31, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.3%	February 03, 2025	-	6,000,000,000	6,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.3%	February 04, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.5%	February 17, 2025	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.4%	February 19, 2025	-	1,150,000,000	1,150,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, VIS	11.4%	March 17, 2025	-	5,500,000,000	5,500,000,000	-	-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-
Total as at June 30, 2024								-	-	-		

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For The Year Ended June 30, 2025

5.6 Certificates of musharakah

Name of the bank	Rating	Profit rate	Maturity date	Face value (Rupees): As at July 1, 2024	Face value (Rupees): Purchased during the period	Face value (Rupees): Matured during the period	Face value (Rupees): 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
								(Rupees)			%	
Meezan Bank Limited	AAA, VIS	12.5%	August 01, 2024	-	4,500,000,000	4,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	12.5%	August 01, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.2%	December 02, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.2%	December 02, 2024	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.3%	December 03, 2024	-	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.3%	December 03, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	13.1%	November 05, 2024	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	10.8%	November 05, 2024	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	11.0%	July 11, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	17.8%	July 19, 2024	-	3,400,000,000	3,400,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	17.8%	July 19, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	17.1%	July 26, 2024	-	3,400,000,000	3,400,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	17.1%	July 26, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited	AAA, PACRA	15.0%	August 16, 2024	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited	AAA, PACRA	14.5%	August 16, 2024	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	14.5%	August 16, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	15.0%	August 19, 2024	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	16.5%	August 29, 2024	-	3,500,000,000	3,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	16.5%	August 29, 2024	-	3,300,000,000	3,300,000,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	17.4%	September 13, 2024	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	17.3%	September 13, 2024	-	700,000,000	700,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	17.1%	September 13, 2024	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	15.0%	September 16, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited	AAA, PACRA	16.0%	September 24, 2024	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	15.7%	September 25, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.4%	October 12, 2024	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.4%	October 12, 2024	-	2,300,000,000	2,300,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	12.3%	November 12, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.0%	November 14, 2024	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.0%	November 18, 2024	-	4,800,000,000	4,800,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	12.5%	November 21, 2024	-	7,300,000,000	7,300,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	12.8%	November 22, 2024	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	13.1%	November 25, 2024	-	6,000,000,000	6,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.0%	November 25, 2024	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	13.1%	November 26, 2024	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.3%	November 26, 2024	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	13.3%	November 29, 2024	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	19.6%	December 07, 2024	-	7,400,000,000	7,400,000,000	-	-	-	-	-	-
Bank AL Habib Limited	AAA, PACRA	16.0%	December 08, 2024	-	1,100,000,000	1,100,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	13.3%	December 13, 2024	-	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	12.3%	December 17, 2024	-	3,300,000,000	3,300,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	12.8%	December 20, 2024	-	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.0%	December 23, 2024	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Habib Metropolitan Bank Limited	AA+ , PACRA	11.4%	December 30, 2024	-	500,000,000	500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.0%	December 31, 2024	-	1,200,000,000	1,200,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	11.5%	March 01, 2025	-	3,225,000,000	3,225,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	11.3%	January 08, 2025	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	11.5%	January 10, 2025	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Habib Metropolitan Bank Limited	AA+ , PACRA	11.5%	January 14, 2025	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.4%	January 15, 2025	-	1,200,000,000	1,200,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	11.5%	January 16, 2025	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	11.4%	January 17, 2025	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	11.3%	January 17, 2025	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	January 20, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.7%	January 21, 2025	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA, PACRA	11.6%	January 24, 2025	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Allied Bank Limited Islamic Banking	AAA, PACRA	11.0%	February 11, 2025	-	950,000,000	950,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	February 24, 2025	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	February 25, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	March 04, 2025	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	March 05, 2025	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	March 05, 2025	-	700,000,000	700,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	March 11, 2025	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.4%	March 11, 2025	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.3%	March 18, 2025	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	11.3%	March 25, 2025	-	700,000,000	700,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	11.4%	March 28, 2025	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.2%	April 17, 2025	-	500,000,000	500,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.4%	April 24, 2025	-	500,000,000	500,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	11.4%	April 30, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	11.4%	May 02, 2025	-	500,000,000	500,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	11.3%	May 30, 2025	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	10.6%	June 05, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	10.7%	June 05, 2025	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	10.7%	June 13, 2025	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Habib Bank Ltd - Islamic Banking	AAA, VIS	10.6%	June 20, 2025	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	10.4%	June 23, 2025	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited	AAA, VIS	10.4%	June 23, 2025	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-
Total as at June 30, 2024								-	-	-		

5.7 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

	Note	2025	2024
		---------------- Rupees ----------------	
Market value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	**26,879,960,737**	47,537,571,898
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	**(26,879,584,277)**	(47,521,385,357)
		376,460	16,186,541

5.8 Investments - non-compliance

As per schedule XIX of Non-Banking Finance Companies And Notified Entities Regulations, 2008 exposure of a CIS to any single entity shall not exceed an amount equal to fifteen per cent of total net assets of the CIS. As at June 30, 2025, the Fund held investment in Bai Muajjal certificates of United Bank Limited that stood at 16.2% of the net assets of the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

		Note	2025	2024
6	**ADVANCES, DEPOSITS AND OTHER RECEIVABLES**		---------------- Rupees	----------------
	Security deposit with Central Depository Company of Pakistan Limited (CDC)		**200,000**	200,000
	Profit receivable on sukuk certificates and term deposit receipts		**88,437,851**	356,904,459
	Profit receivable on Bai muajjal		**439,392,959**	993,885,298
	Profit receivable on balances with banks	6.1	**198,644,783**	792,821,222
	Advance tax	6.2	**2,034,488**	2,034,488
	Prepaid listing fee		**98,324**	98,324
	Other receivables		**1,442,017**	1,664
			730,250,422	2,145,945,455

6.1 This includes profit receivable amounting to Rs. 124.7 million (2024: Rs. 725.9 million) on balance held with Faysal Bank Limited, a related party.

6.2 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 withholding tax on profit 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 May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profits amount to Rs. 2.034 million (2024: Rs. 2.034 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts has been shown as advance tax under assets as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source is likely to be refunded.

		Note	2025	2024
			------------- (Rupees)	-------------
7	**PRELIMINARY EXPENSES AND FLOATATION COSTS**			
	Preliminary expenses and floatation cost incurred at the beginning of the year		**53,586**	256,715
	Cost paid during the year		**-**	-
	Less: Amortisation during the year	7.1	**(53,586)**	203,129
	At the end of the year		**-**	53,586

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are 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.

		Note	2025	2024
			------------- (Rupees)	-------------
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**			
	Remuneration payable	8.1	**43,019,517**	64,403,431
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	**6,452,927**	8,372,446
	Selling and marketing expenses payable	8.3	**-**	38,059,402
	Allocated expenses payable	8.4	**-**	1,768,370
	Sales load payable		**12,088,550**	210,478,972
			61,560,994	323,082,621

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the following rates:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Period	Rate Applicable
From July 01, 2024 to July 28, 2024	1.74% of the average annual net assets
From July 29, 2024 to August 01, 2024	0.74% of the average annual net assets
From August 02, 2024 to August 07, 2024	1.64% of the average annual net assets
From August 08, 2024 to August 11, 2024	0.93% of the average annual net assets
From August 12, 2024 to August 28, 2024	1.64% of the average annual net assets
From August 29, 2024 to September 11, 2024	1% of the average annual net assets
From September 12, 2024 to September 18, 2024	1.75% of the average annual net assets
From September 19, 2024 to October 07, 2024	1% of the average annual net assets
From October 08, 2024 to October 29, 2024	1.75% of the average annual net assets
October 30, 2024	0.25% of the average annual net assets
From October 31, 2024 to November 14, 2024	1.75% of the average annual net assets
From November 15, 2024 to November 18, 2024	0.9% of the average annual net assets
From November 19, 2024 to November 21, 2024	1.75% of the average annual net assets
From November 22, 2024 to November 24, 2024	0.75% of the average annual net assets
November 25, 2024	1.75% of the average annual net assets
From November 26, 2024 to December 10, 2024	0.75% of the average annual net assets
From December 11, 2024 to December 30, 2024	1.75% of the average annual net assets
December 31, 2024	0.01% of the average annual net assets
From January 1, 2025 to 16 January 2025	1.75% of the average annual net assets
From January 17, 2025 to 19 January 2025	0.75% of the average annual net assets
From January 20, 2025 to 22 January 2025	1.75% of the average annual net assets
January 23, 2025	1.31% of the average annual net assets
From January 24, 2025 to 26 January 2025	0% of the average annual net assets
From January 27, 2025 to 28 January 2025	1.31% of the average annual net assets
From January 29, 2025 to April 06, 2025	1.75% of the average annual net assets
From April 07, 2025 to April 09, 2025	0.75% of the average annual net assets
From April 10, 2025 to April 16, 2025	1.4% of the average annual net assets
From April 17, 2025 to April 22, 2025	1.5% of the average annual net assets
From April 23, 2025 to May 25, 2025	1.6% of the average annual net assets
From May 26, 2025 to June 10, 2025	1.75% of the average annual net assets
June 11, 2025	1.37% of the average annual net assets
June 12, 2025	0.77% of the average annual net assets
From June 13, 2025 to June 18, 2025	1.62% of the average annual net assets
June 19, 2025	0.53% of the average annual net assets
From June 20, 2025 to June 22, 2025	1.06% of the average annual net assets
From June 23, 2025 to June 30, 2025	0.31% of the average annual net assets

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

8.2 During the year, an amount of Rs. 137.43 million (2024: Rs. 55.6 million) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

8.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company based on its discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses (June 30, 2024: 0% to 0.82% of the average annual net asset of the Fund).

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

The Management Company, based on its own discretion has not charged such expenses (June 30,2024: 0.15% per annum of the average annual net assets of the Fund) for the year ended June 30, 2025.

8.5 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 13,164,717 to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the year ended June 30, 2025.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2025	2024
			(Rupees)	
	Trustee fee payable	9.1	**2,051,504**	3,428,928
	Sindh sales tax on remuneration of the Trustee	9.2	**307,726**	445,761
			2,359,230	3,874,689

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.055% (2024: 0.055%) per annum of average annual net assets of the Fund.

9.2 During the year, an amount of Rs. 5.147 million (2024: Rs. 3.569 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%).

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2025	2024
			(Rupees)	
	Fee payable	10.1	**2,797,505**	4,682,108

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2024: 0.075%) per annum of the daily net assets during the year.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

11	ACCRUED EXPENSES AND OTHER LIABILITIES	2025	2024
		(Rupees)	
	Auditor's remuneration payable	**829,754**	486,381
	Printing charges payable	**-**	24,566
	Fees and subscription payable	**1,283**	11,280
	Withholding tax payable	**87,688,374**	681,729,529
	Capital gain tax payable	**157,176,235**	354,277,340
	Brokerage payable	**3,349,597**	784,981
	Legal and professional charges payable	**458,177**	311,659
	Payable to central zakat fund	**2,495,079**	2,490,259
	Shariah advisory fee payable	**163,055**	270,660
		252,161,554	1,040,386,655

12	CASH AND CASH EQUIVALENT	2025	2024
	Balances with bank	**15,504,228,201**	25,406,363,169
	Bai muajjal	**15,179,324,060**	26,622,568,309
	Islamic term deposit receipts	**-**	7,100,000,000
		30,683,552,261	59,128,931,478

13 CONTINGENCIES AND COMMITMENTS

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

14	AUDITORS' REMUNERATION	2025	2024
		(Rupees)	
	Audit fee	**566,375**	407,500
	Fee for half yearly review of condensed interim financial statements	**221,375**	192,500
	Other certifications	**-**	85,000
	Out of pocket expenses	**52,215**	43,584
		839,965	728,584
	Sales tax	**67,197**	58,287
		907,162	786,871

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

15 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2025 to the unit holders in the manner as explained above 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 of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

16 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.

17 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 1.82% (2024: 1.35%) which includes 0.3% (2024: 0.19%) representing government levies on the Fund such as sales taxes and fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

18 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

18.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

18.2 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

18.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

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

18.6 Details of transactions with related parties / connected persons and balances with them during the year are as follows:

	2025	2024
Transactions during the year	------------ (Rupees)	------------
Faysal Asset Management Limited - Management Company		
Remuneration of Faysal Asset Management Limited - Management Company	**916,202,866**	427,752,512
Sindh sales tax on remuneration of the Management Company	**137,430,430**	55,607,827
Selling and marketing expenses	**-**	83,613,014
Allocated expenses	**-**	34,377,794
Issuance of 21,776,015 units (2024: 23,729,443 units)	**2,091,012,387**	2,642,439,370
Redemption of 26,321,652 units (2024: 20,996,239 units)	**1,206,479,606**	2,007,857,840
Dividend paid	**-**	4,236,535

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2025	2024
	------------ (Rupees) ------------	
Faysal Bank Limited (Group company / Associated company)		
Profit on balances with banks	**1,086,689,632**	4,570,750,215
Bank charges	**308,363**	61,904
Issuance of Nil units (2024: 130,893,433 units)	**-**	14,500,000,000
Redemption of Nil units (2024: 145,713,767 units)	**-**	13,216,471,249
Dividend paid	**-**	989,459
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**34,315,402**	27,450,467
Sindh sales tax on remuneration of the Trustee	**5,147,310**	3,568,561
Transaction charges	**313,240**	-
Faysal Bank Limited - Staff Provident Fund		
Redemption of Nil units (2024: 5,672,258 units)	-	615,091,823
Faysal Asset Management Limited - Staff Gratuity Fund		
Issuance of Nil units (2024: 118,812 units)	**-**	12,890,486
Redemption of 127,071 units (2024: Nil units)	**14,002,272**	-
Dividend paid	-	1,495,082
Faysal Asset Management Limited - Employees Provident Fund		
Issuance of 71,742 units (2024: 116,316 units)	**6,600,000**	12,597,622
Redemption of Nil units (2024: Nil units)		**-**
Dividend paid	**1,431,471**	1,777,721
Faysal Islamic Financial Planning Fund - Faysal Shariah Capital Preservation Plan VII		
Issuance of Nil units (2024: 4,229,533 units)	-	440,016,047
Redemption of Nil units (2024 4,229,533 units)	-	440,251,435
Faysal Islamic Financial Planning Fund - Faysal Shariah Capital Preservation Plan VIII		
Issuance of Nil units (2024: 48,832,991 units)	-	5,090,775,600
Redemption of Nil units (2024: 48,832,991 units)	-	5,093,532,517
Faysal Islamic Financial Planning Fund - Faysal Shariah Capital Preservation Plan IX		
Issuance of Nil units (2024: 100,224,103units)	-	10,745,349,020
Redemption of Nil units (2024: 100,224,103 units)	-	10,751,196,108
Faysal Islamic Financial Planning Fund - Faysal Shariah Capital Preservation Plan X		
Issuance of Nil units (2024 42,411,055 units)	-	4,810,900,000
Redemption of Nil units (2024: 42,411,055 units)	-	2,376,292,502
Directors, their close family members and Key Management Personnel of the Management Company		
Issuance of 2,043,273 units (2024: 947,730 units)	**204,316,258**	105,844,015
Redemption of 1,031,311 units (2024: 2,943,070 units)	**24,087,045**	320,453,325
Dividend paid	**315,849**	954,583

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2025	2024
	------------ (Rupees) ------------	
Amounts / balances outstanding as at year end		
Faysal Asset Management Limited - Management Company		
Remuneration payable	**43,019,517**	64,403,431
Sindh Sales Tax payable on remuneration of the Management Company	**6,452,927**	8,372,446
Selling and marketing expenses payable	**-**	38,059,402
Allocated expenses payable	**-**	1,768,370
Sales load payable	**12,088,550**	210,478,972
Outstanding: Nil units (2024: 4,545,637 units)	**-**	463,360,417
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	**2,051,504**	3,428,928
Sindh sales tax on remuneration of the Trustee	**307,726**	445,761
Security Deposit with Central Depository Company of Pakistan Limited	**200,000**	200,000
Faysal Bank Limited (Group company / Associated company)		
Balance with bank	**8,365,566,129**	14,453,494,717
Profit receivable on balances with bank	**124,700,640**	725,901,523
Faysal Asset Management Limited - Staff Gratuity Fund		
Outstanding: Nil units (2024: 127,071 units)	**-**	12,953,008
Faysal Asset Management Limited - Employees provident Fund		
Outstanding: 225,694 units (2024: 139,909 units)	**23,024,227**	14,261,652
Directors, their close family members and Key Management Personnel of the Management Company		
Outstanding: 71,447 units (2024: 160,578 units)	**7,288,647**	16,368,504

19 FINANCIAL INSTRUMENTS BY CATEGORY

	2,025		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------Rupees---------------------------		
Financial assets			
Balances with banks	15,504,228,201	-	15,504,228,201
Investments	-	26,879,960,737	26,879,960,737
Advance, deposit and other receivables	728,117,610	-	728,117,610
	16,232,345,811	26,879,960,737	43,112,306,548
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	61,560,994	-	61,560,994
Payable to Central Depository Company of Pakistan Limited - Trustee	- 2,359,230	- -	2,359,230
Accrued expenses and other liabilities	4,801,866	-	4,801,866
Dividend payable	122,549	-	122,549
Payable against redemption of units	118,923,295	-	118,923,295
	187,767,934	-	187,767,934

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2,024		
	At amortised cost	At fair value through profit or loss	Total
	--------------------Rupees--------------------		
Financial assets			
Balances with banks	25,406,363,169	-	25,406,363,169
Investments	-	47,537,571,898	47,537,571,898
Advance, deposit and other receivables	2,143,812,643	-	2,143,812,643
Receivable against sale of units	34,701,997	-	34,701,997
	27,584,877,809	47,537,571,898	75,122,449,707
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	323,082,621	-	323,082,621
Payable to Central Depository Company of Pakistan Limited - Trustee	3,874,689	-	3,874,689
Accrued expenses and other liabilities	1,889,527	-	1,889,527
Dividend payable	122,549	-	122,549
Payable against redemption of units	73,304,406	-	73,304,406
	402,273,792	-	402,273,792

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

20.1 Market risk

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

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

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

(i) Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As of June 30, 2025, the Fund's exposure to the risk of changes in market profit rates relates primarily to balances with banks and investments. 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

The Fund's profit rate risk arises from the balances in savings accounts, corporate sukuks certificates and Government of Pakistan Ijara sukuks certificates. As at June 30, 2025, if there had been increase / decrease of 100 basis points in interest rates, with all other variables held constant, net assets of the Fund for the year then ended would have been higher / lower by Rs. 157.811 million (2024: Rs. 294.187 million).

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 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 instruments is based on the 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:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	---- June 30, 2025 ----					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
	---- Rupees ----					
Financial assets						
Balances with banks	5.00% - 11.75%	15,504,228,201	-	-	-	15,504,228,201
Investments	10.75% - 21.10%	21,490,220,140	5,389,740,597	-	-	26,879,960,737
Advance, deposit and other receivables		-	-	-	728,117,610	728,117,610
Receivable against sale of units		-	-	-	-	-
		36,994,448,341	5,389,740,597	-	728,117,610	43,112,306,548
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	61,560,994	61,560,994
Payable to Central Depository Company		-	-	-	-	-
of Pakistan Limited - Trustee		-	-	-	2,359,230	2,359,230
Accrued expenses and other liabilities		-	-	-	4,801,866	4,801,866
Dividend payable		-	-	-	122,549	122,549
Payable against redemption of units		-	-	-	118,923,295	118,923,295
		-	-	-	187,767,934	187,767,934
On-balance sheet gap (a)		36,994,448,341	5,389,740,597	-	540,349,676	42,924,538,614
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		36,994,448,341	5,389,740,597	-		
Cumulative profit rate sensitivity gap		36,994,448,341	42,384,188,938	42,384,188,938		

	---- June 30, 2024 ----					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
	---- Rupees ----					
Financial assets						
Balances with banks	6.50% - 20.75%	25,406,363,169	-	-	-	25,406,363,169
Investments	19.34% - 21.60%	39,523,721,898	8,013,850,000	-	-	47,537,571,898
Advance, deposit and other receivables		-	-	-	2,143,812,643	2,143,812,643
Receivable against sale of units		-	-	-	34,701,997	34,701,997
		64,930,085,067	8,013,850,000	-	2,178,514,640	75,122,449,707
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	323,082,621	323,082,621
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	3,874,689	3,874,689
Accrued expenses and other liabilities		-	-	-	1,889,527	1,889,527
Dividend payable		-	-	-	122,549	122,549
Payable against redemption of units		-	-	-	73,304,406	73,304,406
		-	-	-	402,273,792	402,273,792
On-balance sheet gap (a)		64,603,575,876	8,013,850,000	-	2,102,750,039	74,720,175,915
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		64,603,575,876	8,013,850,000	-		
Cumulative profit rate sensitivity gap		64,603,575,876	72,617,425,876	72,617,425,876		

(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 does not have any instruments that are exposed to price risk.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

20.2 Liquidity risk

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

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

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement. The maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year ended June 30, 2025.

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 dates. However,

	June 30, 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	15,504,228,201	-	-	-	-	-	15,504,228,201
Investments	-	21,490,220,140	5,389,740,597	-	-	-	26,879,960,737
Advances, deposits and other receivables	727,917,610	-	-	-	-	200,000	728,117,610
Receivable against sale of units	-	-	-	-	-	-	-
	16,232,145,811	21,490,220,140	5,389,740,597	-	-	200,000	43,112,306,548
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	61,560,994	-	-	-	-	-	61,560,994
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	-	-	-
	2,359,230	-	-	-	-	-	2,359,230
Accrued expenses and other liabilities	3,809,057	829,754	163,055	-	-	-	4,801,866
Dividend payable	122,549	-	-	-	-	-	122,549
Payable against redemption of units	118,923,295	-	-	-	-	-	118,923,295
	186,775,125	829,754	163,055	-	-	-	187,767,934
Net financial assets	16,045,370,686	21,489,390,386	5,389,577,542	-	-	200,000	42,924,538,614

	June 30, 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	25,406,363,169	-	-	-	-	-	25,406,363,169
Investments	-	39,523,721,898	8,013,850,000	-	-	-	47,537,571,898
Advances, deposits and other receivables	2,143,612,643	-	-	-	-	200,000	2,143,812,643
Receivable against sale of units	34,701,997	-	-	-	-	-	34,701,997
	27,584,677,809	39,523,721,898	8,013,850,000	-	-	200,000	75,122,449,707
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	323,082,621	-	-	-	-	-	323,082,621
Payable to Central Depository Company of Pakistan Limited - Trustee	3,874,689	-	-	-	-	-	3,874,689
Accrued expenses and other liabilities	1,132,486	486,381	270,660	-	-	-	1,889,527
Dividend payable	122,549	-	-	-	-	-	122,549
Payable against redemption of units	73,304,406	-	-	-	-	-	73,304,406
	401,516,751	486,381	270,660	-	-	-	402,273,792
Net financial assets	27,183,161,058	39,523,235,517	8,013,579,340	-	-	200,000	74,720,175,915

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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20.3 Credit risk

20.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arising on the debt instruments and deposit with banks are mitigated by investing in rated instruments or instruments issued by rated counterparties of credit ratings of at least investment grade by the recognised rating agencies. The Fund receives a monthly rating update, against which investments are reviewed.

Credit risk arises from deposits with banks and financial instruments, profit receivable on balances with banks and investments. Credit risk arising on other financial assets is monitored through a regular analysis of financial position of brokers and other parties. For debt instrument settlement, Delivery versus Payment (DvP) mechanism applied by the Trustee of the fund minimises the credit risk. In accordance with the risk management policy of the Fund, the investment committee monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The table below analyses the Fund's maximum exposure to credit risk:

	2025		2024	
	Balance as per the statement of assets and liabilities	Maximum exposure to credit risk	Balance as per the statement of assets and liabilities	Maximum exposure to credit risk
	-------------------Rupees-------------------		-------------------Rupees-------------------	
Balances with banks	**15,504,228,201**	**15,504,228,201**	25,406,363,169	25,406,363,169
Investments	**26,879,960,737**	**25,517,220,140**	47,537,571,898	43,198,721,898
Advances, deposits and other receivables	**728,117,610**	**728,117,610**	2,143,812,643	2,141,525,979
Receivable against sale of units	**-**	**-**	34,701,997	34,701,997
	43,112,306,548	**41,749,565,951**	75,122,449,707	70,781,313,043

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 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.

20.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, investments and profit accrued thereon. The credit rating profile of balances with banks and investment in term deposit receipts is as follows:

Rating	% of financial assets exposed to credit risk	
	2025	2024
Bank balances and profit accrued thereon		
AAA*	**0.00%**	14.15%
AA	**-**	18.88%
AA+	**36.41%**	0.00%
AA-	**0.01%**	0.00%
Sukuk certificates and profit accrued thereon		
AAA	**0.00%**	5.99%
A1+	**0.52%**	2.63%
AA	**8.59%**	1.24%
A-1	**0.23%**	0.00%

* Nil figure due to rounding off.

Deposit with CDC is highly rated and and risk of default is considered minimal.

20.3.3 Concentration of credit risk

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

21 FAIR VALUE MEASUREMENT

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

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

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

21.1 Fair value hierarchy

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

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

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

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

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

	2025			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----------Rupees----------			
Corporate sukuks certificates *	**-**	**4,027,000,000**	**-**	**4,027,000,000**
Bai muajjal *	**-**	**21,490,220,140**	**-**	**21,490,220,140**
GoP Ijarah Sukuks certificates	**1,362,740,597**	**-**	**-**	**1,362,740,597**
Islamic term deposit receipts *	**-**	**-**	**-**	**-**
	1,362,740,597	**25,517,220,140**	**-**	**26,879,960,737**

	2024			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----------Rupees----------			
Corporate sukuks certificates *	-	7,617,000,000	-	7,617,000,000
Bai muajjal *	-	28,481,721,898	-	28,481,721,898
GoP Ijarah Sukuks certificates	4,338,850,000	-	-	4,338,850,000
Islamic term deposit receipts *	-	7,100,000,000	-	7,100,000,000
	4,338,850,000	43,198,721,898	-	47,537,571,898

* 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.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

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

23 UNIT HOLDING PATTERN OF THE FUND

Category	2025			2024		
	Number of unit holders	Number of units held	Percentage of total	Number of unit holders	Number of units held	Percentage of total
Associated Banks / DFIs / AMCs	6	4,529,571	1.08%	6	3,991,723	0.55%
Individuals	10,675	338,534,135	80.92%	10,261	636,885,970	88.11%
Insurance companies	5	5,341,946	1.28%	3	3,339,060	0.46%
Other corporates	77	62,187,618	14.87%	68	70,426,560	9.74%
Retirement funds	34	7,741,722	1.85%	34	8,160,960	1.13%
	10,797	418,334,992	100%	10,372	722,804,042	100%

24 LIST OF TOP BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Percentage of commission paid	2024 Percentage of commission paid
Bright Capital (Private) Limited	**-**	1.49%
C & M Management (Private) Limited	**0.4%**	-
Currency Markets Associates (Private) Limited	**3.3%**	20.83%
ICON Management (Pvt.) Limited	**0.2%**	-
Paramount Capital (Pvt.) Ltd.	**0.1%**	-
Vector Capital (Pvt.) Limited	**0.2%**	-
Alfalah CLSA Securities (Private) Limited	**19.2%**	-
Continental Exchange (Pvt.) Limited	**25.9%**	-
Magenta Capital (Private) Limited	**50.7%**	77.31%
	100%	100%

25 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 34 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 26 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 23 Years
Mr. Nafees Imtiaz Malik	Chief Innovation and Product Officer	MBA	Over 13 Years
Mr. Shahid Iqbal	Head of Fixed Income	B.Com	Over 33 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 19 Years
Mr. Mustajab Alam	Fund Manager	MBA Finance	Over 12 Years
Mr. Syed Eunas Viqar	Head of Internal Audit and Compliance	ACCA	Over 17 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 10 Years
Ms. Sarah Rehman	Head of Research	CFA	Over 9 Years

26 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Shahid Iqbal	Head of Fixed Income	B.Com	Faysal Islamic Savings Growth Fund, Faysal Islamic Asset Allocation Fund, Faysal Islamic Cash Fund, Faysal Islamic Special Income Fund, Faysal Islamic Financial Planning Fund-II, Faysal Islamic Sovereign Fund, Faysal Islamic Financial Growth Fund, Faysal Islamic KPK Government Employees Pension Fund, Faysal Islamic Mustakil Munafa Fund.

27 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October 18, 2024	February 12, 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

28 CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these financial statements except as disclosed below:

Reclassified from	Reclassified to	--- Rupees ---
Receivable against issuance of units	Balances with banks	326,509,191
Profit receivable on certificates of musharakah / mudaraba	Profit receivable on bai muajjal	993,885,298

Furthermore, in the statement of cash flows certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit 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.

29 GENERAL

29.1 Figures have been rounded off to the nearest rupee, unless otherwise stated.

30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

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

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I) AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

	June 30, 2025 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2022 (Rupees)	June 30, 2021 (Rupees)
(i) PERFORMANCE TABLE					
Net assets	42,676,514,233	73,679,183,077	40,866,863,720	20,733,957,867	13,175,977,033
Net assets value per unit	102.0152	101.9352	101.4215	100.6415	100.4013
Offer price per unit	104.3615	104.2390	103.7137	102.8747	102.6704
Repurchase price per unit	101.9900	101.9352	101.4215	100.6415	100.4013
Highest offer price per unit	114.0940	125.6708	119.7122	112.7936	109.2293
Highest repurchase price per unit	111.5288	122.8934	117.0664	110.3008	106.8152
Lowest offer price per unit	104.2390	103.7137	102.9160	102.6895	102.4327
Lowest repurchase price per unit	101.9352	101.4215	100.6415	100.4200	100.1688
Total return:	13.06%	21.79%	17.00%	10.12%	6.78%
- capital growth	9.77%	0.26%	0.86%	0.26%	0.25%
- income distribution	3.29%	21.53%	16.14%	9.86%	6.53%
Average annual return: (Launch date: October 10, 2019)					
- one year	13.06%	21.79%	17.00%	10.12%	6.78%
- two years	17.43%	19.40%	13.56%	8.45%	6.78%
- three years	17.28%	16.30%	11.30%	8.45%	N/A
four years	15.49%	13.92%	11.42%	N/A	N/A
Five Years	13.75%	13.49%			
Distribution per unit:					
- Interim distribution (% per unit) *	3.29%	21.53%	16.14%	9.86%	6.53%
- Final distribution (% per unit)			-	-	-
	3.29%	21.53%	16.14%	9.86%	6.53%

* Announced on 27 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02, Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F **92 21 38657800**

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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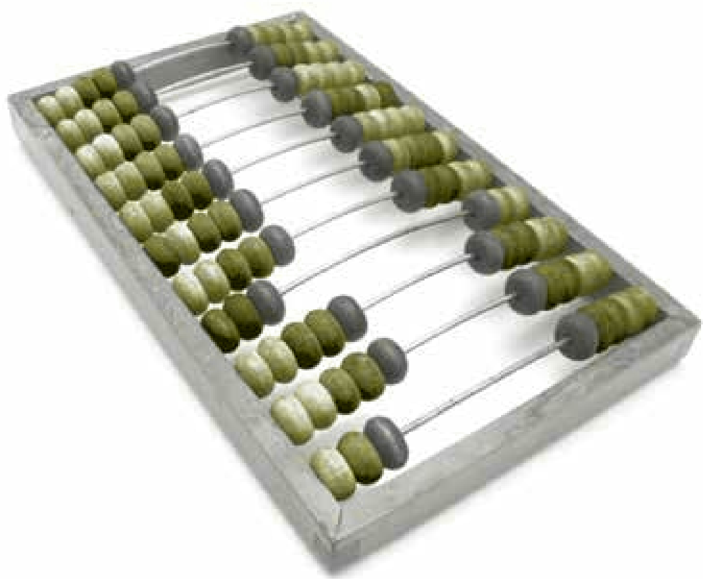
Faysal Islamic Cash Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited
Dubai Islamic Bank
Zarai Taraqiati Bank Limited
Habib bank Limited (Islamic Banking)
Habib Metropolitan (Islamic Banking)
Meezan Bank Limited
Allied Bank Limited (Islamic Banking)
UBL (Ameen) Islamic Banking

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Islamic Cash Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shariah compliant securities.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

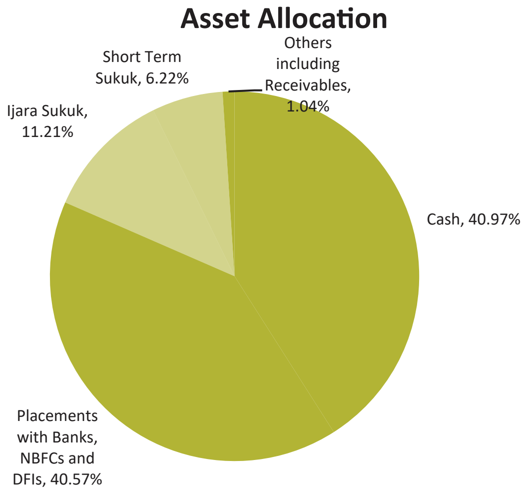
Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

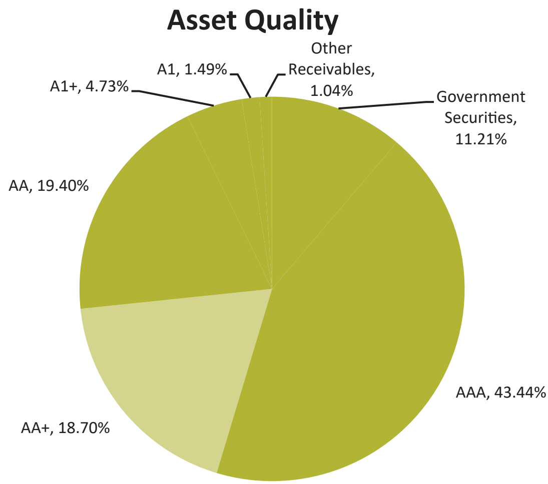
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auction

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Money Market Scheme
Risk Profile	Low
Launch Date	August 11, 2020
Stability Rating	AA (f) (VIS) December 27 ,2024
Trustee	CDC
Auditor	A.F Ferguson & Co.
Management Fee	Upto 1.75 % of Average Annual N.A. (Actual Rate of Management Fee Charged is 1.28%)
Selling and Marketing Expense	0.00%
Front End Load	Upto 2% of NAV
Back End Load	Upto 1% of NAV
Min Investment	PKR 5,000
Pricing Mechanism	Backward
Benchmark	90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	100.2542
Net Assets (PKR mn)	94,392
Net Assets (PKR mn) excluding FoF	94,392
Total Expense Ratio (Annualized)	1.07%
Total Expense Ratio (Monthly)	1.62%

Fund Return (% p.a.)	**FY25**	**FY24**
YTD	14.08%	22.31%
Benchmark (YTD)	9.92%	10.28%





FUND PERFORMANCE

Faysal Islamic Cash Fund (FICF) yielded an annualized FY25 to date return of 14.08% versus its benchmark return of 9.92%. At the period's close, cash allocation stood at 40.97%, whereas exposures in Short-Term Sukuk, Placements with Banks, and Others stood at 6.22%, 40.57%, 11.21% and 1.04%, respectively. In the future, the fund managers will continue to explore different avenues within the authorized investment.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين,والصلاة والسلام على خاتم النبيّين وسيد المرسلين,
وعلى آله واصحابه أجمعين.أما بعد

Annual Report
of
Faysal Islamic Cash Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Cash Fund (FICF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of FICF in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of FICF by FAML Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Cash Fund (FICF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC CASH FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Cash Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
www.yousufadil.com

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

To The Board of Directors of Faysal Asset Management Limited (Management Company of Faysal Islamic Cash 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 **Faysal Islamic Cash Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

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

a) legal and regulatory framework administered by the SECP;

b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;

c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;

d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and

e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 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 unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

4. Our Independence and Quality Management

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

The firm applies International Standard on Quality Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *'Assurance Engagements Other than Audits or Reviews of Historical Financial Information'*, issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

6. Conclusion

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

The engagement partner on the assurance resulting in this independent assurance report is Shafqat Ali.

Yousuf Adil
Chartered Accountants

Date: September 27, 2025
Place: Karachi

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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Cash Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Faysal Islamic Cash Fund (the Fund / Collective Investment Scheme), which comprise the statement of assets and liabilities as at June 30, 2025, and the income statement, the statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	**Net Asset Value** (Refer notes 5 & 6 to the financial statements)	
	Balances with banks and investments constitute the most significant component of the net asset value. Balances with banks aggregated to Rs. 39,146.08 million and investments of the Fund amounted to Rs. 55,414.29 million as at June 30, 2025. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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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.

Responsibilities of Management and Board of Directors of the Management Company 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.

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- 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, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;

b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and

c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar**.

A. F. Ferguson & Co.
Chartered Accountants
Dated: September 26, 2025
Karachi
UDIN: AR202510068o3nKpkiLd

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025	2024
		------- (Rupees) -------	
Assets			
Balances with banks	5	39,146,075,537	15,925,050,209
Investments	6	55,414,289,473	30,277,403,974
Receivable against sale of units		720,882	36,416,902
Profit receivable	7	985,823,312	1,365,891,385
Advances, deposits and other receivables	8	6,294,349	5,768,964
Preliminary expenses and floatation cost	9	11,049	108,869
Total assets		95,553,214,602	47,610,640,303
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	10	129,453,846	24,596,199
Payable to Central Depository Company of Pakistan Limited - Trustee	11	4,183,260	2,529,584
Payable to the Securities and Exchange Commission of Pakistan	12	4,960,388	3,049,410
Payable against conversion and redemption of units		147,722,541	35,442,188
Accrued expenses and other liabilities	13	875,353,276	242,494,985
Total liabilities		1,161,673,311	308,112,366
Net assets		94,391,541,291	47,302,527,937
Unit holders' fund (as per statement attached)		94,391,541,291	47,302,527,937
Contingencies and commitments	14		
		------- (Number of units) -------	
Number of units in issue		941,521,771	473,025,438
		------- (Rupees) -------	
Net asset value per unit		100.2542	100.0000

The annexed notes 1 to 31 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT

For The Year Ended June 30, 2025

	Note	2025	2024
		------- (Rupees) -------	
Income			
Profit on balances with banks		1,487,385,565	3,356,850,496
Profit on sukuk certificates		678,812,138	835,336,585
Profit on certificate of Musharakah		615,635,342	685,200,044
Profit on certificate of Mudaraba		-	414,520,491
Profit on Islamic term deposit receipts		463,551,727	283,702,186
Profit on letter of placements		4,880,049,116	-
Profit on Government of Pakistan (GoP) - Ijarah Sukuks		446,422,728	1,263,023,672
Net realised gain on sale of investments		9,366,039	-
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	824,026	-
Total income		8,582,046,681	6,838,633,474
Expenses			
Amortisation of preliminary expenses and floatation cost	9	97,820	98,088
Remuneration of Faysal Asset Management Limited - Management Company	10.1	504,904,390	145,396,761
Sindh Sales Tax on remuneration of the Management Company	10.2	75,735,658	18,901,579
Selling and marketing charges	10.3	-	54,821,621
Accounting and Operational charges		-	5,527,783
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	35,029,239	17,915,114
Sindh Sales Tax on remuneration of the Trustee	11.2	5,254,386	2,328,965
Annual fees to the Securities and Exchange Commission of Pakistan	12.1	47,767,145	24,431,079
Auditors' remuneration	15	1,144,788	786,432
Legal and professional charges		130,646	130,730
Bank charges		177,600	6,466
Transaction charges		8,423,655	2,230,961
Shariah advisory fee		150,000	113,024
Fee and subscription		202,587	229,802
Printing charges		16,320	27,293
Total expenses		679,034,234	272,945,698
Net income for the year before taxation		7,903,012,447	6,565,687,776
Taxation	16	-	-
Net income for the year after taxation		7,903,012,447	6,565,687,776
Allocation of net income for the year			
- Net income for the year after taxation		7,903,012,447	6,565,687,776
- Income already paid on units redeemed		(6,866,418,092)	-
		1,036,594,355	6,565,687,776
Accounting income available for distribution			
- Relating to capital gains		9,366,039	-
- Excluding capital gains		1,027,228,316	6,565,687,776
		1,036,594,355	6,565,687,776

The annexed notes 1 to 31 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	------- (Rupees) -------	
Net income for the year after taxation	7,903,012,447	6,565,687,776
Other comprehensive income for the year	-	-
Total comprehensive income for the year	7,903,012,447	6,565,687,776

The annexed notes 1 to 31 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	2025			2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	---- (Rupees) ----					
Net assets at beginning of the year	47,302,527,937	-	47,302,527,937	21,453,762,249	-	21,453,762,249
Issuance of 3,116,799,552 units (2024: 1,440,803,307 units)						
- Capital value (at net asset value per unit at beginning of the year)	311,679,955,200	-	311,679,955,200	144,080,330,747	-	144,080,330,747
- Element of income	20,112,127,456	-	20,112,127,456	-	-	-
Total proceeds on issuance of units	331,792,082,656	-	331,792,082,656	144,080,330,747	-	144,080,330,747
Redemption of 2,648,303,219 units (2024: 1,182,315,387 units)						
- Capital value (at net asset value per unit at beginning of the year)	(264,830,321,900)	-	(264,830,321,900)	(118,231,565,059)	-	(118,231,565,059)
- Element of loss	(12,568,039,902)	(6,866,418,092)	(19,434,457,994)	-	-	-
Total payments on redemption of units	(277,398,361,802)	(6,866,418,092)	(284,264,779,894)	(118,231,565,059)	-	(118,231,565,059)
Total comprehensive income for the year	-	7,903,012,447	7,903,012,447	-	6,565,687,776	6,565,687,776
Distribution during the year	-	(953,347,313)	(953,347,313)	-	(6,565,687,776)	(6,565,687,776)
Refund of capital during the year	(7,387,954,542)	-	(7,387,954,542)			
Net income for the year less distribution	(7,387,954,542)	6,949,665,134	(438,289,408)	-	-	-
Net assets at end of the year	94,308,294,249	83,247,042	94,391,541,291	47,302,527,937	-	47,302,527,937
Undistributed income brought forward						
- Realised income		-			-	
- Unrealised Income		-			-	
		-			-	
Accounting income available for distribution:						
- Relating to capital gains		9,366,039			-	
- Excluding capital gains		1,027,228,316			6,565,687,776	
		1,036,594,355			6,565,687,776	
Distribution during the year		(953,347,313)			(6,565,687,776)	
Undistributed income carried forward		83,247,042			-	
Undistributed income carried forward						
- Realised income		82,423,017			-	
- Unrealised income		824,026			-	
		83,247,042			-	
			(Rupees)			(Rupees)
Net asset value per unit at beginning of the year			100.0000			100.0000
Net asset value per unit at end of the year			100.2542			100.0000

The annexed notes 1 to 31 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------- (Rupees) -------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		7,903,012,447	6,565,687,776
Adjustments for non-cash and other items:			
Amortisation of preliminary expenses and floatation costs	9	97,820	98,088
Profit on balances with banks		(1,487,385,565)	(3,356,850,496)
Profit on sukuk certificates		(678,812,138)	(835,336,585)
Profit on certificate of musharakah		(615,635,342)	(685,200,044)
Profit on certificate of mudaraba		-	(414,520,491)
Profit on islamic term deposit receipts		(463,551,727)	(283,702,186)
Profit on letter of placements		(4,880,049,116)	-
Profit on Government of Pakistan (GoP) - Ijarah Sukuks		(446,422,728)	(1,263,023,672)
Net realised gain on sale of investments		(9,366,039)	-
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.3	(824,026)	-
		(678,936,414)	(272,847,610)
Increase in assets			
Investments		(22,762,799,349)	(2,510,188,248)
Advances, deposits and other receivables		(525,385)	(1,357,252)
		(22,763,324,734)	(2,511,545,500)
Increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		104,857,647	(7,708,307)
Payable to Central Depository Company of Pakistan Limited - Trustee		1,653,676	1,531,284
Payable to the Securities and Exchange Commission of Pakistan		1,910,978	(1,490,342)
Payable against conversion and redemption of units		112,280,353	-
Accrued expenses and other liabilities		632,858,291	220,439,110
		853,560,945	212,771,745
Profit received		8,951,924,689	5,928,840,958
Net cash (used in) / generated from operating activities		(13,636,775,514)	3,357,219,593
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units - net of refund of capital		324,439,824,134	144,664,578,185
Payment made against redemption of units		(284,264,779,894)	(118,196,122,871)
Dividend paid		(953,347,313)	(6,565,687,776)
Net cash generated from financing activities		39,221,696,927	19,902,767,538
Net increase in cash and cash equivalent during the year		25,584,921,413	23,259,987,131
Cash and cash equivalents at the beginning of the year		39,721,265,935	16,461,278,804
Cash and cash equivalents at the end of the year	18	65,306,187,348	39,721,265,935

The annexed notes 1 to 31 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Cash Fund (The Fund) is an open end fund constituted under a trust deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.2 The Fund has been categorised as an open end Shari'ah compliant money market scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from August 11, 2020 and are transferable and redeemable by surrendering them to the Fund.

1.3 The investment objective of the fund is to seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in shariah compliant money market securities.

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 The Management Company has been assigned a quality rating of 'AM1' with stable outlook by VIS Credit Rating Company Limited dated September 10, 2024 (2024: AM2++ dated December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA+(f) by VIS Credit Rating Company Limited dated December 27, 2024 (2024: AA(f) dated December 15, 2023).

1.6 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 is required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor are accounted for on substance rather than the form prescribed by the aforementioned guidelines. This practice is being followed to comply with the requirements of the approved 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 (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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

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

3.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 Critical accounting estimates and judgments

The preparation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. 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 current and future years.

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets (notes 4.1 and 6).

3.5 Accounting convention

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

The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 22.

3.6 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.1 Financial assets

4.1.1 Initial recognition and measurement

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

4.1.2 Classification and subsequent measurement

4.1.2.1 Debt instruments

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

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

based on the business model of the entity.

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

4.1.2.2 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost.

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.

4.1.2.3 Bai Muajjal

Bai Muajjal transactions represent sales of Sukuks on a deferred payment basis. The difference between the deferred payment amount receivable and the carrying value at the time of sale is accrued and recorded as income over the term of the transaction.

4.1.3 Impairment (other than debt securities)

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

- An unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;

- The time value of money; and

- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Fund considers 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.

4.1.4 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on 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".

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

4.1.5 Regular way contracts

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

4.1.6 Derecognition

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

4.2 Financial liabilities

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

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

4.3 Offsetting of financial assets and financial liabilities

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

4.4 Provisions

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

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

4.5 Net asset value per unit

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

4.6 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / the distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.7 Distributions to unit holders

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

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

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

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

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 appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise;

- Income on sukuk certificates and government securities 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; and

- Profit on savings account with banks is recognised on an accrual basis.

4.10 Expenses

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

4.11 Taxation

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

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

		Note	2025	2024
5	**BALANCES WITH BANKS**		----------------- (Rupees)	-----------------
	Savings accounts	5.1	39,146,075,537	15,925,050,209

5.1 These savings accounts carry profit at rates ranging from 5.00% to 12.00% (2024: 6.50% to 20.75%) per annum. Deposits in savings accounts also include Rs. 18,591.605 million (2024: Rs.9,511 million) maintained with Faysal Bank Limited, a related party, and carry profit at the rate of 12.00% (2024: 20.00%) per annum.

		Note	2025	2024
6	**INVESTMENTS**		----------------- (Rupees)	-----------------
	At fair value through profit or loss			
	Sukuk certificates	6.1	5,941,000,000	4,186,000,000
	Islamic term deposit receipts	6.2	2,000,000,000	4,800,000,000
	Government of Pakistan (GoP) - Ijarah Sukuks	6.3	10,710,678,000	-
	Letter of placements	6.4	32,862,611,473	21,291,403,974
	Certificate of Musharakah	6.5	3,900,000,000	-
			55,414,289,473	30,277,403,974

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6.1 Sukuk certificates

Name of the security	Profit rate	Maturity date	As at July 1, 2024	Purchases during the year	Matured during the year	As at June 30, 2025	Carrying value as as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of total investments	Market value as a percentage of net assets
			------------------ Face value (Rupees) ------------------				------------- (Rupees) -------------			------------ % ------------	
Lucky Electric Power Company Limited - Short Term Sukuk XVI	6 months KIBOR plus base rate of 0.15%	August 15, 2024	600,000,000	-	600,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk III	6 months KIBOR plus base rate of 0.15%	September 19, 2024	400,000,000	-	400,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk XVII	6 months KIBOR plus base rate of 0.25%	September 29, 2024	200,000,000	-	200,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk XVIII	6 months KIBOR plus base rate of 0.25%	October 15, 2024	500,000,000	-	500,000,000	-	-	-	-	-	-
Thar Energy Limited Short Term Sukuk-1	6 months KIBOR plus base rate of 0.6%	October 18, 2024	400,000,000	-	400,000,000	-	-	-	-	-	-
The Hub Power Company Limited - Sukuk Certificates	6 months KIBOR plus base rate of 0.25%	November 1, 2024	830,000,000	-	830,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Short Term Sukuk V	6 months KIBOR plus base rate of 0.15%	December 26, 2024	356,000,000	-	356,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk XIX	6 months KIBOR plus base rate of 0.15%	December 27, 2024	900,000,000	-	900,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited STS - 6	6 months KIBOR plus base rate of 0.15%	January 15, 2025	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited Sukuk - 20	6 months KIBOR plus base rate of 0.15%	February 14, 2025	-	750,000,000	750,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Sukuk 7th Issue	6 months KIBOR plus base rate of 0.15%	March 18, 2025	-	450,000,000	450,000,000	-	-	-	-	-	-
K-Electric Limited - Short Term Sukuk - 29	6 months KIBOR plus base rate of 0.15%	March 24, 2025	-	291,000,000	291,000,000	-	-	-	-	-	-
Al Karam Textile Mills (Private) Limited STS - 1	6 months KIBOR plus base rate of 0.15%	April 14, 2025	-	600,000,000	600,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited - Sukuk 8th Issue	6 months KIBOR plus base rate of 0.15%	June 19, 2025	-	200,000,000	200,000,000	-	-	-	-	-	-
Citi Pharma Limited - Sukuk Certificate	6 months KIBOR plus base rate of 0.15%	July 23, 2025	-	225,000,000	-	225,000,000	225,000,000	225,000,000	-	0.41	0.24
Lucky Electric Power Company Limited - Sukuk - 21	6 months KIBOR plus base rate of 0.15%	August 15, 2025	-	346,000,000	-	346,000,000	346,000,000	346,000,000	-	0.62	0.37
Ismail Industries Limited - Sukuk Certificate - 4th Issue	6 months KIBOR plus base rate of 0.15%	August 18, 2025	-	250,000,000	-	250,000,000	250,000,000	250,000,000	-	0.45	0.26
Mahmood Textile Mills Limited Short Term Sukuk - 1	6 months KIBOR plus base rate of 0.15%	September 17, 2025	-	100,000,000	-	100,000,000	100,000,000	100,000,000	-	0.18	0.11
Pakistan Mobile Communications Limited -Sukuk Certificate - 4th Issue	6 months KIBOR plus base rate of 0.15%	October 28, 2025	-	850,000,000	-	850,000,000	850,000,000	850,000,000	-	1.53	0.90
Engro Fertilizers Limited - Sukuk Certificates 6th Issue	6 months KIBOR plus base rate of 0.15%	November 14, 2025	-	2,970,000,000	-	2,970,000,000	2,970,000,000	2,970,000,000	-	5.36	3.15
K-Electric Limited - Short Term Sukuk	6 months KIBOR plus base rate of 0.15%	December 12, 2025	-	1,200,000,000	-	1,200,000,000	1,200,000,000	1,200,000,000	-	2.17	1.27
Total as at June 30, 2025							5,941,000,000	5,941,000,000	-		
Total as at June 30, 2024							4,186,000,000	4,186,000,000	-		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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6.2 Islamic term deposit receipts

Name of investee company	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025				Net assets of the Fund	total investments of the Fund
			-----------------------------	-----------------------------	-----------------------------	-----Rupees-----	-----------------------------	-----------------------------		------------- %	-------------
Bank Alfalah Limited (AAA, PACRA)	July 22, 2024	20.00%	1,800,000,000	-	1,800,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	July 22, 2024	20.00%	1,500,000,000	-	1,500,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	July 22, 2024	20.00%	500,000,000	-	500,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	July 26, 2024	20.00%	1,000,000,000	-	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	August 09, 2024	17.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	August 22, 2024	19.50%	-	3,300,000,000	3,300,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	August 22, 2024	19.50%	-	500,000,000	500,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	August 26, 2024	19.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	September 09, 2024	17.00%	-	425,000,000	425,000,000	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	September 13, 2024	17.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	September 13, 2024	18.25%	-	3,750,000,000	3,750,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	September 23, 2024	18.50%	-	3,300,000,000	3,300,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	September 23, 2024	18.50%	-	500,000,000	500,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	September 26, 2024	18.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	September 30, 2024	15.65%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	October 23, 2024	17.00%	-	2,800,000,000	2,800,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	October 23, 2024	17.00%	-	500,000,000	500,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	October 28, 2024	17.00%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	October 28, 2024	15.85%	-	640,000,000	640,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 05, 2024	11.00%	-	60,000,000	60,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 19, 2024	13.50%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	November 25, 2024	15.95%	-	2,800,000,000	2,800,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	November 25, 2024	15.95%	-	500,000,000	500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 25, 2024	13.75%	-	500,000,000	500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 26, 2024	13.25%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	November 28, 2024	15.95%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 29, 2024	13.50%	-	3,250,000,000	3,250,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 02, 2024	13.50%	-	700,000,000	700,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 03, 2024	13.75%	-	3,500,000,000	3,500,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 10, 2024	13.50%	-	4,700,000,000	4,700,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 13, 2024	14.00%	-	200,000,000	200,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 17, 2024	12.50%	-	4,900,000,000	4,900,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 27, 2024	12.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	December 30, 2024	14.00%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	January 17, 2025	11.85%	-	1,650,000,000	1,650,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	January 29, 2025	11.80%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	January 30, 2025	13.00%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	January 31, 2025	11.25%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	January 31, 2025	11.25%	-	1,100,000,000	1,100,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	January 31, 2025	11.25%	-	600,000,000	600,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 14, 2025	11.50%	-	850,000,000	850,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 17, 2025	11.55%	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 18, 2025	11.35%	-	2,150,000,000	2,150,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 18, 2025	11.35%	-	1,450,000,000	1,450,000,000	-	-	-	-	-	-
Bank Alfalah Limited (AAA, PACRA)	February 28, 2025	11.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 11, 2025	11.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	July 04, 2025	10.70%	-	2,000,000,000	-	2,000,000,000	2,000,000,000	2,000,000,000	-	2.12	3.61
Total as at June 30, 2025							2,000,000,000	2,000,000,000	-		
Total as at June 30, 2024							4,800,000,000	4,800,000,000	-		

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For The Year Ended June 30, 2025

6.3 Government of Pakistan (GoP) - Ijarah Sukuks

Name of the security	Maturity date	As at July 1, 2024	Purchases during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of total investments	Market value as a percentage of net assets
		------------------- Face value (Rupees) -------------------				-------------- (Rupees) --------------			------------- % -------------	
GOP Ijara Sukuk Certificate -GIS(VRR)	August 07, 2024	-	4,800,000,000	4,800,000,000	-	-	-	-	-	-
GOP Ijara Sukuk Certificate -GIS46	October 09, 2024	-	38,798,000,000	38,798,000,000	-	-	-	-	-	-
GOP Ijara Sukuk Certificate -VRR 21	April 30, 2025	-	48,800,000,000	48,800,000,000	-	-	-	-	-	-
GOP Ijara Sukuk - PSX Listed	May 23, 2025	-	499,995,000	499,995,000	-	-	-	-	-	-
GOP Ijara Sukuk Certificate -GIS21	May 29, 2025	-	66,147,000,000	66,147,000,000	-	-	-	-	-	-
GOP Ijara Sukuk - PSX Listed	June 27, 2025	-	1,700,000,000	1,700,000,000	-	-	-	-	-	-
GOP Ijara Sukuk - PSX Listed	oca	-	1,800,000,000	-	1,800,000,000	1,787,361,995	1,789,020,000	1,658,005	3.23	1.90
GOP Ijara Sukuk Certificate -GIS VRR	July 29, 2025	-	18,758,000,000	18,758,000,000	-	-	-	-	-	-
GOP Ijara Sukuk Certificate -GIS20 - FRR	July 29, 2025	-	674,000,000	674,000,000	-	-	-	-	-	-
GOP Ijara Sukuk - PSX Listed	August 15, 2025	-	7,035,000,000	2,015,000,000	5,020,000,000	4,961,336,106	4,961,768,000	431,894	8.95	5.26
GOP Ijara Sukuk - PSX Listed	November 06, 2025	-	7,600,000,000	3,500,000,000	4,100,000,000	3,481,595,434	3,480,840,000	(755,434)	6.28	3.69
GOP Ijara Sukuk - PSX Listed	December 03, 2025	-	500,000,000	-	500,000,000	479,560,440	479,050,000	(510,440)	0.86	0.51
Total as at June 30, 2025						10,709,853,974	10,710,678,000	824,026		
Total as at June 30, 2024						-	-	-		

6.4 Letter of placements

Name of investee company	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Matured during the year	Face value: As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of Net assets of the Fund	Market value as a percentage of total investments of the Fund
			-----------------------Rupees-----------------------							------------- % -------------	
Pak Brunei Investment Company Limited (AA+, VIS)	July 4, 2024	21.10%	1,908,519,781	-	1,908,519,781	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	July 5, 2024	21.10%	1,485,318,317	-	1,485,318,317	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 8, 2024	21.05%	1,275,300,381	-	1,275,300,381	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	July 12, 2024	21.10%	2,138,764,164	-	2,138,764,164	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	July 19, 2024	21.10%	1,954,193,287	-	1,954,193,287	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	August 1, 2024	21.10%	2,693,549,055	-	2,693,549,055	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	August 1, 2024	21.05%	1,614,320,770	-	1,614,320,770	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	August 2, 2024	21.10%	1,616,733,764	-	1,616,733,764	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	August 8, 2024	19.85%	-	1,188,215,515	1,188,215,515	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	August 19, 2024	19.75%	-	399,587,748	399,587,748	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	August 23, 2024	19.75%	-	2,501,855,712	2,501,855,712	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	September 9, 2024	19.75%	-	3,001,480,459	3,001,480,459	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	September 12, 2024	19.90%	2,406,856,897	-	2,406,856,897	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	September 12, 2024	18.45%	-	2,089,056,090	2,089,056,090	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	September 13, 2024	19.90%	1,902,659,310	-	1,902,659,310	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	September 13, 2024	18.60%	-	2,692,606,849	2,692,606,849	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	September 13, 2024	18.60%	-	1,542,562,476	1,542,562,476	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	September 13, 2024	18.40%	-	348,501,129	348,501,129	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	September 16, 2024	18.60%	-	1,616,488,356	1,616,488,356	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	September 18, 2024	18.65%	-	1,654,340,860	1,654,340,860	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	September 20, 2024	18.45%	-	402,535,468	402,535,468	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	September 25, 2024	18.65%	-	1,622,033,836	1,622,033,836	-	-	-	-	-	-
Pak China Investment Company Limited (AAA, VIS)	October 7, 2024	19.91%	-	1,997,348,868	1,997,348,868	-	-	-	-	-	-
Pak China Investment Company Limited (AAA, VIS)	October 7, 2024	18.68%	-	1,518,043,471	1,518,043,471	-	-	-	-	-	-
Pak China Investment Company Limited (AAA, VIS)	October 31, 2024	20.90%	1,652,363,669	-	1,652,363,669	-	-	-	-	-	-
Pak China Investment Company Limited (AAA, VIS)	October 31, 2024	20.90%	642,824,579	-	642,824,579	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 5, 2024	17.75%	-	250,768,622	250,768,622	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	November 8, 2024	16.45%	-	3,829,827,514	3,829,827,514	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	November 8, 2024	16.60%	-	1,874,144,274	1,874,144,274	-	-	-	-	-	-
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	November 8, 2024	16.60%	-	992,194,027	992,194,027	-	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	November 8, 2024	16.70%	-	1,106,897,945	1,106,897,945	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	November 11, 2024	16.60%	-	3,994,123,562	3,994,123,562	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	November 15, 2024	16.70%	-	3,755,083,425	3,755,083,425	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of investee company	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025				Net assets of the Fund	total investments of the Fund
				----------------------	----------------------	Rupees	----------------------	----------------------		--------- %	---------
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	December 26, 2024	14.25%	-	1,519,651,710	1,519,651,710	-	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	December 26, 2024	14.25%	-	651,309,304	651,309,304	-	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	December 26, 2024	14.25%	-	434,206,203	434,206,203	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	January 3, 2025	15.25%	-	4,220,322,164	4,220,322,164	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	January 31, 2025	13.40%	-	2,009,749,671	2,009,749,671	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	January 31, 2025	13.40%	-	2,011,656,767	2,011,656,767	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	February 13, 2025	13.50%	-	4,027,398,685	4,027,398,685	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	February 13, 2025	13.20%	-	2,024,184,493	2,024,184,493	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	February 13, 2025	13.20%	-	1,424,512,068	1,424,512,068	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	February 14, 2025	13.20%	-	1,016,502,457	1,016,502,457	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 17, 2025	12.00%	-	2,048,240,603	2,048,240,603	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	February 18, 2025	12.00%	-	1,025,677,397	1,025,677,397	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	February 20, 2025	13.50%	-	807,279,605	807,279,605	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	1,097,545,082	1,097,545,082	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	1,011,031,603	1,011,031,603	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	713,404,303	713,404,303	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	714,465,344	714,465,344	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	460,968,935	460,968,935	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	February 21, 2025	13.20%	-	461,654,530	461,654,530	-	-	-	-	-	-
Samba Bank Limited (AA, PACRA)	February 27, 2025	12.10%	-	2,050,747,699	2,050,747,699	-	-	-	-	-	-
Samba Bank Limited (AA, PACRA)	February 27, 2025	12.10%	-	2,000,760,343	2,000,760,343	-	-	-	-	-	-
Samba Bank Limited (AA, PACRA)	February 27, 2025	12.10%	-	615,224,310	615,224,310	-	-	-	-	-	-
Samba Bank Limited (AA, PACRA)	February 27, 2025	12.10%	-	615,436,438	615,436,438	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 4, 2025	12.00%	-	2,061,454,137	2,061,454,137	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 14, 2025	11.55%	-	4,511,084,920	4,511,084,920	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	March 17, 2025	12.25%	-	965,785,916	965,785,916	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 18, 2025	11.75%	-	4,534,643,255	4,534,643,255	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	March 18, 2025	11.75%	-	1,148,338,204	1,148,338,204	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 18, 2025	11.75%	-	620,475,702	620,475,702	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	March 19, 2025	11.75%	-	4,536,171,301	4,536,171,301	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	March 19, 2025	11.75%	-	1,043,997,370	1,043,997,370	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	March 19, 2025	11.75%	-	620,684,785	620,684,785	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 14, 2025	11.65%	-	1,979,082,815	1,979,082,815	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 15, 2025	11.50%	-	2,788,082,618	2,788,082,618	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 15, 2025	11.65%	-	2,083,852,164	2,083,852,164	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 15, 2025	11.65%	-	1,548,050,721	1,548,050,721	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 15, 2025	11.50%	-	516,411,596	516,411,596	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 15, 2025	11.50%	-	309,786,958	309,786,958	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 16, 2025	11.50%	-	2,289,283,051	2,289,283,051	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 16, 2025	11.50%	-	499,754,147	499,754,147	-	-	-	-	-	-
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	April 18, 2025	11.58%	-	2,286,792,742	2,286,792,742	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 22, 2025	11.65%	-	1,759,621,692	1,759,621,692	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 22, 2025	11.70%	-	879,790,823	879,790,823	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 22, 2025	11.65%	-	353,066,196	353,066,196	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 23, 2025	11.70%	-	2,564,414,795	2,564,414,795	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 23, 2025	11.70%	-	1,025,465,918	1,025,465,918	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	April 24, 2025	11.50%	-	1,036,005,123	1,036,005,123	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	April 24, 2025	11.70%	-	983,824,867	983,824,867	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	April 28, 2025	11.45%	-	4,506,500,781	4,506,500,781	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	April 28, 2025	11.45%	-	616,624,964	616,624,964	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 5, 2025	11.50%	-	1,039,540,603	1,039,540,603	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 5, 2025	11.50%	-	311,968,245	311,968,245	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 13, 2025	11.60%	-	781,591,901	781,591,901	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 14, 2025	11.60%	-	521,238,041	521,238,041	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 19, 2025	11.75%	-	2,289,723,402	2,289,723,402	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 19, 2025	11.75%	-	1,708,966,284	1,708,966,284	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 20, 2025	11.70%	-	2,456,750,997	2,456,750,997	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 20, 2025	11.70%	-	2,182,304,328	2,182,304,328	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 20, 2025	11.65%	-	1,461,596,318	1,461,596,318	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 20, 2025	11.70%	-	363,717,388	363,717,388	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	May 21, 2025	11.70%	-	900,662,893	900,662,893	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

Name of investee company	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Matured during the year	Face value: As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of Net assets of the Fund	Market value as a percentage of total investments of the Fund
			Rupees							%	
Askari Bank Limited (AA+, PACRA)	May 26, 2025	11.65%	-	941,728,599	941,728,599	-	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	June 16, 2025	11.70%	-	3,014,809,490	3,014,809,490	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	June 19, 2025	11.75%	-	4,476,436,893	4,476,436,893	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	June 19, 2025	11.75%	-	1,873,857,304	1,873,857,304	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	June 19, 2025	11.75%	-	624,619,101	624,619,101	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	June 20, 2025	11.70%	-	2,569,607,920	2,569,607,920	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	June 27, 2025	11.70%	-	2,999,644,122	2,999,644,122	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	July 16, 2025	11.68%	-	4,603,324,897	-	4,603,324,897	4,603,324,897	4,603,324,897	-	4.88	8.31
United Bank Limited (AAA, VIS)	July 22, 2025	11.68%	-	3,499,279,338	-	3,499,279,338	3,499,279,338	3,499,279,338	-	3.71	6.31
United Bank Limited (AAA, VIS)	July 23, 2025	11.68%	-	3,496,996,693	-	3,496,996,693	3,496,996,693	3,496,996,693	-	3.70	6.31
United Bank Limited (AAA, VIS)	July 25, 2025	11.68%	-	949,377,795	-	949,377,795	949,377,795	949,377,795	-	1.01	1.71
Askari Bank Limited (AA+, PACRA)	July 28, 2025	11.70%	-	4,199,750,005	-	4,199,750,005	4,199,750,005	4,199,750,005	-	4.45	7.58
Askari Bank Limited (AA+, PACRA)	July 28, 2025	11.70%	-	2,057,877,503	-	2,057,877,503	2,057,877,503	2,057,877,503	-	2.18	3.71
Pak Oman Investment Company Limited (AA+, VIS)	August 6, 2025	10.75%	-	4,630,816,324	-	4,630,816,324	4,630,816,324	4,630,816,324	-	4.91	8.36
Pak Oman Investment Company Limited (AA+, VIS)	August 6, 2025	10.75%	-	1,080,635,997	-	1,080,635,997	1,080,635,997	1,080,635,997	-	1.14	1.95
Askari Bank Limited (AA+, PACRA)	August 8, 2025	10.75%	-	1,999,680,767	-	1,999,680,767	1,999,680,767	1,999,680,767	-	2.12	3.61
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	October 17, 2025	11.40%	-	2,000,000,000	-	2,000,000,000	2,000,000,000	2,000,000,000	-	2.12	3.61
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	October 17, 2025	11.40%	-	1,000,000,000	-	1,000,000,000	1,000,000,000	1,000,000,000	-	1.06	1.80
Pakistan Mortgage Refinance Company Limited (AAA, VIS)	October 21, 2025	11.40%	-	500,000,000	-	500,000,000	500,000,000	500,000,000	-	0.53	0.90
Pak China Investment Company Limited (AAA, VIS)	October 30, 2025	10.75%	-	2,161,271,993	-	2,161,271,993	2,161,271,993	2,161,271,993	-	2.29	3.90
Pak China Investment Company Limited (AAA, VIS)	October 30, 2025	10.75%	-	683,600,161	-	683,600,161	683,600,161	683,600,161	-	0.72	1.23
Total as at June 30, 2025							32,862,611,473	32,862,611,473	-		
Total as at June 30, 2024							21,291,403,974	21,291,403,974	-		

6.5 Certificate of Musharakah

Name of investee company	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Matured during the year	Face value: As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of Net assets of the Fund	Market value as a percentage of total investments of the Fund
			Rupees							%	
Faysal Bank Limited (AA+, VIS)	July 12, 2024	19.60%	4,600,000,000	-	4,600,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	July 15, 2024	17.75%	4,600,000,000	-	4,600,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	July 26, 2024	17.10%	2,000,000,000	-	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	August 01, 2024	12.50%	2,000,000,000	-	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	August 16, 2024	14.50%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	August 16, 2024	15.00%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	August 16, 2024	14.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	August 19, 2024	15.00%	-	3,500,000,000	3,500,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	August 23, 2024	17.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	August 29, 2024	16.50%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	August 29, 2024	16.50%	-	2,300,000,000	2,300,000,000	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	August 30, 2024	16.75%	-	2,700,000,000	2,700,000,000	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	September 13, 2024	17.40%	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	September 13, 2024	17.05%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	September 13, 2024	17.25%	-	1,300,000,000	1,300,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	September 16, 2024	15.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	September 24, 2024	16.00%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	September 25, 2024	15.70%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	November 05, 2024	10.75%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	November 07, 2024	11.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	November 22, 2024	13.50%	-	4,500,000,000	4,500,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	November 22, 2024	12.80%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	November 25, 2024	13.00%	-	3,500,000,000	3,500,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	November 29, 2024	13.25%	-	4,500,000,000	4,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 02, 2024	13.25%	-	2,800,000,000	2,800,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 02, 2024	13.15%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	December 03, 2024	13.25%	-	3,200,000,000	3,200,000,000	-	-	-	-	-	-

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For The Year Ended June 30, 2025

Name of investee company	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025				Net assets of the Fund	total investments of the Fund
			------Rupees------							------ % ------	
Meezan Bank Limited (AAA, VIS)	December 03, 2024	13.30%	-	900,000,000	900,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 03, 2024	13.30%	-	2,600,000,000	2,600,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 03, 2024	13.30%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 10, 2024	13.40%	-	4,700,000,000	4,700,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 11, 2024	12.25%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	December 13, 2024	13.30%	-	3,800,000,000	3,800,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	December 13, 2024	13.30%	-	1,200,000,000	1,200,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 17, 2024	12.25%	-	3,100,000,000	3,100,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 17, 2024	12.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	December 20, 2024	12.80%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	December 27, 2024	11.25%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Habib Metropolitan Bank Limited (AA+, PACRA)	December 30, 2024	11.40%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 31, 2024	11.25%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 31, 2024	11.00%	-	2,100,000,000	2,100,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 03, 2025	11.50%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 03, 2025	11.25%	-	2,250,000,000	2,250,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 03, 2025	11.50%	-	1,300,000,000	1,300,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 08, 2025	11.25%	-	5,200,000,000	5,200,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 10, 2025	11.25%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 10, 2025	11.50%	-	5,200,000,000	5,200,000,000	-	-	-	-	-	-
Habib Metropolitan Bank Limited (AA+, PACRA)	January 14, 2025	11.50%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 15, 2025	11.40%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	January 16, 2025	11.50%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 17, 2025	11.40%	-	5,200,000,000	5,200,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	January 17, 2025	11.15%	-	500,000,000	500,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	January 17, 2025	11.25%	-	500,000,000	500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 20, 2025	11.30%	-	3,500,000,000	3,500,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	January 20, 2025	11.50%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 21, 2025	11.70%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	January 24, 2025	11.60%	-	5,200,000,000	5,200,000,000	-	-	-	-	-	-
Bank AL Habib Limited (AAA, PACRA)	January 28, 2025	11.60%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	January 31, 2025	11.00%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 03, 2025	11.15%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	February 11, 2025	11.00%	-	1,150,000,000	1,150,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	February 12, 2025	11.00%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 17, 2025	11.25%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 17, 2025	11.25%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 18, 2025	11.25%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 18, 2025	11.25%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 19, 2025	11.25%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 19, 2025	11.25%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Allied Bank Limited (AAA, PACRA)	February 20, 2025	11.30%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 21, 2025	11.30%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 21, 2025	11.30%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 24, 2025	11.30%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 24, 2025	11.30%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 25, 2025	11.30%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 25, 2025	11.30%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 05, 2025	11.30%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 05, 2025	11.25%	-	1,200,000,000	1,200,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 05, 2025	11.30%	-	1,375,000,000	1,375,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 11, 2025	11.30%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 11, 2025	11.30%	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 11, 2025	11.35%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 14, 2025	11.05%	-	4,000,000,000	4,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 21, 2025	11.35%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 25, 2025	11.30%	-	2,300,000,000	2,300,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 25, 2025	11.35%	-	3,600,000,000	3,600,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 27, 2025	11.35%	-	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 28, 2025	11.40%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	April 30, 2025	11.40%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

Name of investee company	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025				Net assets of the Fund	total investments of the Fund
			-----------------------------	----------------------------	-----------------------------	---Rupees---	-----------------------------	-----------------------------		-------	% -------
Habib Bank Limited (AAA, VIS)	May 30, 2025	11.25%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 05, 2025	10.60%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 05, 2025	10.70%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 05, 2025	10.75%	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	June 10, 2025	10.50%	-	7,000,000,000	7,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	June 13, 2025	10.70%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA+, VIS)	June 17, 2025	10.65%	-	7,000,000,000	7,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	June 30, 2025	10.40%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	July 04, 2025	10.60%	-	3,900,000,000	-	3,900,000,000	3,900,000,000	3,900,000,000	-	4.13	7.04
Total as at June 30, 2025							3,900,000,000	3,900,000,000	-		
Total as at June 30, 2024							4,800,000,000	4,800,000,000	-		

		Note	2025	2024
7	**PROFIT RECEIVABLE**		------- (Rupees)	-------
	Profit receivable on sukuk certificates		112,246,669	159,231,389
	Profit receivable on balances with banks	7.1	150,985,645	487,205,768
	Profit receivable on letter of placements		692,557,022	691,946,301
	Profit receivable on term deposit receipts		30,033,976	27,507,927
			985,823,312	1,365,891,385

7.1 This include profit receivable on balances with bank held with Faysal Bank Limited - a related party, of Rs. 64.616 million (2024: Rs. 429.13 million).

		Note	2025	2024
8	**ADVANCES, DEPOSITS AND OTHER RECEIVABLES**		------- (Rupees)	-------
	Security deposits with Central Depository Company of Pakistan Limited		100,000	100,000
	Advance tax	8.1	4,773,005	4,247,620
	Other receivables		1,421,344	1,421,344
			6,294,349	5,768,964

8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 150 and 151. However, withholding tax on profit on debt paid to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on debt amounts to Rs 4.773 million (2024: Rs. 4.247 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. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt, has been shown as other receivable as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

9	PRELIMINARY EXPENSES AND FLOATATION COST	Note	2025	2024
			------- (Rupees) -------	
	Balance at beginning of the year		108,869	206,957
	Less: Amortisation during the year	9.1	(97,820)	(98,088)
	At the end of the year		11,049	108,869

9.1 Preliminary expenses and flotation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over five years commencing from August 11, 2020 in accordance with the trust deed of the Fund and the NBFC Regulations.

10	PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	2025	2024
			------- (Rupees) -------	
	Management fee payable	10.1	85,017,370	6,877,515
	Sindh Sales Tax payable on management fee	10.2	12,752,606	894,077
	Sales load		31,683,870	2,657,282
	Selling and marketing charges payable	10.3	-	14,167,325
			129,453,846	24,596,199

10.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. The Management Company has determined the maximum rate to be upto 1.75% and is charging the remuneration variably keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rates ranging from 0.01% to 1.75% (2024: 0.02% to 1%)

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

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, introduced the management fee cap of 1.25% to be calculated on a per annum basis of the average daily net assets, applicable to an "Money Market Scheme". This revision is effective from July 1, 2025. As at June 30, 2025 the Fund is not subject to a management fee cap.

10.2 During the year, an amount of Rs. 75.736 million (2023: 18.902 million) was charged on account of sales tax at the rate of 15% (2024: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.

10.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

The Management Company has not charged selling and marketing expenses during the year. (2024: 0.28% to 0.55%).

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

11	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2025	2024
			------- (Rupees) -------	
	Trustee fee payable	9.1	3,637,618	2,238,570
	Sindh Sales Tax on Trustee fee payable	9.2	545,642	291,014
			4,183,260	2,529,584

11.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.055% (2024: 0.055%) of daily net assets.

11.2 During the year, an amount of Rs. 5.25 million (2024: Rs. 2.329 million) was charged on account of sales tax at the rate of 15% (2024: 13%) on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

12	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2025	2024
			------- (Rupees) -------	
	Fee payable	10.1	4,960,388	3,049,410

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

12.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2024: 0.075%) per annum of the daily net assets during the year ended June 30, 2025.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

13 ACCRUED EXPENSES AND OTHER LIABILITIES	**2025**	**2024**
	------- (Rupees) -------	
Auditor's remuneration payable	887,870	593,906
Legal and professional charges payable	1,082,210	951,565
Rating fee payable	256,558	303,992
Annual listing fee payable	36,819	-
Printing charges payable	2,121	4,552
Shariah advisory fee payable	150,000	276,330
Withholding and capital gain tax payable	761,215,188	237,691,780
Transaction charges payable	3,978,052	924,354
Payable to Central Zakat Fund	2,083,632	284,440
Other payables	1,464,106	1,464,066
Dividend payable	104,196,719	-
	875,353,276	242,494,985

14 CONTINGENCIES AND COMMITMENTS

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

15 AUDITORS' REMUNERATION	**2025**	**2024**
	------- (Rupees) -------	
Audit fee	570,000	380,000
Review and other certifications	457,500	305,000
Out of pocket expenses	32,489	43,178
	1,059,989	728,178
Sindh Sales Tax	84,799	58,254
	1,144,788	786,432

16 TAXATION

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

17 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current year results is 1.07% (2024: 0.84%) which includes 0.21% (2023: 0.14%) representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market scheme.

During the year ended June 30, 2025, the SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit with effect from July 1, 2025. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 10.1 of these financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

18	CASH AND CASH EQUIVALENTS	2025	2024
		------- (Rupees) -------	
	Balances with banks	39,146,075,537	15,925,050,209
	Letter of placements - having original maturity of 3 months or less	20,260,111,811	18,996,215,726
	Islamic term deposit receipts - having original maturity of 3 months or less	2,000,000,000	4,800,000,000
	Certificate of Musharakah - having original maturity of 3 months or less	3,900,000,000	-
		65,306,187,348	39,721,265,935

19 TRANSACTIONS AND BALANCES WITH CONNECTED PERSON AND RELATED PARTIES

19.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding 10 percent or more units / net assets of the Fund.

19.2 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. Transactions with connected persons are in the normal course of business, at contracted rates and terms.

19.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

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

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

Transactions during the year	**2025**	**2024**
	------- (Rupees) -------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	504,904,390	145,396,761
Sindh sales tax on remuneration of the Management Company	75,735,658	18,901,579
Accounting and operational charges	-	5,527,783
Selling and marketing expenses	-	54,821,621
Issuance of 62,040,959 units (2024: 408,937 units)	6,569,292,988	40,893,661
Redemption of 41,098,261 units (2024: 409,923 units)	4,555,703,420	40,992,299
Dividend reinvested	-	98,647
Faysal Bank Limited - Group company		
Profit on balances with bank	1,348,603,659	2,935,603,263
Bank charges	107,517	3,003
Issuance of 33,156 units (2024: nil units)	3,589,340	-
Redemption of 33,156 units (2024: nil units)	3,686,511	-
Certificates of musharakah - purchase	-	157,140,986
Certificates of mudaraba - purchase	-	1,000,000,000
FAML-Employees Provident Fund		
Issuance of 515,055 units (2024: 141,889 units)	54,784,829	14,188,947
Dividend reinvested of 34 units (2024: 5,048 units)	20,122	504,808
Redemption of 432,070 units (2024: nil units)	45,996,241	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2025	2024
	------- (Rupees) -------	
FAML-Staff Gratuity Fund		
Issuance of 1,895,364 units (2024: nil units)	202,662,835	-
Redemption of 1,237,068 units (2024: nil units)	131,692,793	-
Dividend reinvested of 96 units (2024: nil units)	9,606	-
FBL-Staff Provident Fund		
Issuance of 6,228 units (2024: nil units)	670,250	-
Dividend reinvested of 239 units (2024: 5,048 units)	23,891	-
FBL-Staff Gratuity Fund		
Issuance of 475 units (2024: nil units)	51,071	-
Dividend reinvested of 24 units (2024: nil units)	2,427	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	35,029,239	17,915,114
Sindh sales tax on remuneration of the Trustee	5,254,386	2,328,965
Key Management Personnel Of The Management Company		
Issuance of 3,342,099 units (2024: 2,448,456 units)	364,017,485	244,845,627
Redemption of 3,273,684 units (2023: 2,004,000 units)	361,187,637	200,400,000
Dividend reinvested of 180 units (2024: 26,461 units)	83,259	2,646,140
Unit holders with 10% or more unit holding		
Issuance of 120,817,129 units (2024: 265,256,604 units)	12,399,783,819	26,525,660,357
Redemption of 33,927,157 units (2024: 178,068,339 units)	3,782,231,916	17,806,833,915
Dividend reinvested of nil units (2024: 14,936,710 units)	-	1,493,671,004

Outstanding balances	2025	2024
	------- (Rupees) -------	
Faysal Asset Management Limited - Management Company		
Management fee payable	85,017,370	6,877,515
Sindh sales tax payable on management fee	12,752,606	894,077
Selling and marketing charges payable	-	14,167,325
Sales load	31,683,870	2,657,282
Investment of 20,942,698 units (2024 : nil units)	2,099,594,062	-
Faysal Bank Limited - Group company		
Balance with bank	18,591,604,885	9,510,789,989
Profit receivable on balance with bank	15,363,195,867	429,128,797
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	3,637,618	2,238,570
Sindh sales tax on Trustee fee payable	545,642	291,014
FAML-Employees Provident Fund		
Investment of 229,956 units (2024:146,938 units)	23,054,063	14,693,775
FAML-Staff Gratuity Fund		
Investment of 658,392 units (2024: nil units)	66,006,568	-
FBL-Staff Provident Fund		
Investment of 6,467 units (2024: nil units)	648,297	-
FBL-Staff Gratuity Fund		
Investment of 499 units (2024: nil units)	50,007	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Outstanding balances	2025	2024
	------- (Rupees) -------	
Key Management Personnel Of The Management Company		
Investment of 539,513 units (2024: 470,918 units)	54,088,439	47,091,767
Unit holders with 10% or more unit holding		
Investment of 86,889,972 units (2024: 124,867,577 units)	8,711,087,315	12,486,757,685

20 FINANCIAL INSTRUMENTS BY CATEGORY

	---------------- 2025 ----------------		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balances with banks	39,146,075,537	-	39,146,075,537
Investments	-	55,414,289,473	55,414,289,473
Deposits and other receivables	1,521,344	-	1,521,344
Profit receivable	985,823,312	-	985,823,312
Receivable against sale of units	720,882	-	720,882
	40,134,141,075	55,414,289,473	95,548,430,548
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	129,453,846	-	129,453,846
Payable to Central Depository Company of			-
Pakistan - Trustee	4,183,260	-	4,183,260
Payable against conversion and redemption of units	147,722,541	-	147,722,541
Accrued expenses and other liabilities	112,054,455	-	112,054,455
	393,414,103	-	393,414,103

	---------------- 2024 ----------------		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balances with banks	15,925,050,209	-	15,925,050,209
Investments	-	30,277,403,974	30,277,403,974
Deposits and other receivables	1,521,344	-	1,521,344
Profit receivable	1,365,891,385	-	1,365,891,385
Receivable against sale of units	36,416,902	-	36,416,902
	17,328,879,840	30,277,403,974	47,606,283,814
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	24,596,199	-	24,596,199
Payable to Central Depository Company of Pakistan - Trustee	2,529,584	-	2,529,584
Payable against conversion and redemption of units	35,442,188	-	35,442,188
Accrued expenses and other liabilities	4,518,765	-	4,518,765
	67,086,736	-	67,086,736

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

21.1 Market risk

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

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

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

(i) Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market profit rates. As of June 30, 2025, the Fund's exposure to the risk of changes in market profit rates relates primarily to balances with banks and investments. 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

The Fund's profit rate risk arises from the balances in savings accounts and investments in corporate sukuks. As at June 30, 2025, if there had been increase / decrease of 100 basis points in interest rates, with all other variables held constant, net assets of the Fund for the year then ended would have been higher / lower by Rs. 450.870 million (2024: Rs. 201.111 million).

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 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 instruments is based on the 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:

	2025					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	5% to 12%	39,146,075,537	-	-	-	39,146,075,537
Investments	10.60% to 12.76%	40,089,527,319	15,324,762,154	-	-	55,414,289,473
Deposits and other receivables		-	-	-	1,521,344	1,521,344
Profit receivable		-	-	-	985,823,312	985,823,312
Receivable against sale of units		-	-	-	720,882	720,882
		79,235,602,856	15,324,762,154	-	988,065,538	95,548,430,548
Financial liabilities						
Payable to Faysal Asset Management		-	-	-	-	
Limited - Management Company		-	-	-	129,453,846	129,453,846
Payable to Central Depository Company		-	-	-	-	
of Pakistan - Trustee		-	-	-	4,183,260	4,183,260
Payable against conversion and redemption of units		-	-	-	147,722,541	147,722,541
Accrued expenses and other liabilities		-	-	-	112,054,455	112,054,455
			-	-	393,414,103	393,414,103
On-balance sheet gap (a)		79,235,602,856	15,324,762,154	-	594,651,435	95,155,016,445
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		79,235,602,856	15,324,762,154	-		
Cumulative profit rate sensitivity gap		79,235,602,856	94,560,365,010	94,560,365,010		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	2024					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	6.5% to 20.75%	15,925,050,209	-	-	-	15,925,050,209
Investments	10.40% to 21.98%	24,996,215,726	5,281,188,248	-	-	30,277,403,974
Deposits and other receivables		-	-	-	1,521,344	1,521,344
Profit receivable		-	-	-	1,365,891,385	1,365,891,385
Receivable against sale of units		-	-	-	36,416,902	36,416,902
		40,921,265,935	5,281,188,248	-	1,403,829,631	47,606,283,814
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	24,596,199	24,596,199
Payable to Central Depository Company of Pakistan - Trustee		-	-	-	2,529,584	2,529,584
Payable against conversion and redemption of units					35,442,188	35,442,188
Accrued expenses and other liabilities		-	-	-	4,518,765	4,518,765
		-	-	-	67,086,736	67,086,736
On-balance sheet gap (a)		40,921,265,935	5,281,188,248	-	1,336,742,895	47,539,197,078
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		40,921,265,935	5,281,188,248	-		
Cumulative profit rate sensitivity gap		40,921,265,935	46,202,454,183	46,202,454,183		

(ii) Currency risk

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

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund did not have any financial instrument that is exposed to price risk (other than those arising from profit rate risk or currency risk).

21.2 Liquidity risk

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

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

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement subject to the maximum limit which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. However, no borrowing was required to be obtained by the Fund during the current year.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

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 dates. 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 and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	39,146,075,537	-	-	-	-	-	39,146,075,537
Investments	-	22,260,111,811	33,154,177,662	-	-	-	55,414,289,473
Deposits and other receivables	1,421,344	-	-	-	-	100,000	1,521,344
Profit receivable	985,823,312	-	-	-	-	-	985,823,312
Receivable against sale of units	720,882	-	-	-	-	-	720,882
	40,134,041,074	22,260,111,811	33,154,177,662	-	-	100,000	95,548,430,548
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	129,453,846	-	-	-	-	-	129,453,846
Payable to Central Depository Company of Pakistan - Trustee	4,183,260	-	-	-	-	-	4,183,260
Payable against conversion and redemption of units	147,722,541						147,722,541
Accrued expenses and other liabilities	111,166,585	887,870	-	-	-	-	112,054,455
	392,526,233	887,870	-	-	-	-	393,414,103
Net financial assets	39,741,514,841	22,259,223,941	33,154,177,662	-	-	100,000	95,155,016,445

	2024						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	15,925,050,209	-	-	-	-	-	15,925,050,209
Investments	-	24,996,215,726	5,281,188,248	-	-	-	30,277,403,974
Deposits and other receivables	1,421,344	-	-	-	-	100,000	1,521,344
Profit receivable	1,365,891,385	-	-	-	-	-	1,365,891,385
Receivable against sale of units	36,416,902	-	-	-	-	-	36,416,902
	17,328,779,840	24,996,215,726	5,281,188,248	-	-	100,000	47,606,283,814
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	24,596,199	-	-	-	-	-	24,596,199
Payable to Central Depository Company of Pakistan - Trustee	2,529,584	-	-	-	-	-	2,529,584
Payable against conversion and redemption of units	35,442,188	-	-	-	-	-	35,442,188
Accrued expenses and other liabilities	2,745,233	593,906	-	-	-	-	3,339,139
	65,313,204	593,906	-	-	-	-	65,907,110
Net financial assets	17,263,466,636	24,995,621,820	5,281,188,248	-	-	100,000	47,540,376,704

21.3 Credit risk

21.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arises from deposits with banks and financial institutions, profit receivable on bank deposits, credit exposure arising as a result of investment in debt securities, profit receivable on debt securities and receivable against conversion of units.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Credit risk arising on the debt instruments other than government securities is mitigated by investing in rated instruments or instruments issued by rated counterparties of credit ratings of at least investment grade by the recognised rating agencies. The Fund receives a monthly rating update, against which investments are reviewed. The Fund, however, also invests in unrated instruments based on internal ratings assigned by the Fund manager using an approach that is consistent with the approach used by the rating agencies. Credit risk arising on other financial assets is monitored through a regular analysis of financial position of brokers and other parties. In accordance with the risk management policy of the Fund, the investment manager monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The table below analyses the Fund's maximum exposure to credit risk:

	June 30, 2025		June 30, 2024	
	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 -------------------	
Balances with banks	39,146,075,537	39,146,075,537	15,925,050,209	15,925,050,209
Investments	55,414,289,473	44,703,611,473	30,277,403,974	30,277,403,974
Deposits and other receivables	1,521,344	1,521,344	1,521,344	1,521,344
Profit receivable	985,823,312	985,823,312	1,365,891,385	1,365,891,385
Receivable against conversion of units	720,882	720,882	36,416,902	36,416,902
	95,548,430,548	84,837,752,548	47,606,283,814	47,606,283,814

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

21.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its balances with banks and profit accrued thereon and against investments. The credit rating profile of balances with banks is as follows:

	% of financial assets exposed to credit risk	
Rating	**2025**	**2024**
AAA	24.23%	13.90%
AA	21.91%	20.88%
AA+*	0.00%	-
	46.14%	34.78%

Ratings of investments have been disclosed in related notes to these financial statements. Since, the assets of the Fund are held with credit worthy counterparties, therefore any significant credit risk is mitigated.

* Nil due to rounding off.

21.3.3 Concentration of credit risk

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

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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

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 the reporting date, the Fund held the following financial instruments measured at fair values:

ASSETS	2025			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	Rupees			
Sukuk certificates*	-	5,941,000,000	-	5,941,000,000
Islamic term deposit receipts*	-	2,000,000,000	-	2,000,000,000
Government of Pakistan (GoP) - Ijarah Sukuks	-	10,710,678,000	-	10,710,678,000
Letter of placements*	-	32,862,611,473	-	32,862,611,473
	-	51,514,289,473	-	51,514,289,473

ASSETS	2024			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	Rupees			
Certificate of mudaraba*	-	4,186,000,000	-	4,186,000,000
Islamic term deposit receipts*	-	4,800,000,000	-	4,800,000,000
Sukuk certificates*	-	21,291,403,974	-	21,291,403,974
	-	30,277,403,974	-	30,277,403,974

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

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

Item	Valuation technique
Government of Pakistan - Ijarah sukuks - PSX Listed	The fair value of GoP Ijarah sukuks listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange.
Government of Pakistan - Ijarah sukuks - Other than PSX Listed	The fair value of other GoP Ijarah sukuks are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.

There were no transfers between levels during the year.

23 UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

24 UNIT HOLDING PATTERN OF THE FUND

Category	---------- 2025 ----------		
	Number of unit holders	Number of units held	Percentage of total
Individual	14,193	925,504,585	98.30%
Retirement Funds	129	1,628,581	0.17%
Insurance Company	23	3,192,660	0.34%
Other Corporate	351	11,195,944	1.19%
	14,696	941,521,771	100.00%

Category	---------- 2024 ----------		
	Number of unit holders	Number of units held	Percentage of total
Individual	390	14,064,182	2.97%
Retirement Funds	31	22,846,137	4.83%
Insurance Company	1	107,369	0.02%
Other Corporate	130	436,007,750	92.17%
	552	473,025,438	100.00%

25 LIST OF BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025	2024
	Percentage of commission paid	Percentage of commission paid
Bright Capital (Private) Limited	67.88%	0.00%
C&M Management (Private) Limited	23.43%	0.00%
Invest One Markets Limited	2.37%	0.00%
Currency Markets Associates (Private) Limited	1.63%	23.33%
Magenta Capital (Private) Limited	1.67%	76.67%
Next Capital Limited	1.85%	0.00%
Continental Exchange (Pvt.) Limited	0.23%	0.00%
Arif Habib Limited	0.21%	0.00%
ICON Management (Pvt.) Limited	0.19%	0.00%
Vector Capital (Pvt.) Limited	0.17%	0.00%
	100%	100%

26 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 34 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 26 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 23 Years
Mr. Nafees Imtiaz Malik	Chief Innovation and Product Officer	MBA	Over 13 Years
Mr. Shahid Iqbal	Head of Fixed Income	B.Com	Over 33 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 19 Years
Mr. Mustajab Alam	Fund Manager	MBA Finance	Over 13 Years
Syed Eunas Viqar	Chief Compliance and Risk Officer	ACCA	Over 17 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years
Ms Sarah Rehman	Head of Research	CFA, MBA	Over 9 Years

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

27 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Shahid Iqbal	Fund Manager	Bachelors in Commerce	Faysal Islamic Savings Growth Fund, Faysal Islamic Asset Allocation Fund, Faysal Halal Amdani Fund, Faysal Islamic Special Income Fund, Faysal Islamic Financial Planning Fund II, Faysal Islamic Sovereign Fund, Faysal Islamic Financial Growth Fund and Faysal Islamic Mustakil Munafa Fund

28 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

29 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.

30 GENERAL

30.1 Figures have been rounded off to the nearest rupees unless otherwise stated.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on August 13, 2025 .

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I) AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

	June 30, 2025 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2022 (Rupees)	June 30, 2021 (Rupees)
(i) PERFORMANCE TABLE					
Net assets	94,391,541,291	47,302,527,937	21,453,762,249	19,577,191,938	11,350,929,406
Net assets value per unit	100.2542	100.0000	100.00	100.00	100.00
Offer price per unit	102.5601	102.2600	102.26	102.26	102.26
Repurchase price per unit	100.2280	99.0000	99.00	99.00	99
Highest offer price per unit	116.3754	102.6000	102.26	102.26	102.26
Highest repurchase price per unit	113.7589	99.0000	100	100	100
Lowest offer price per unit	102.2600	100.0000	102.26	102.26	102.26
Lowest repurchase price per unit	100.0000	100.0000	100	100	100
Total return:	14.08%	22.31%	17.43%	10.18%	6.95%
- capital growth	0.29%	2.10%	0.00%	0.00%	0.00%
- income distribution	13.79%	20.21%	17.43%	10.18%	6.95%
Average annual return: (Launch date: January 02, 2020)					
- one year	14.08%	22.31%	17.43%	10.18%	6.95%
- two years	18.20%	19.87%	13.81%	8.57%	N/A
- three years	17.94%	16.64%	11.52%	N/A	N/A
Four Years	16.00%	14.22%			
Five Years	14.19%				
Distribution per unit:					
- Interim distribution (% per unit) *	13.79%	20.21%	17.43%	10.18%	6.95%
- Final distribution (% per unit)			0.00%	0.00%	-
	13.79%	20.21%	17.43%	10.18%	6.95%

* Announced on 20 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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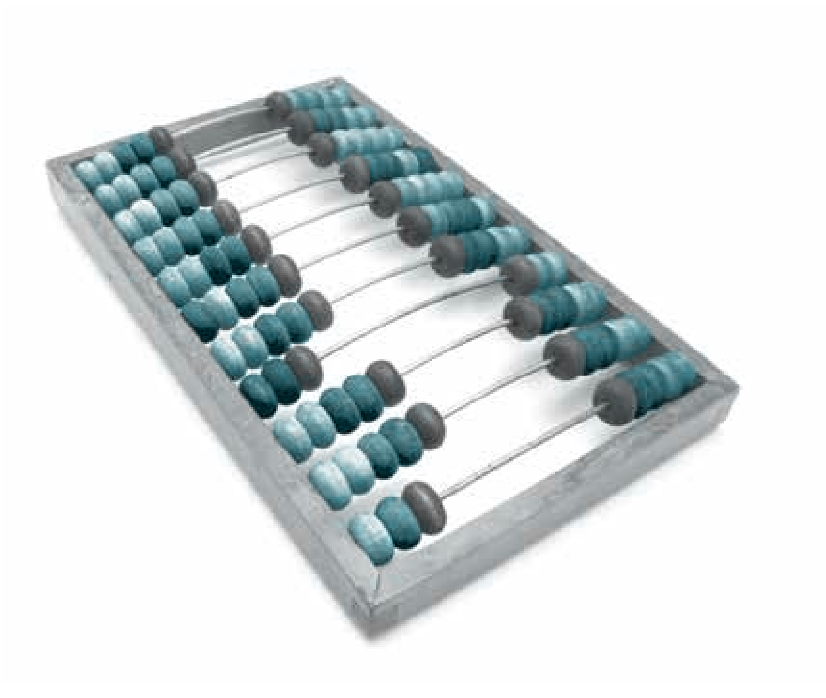
Faysal Islamic Sovereign Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited
Dubai Islamic Bank

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Islamic Sovereign Fund seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

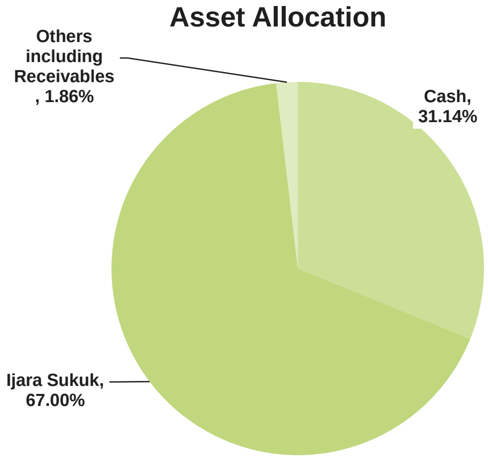
Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

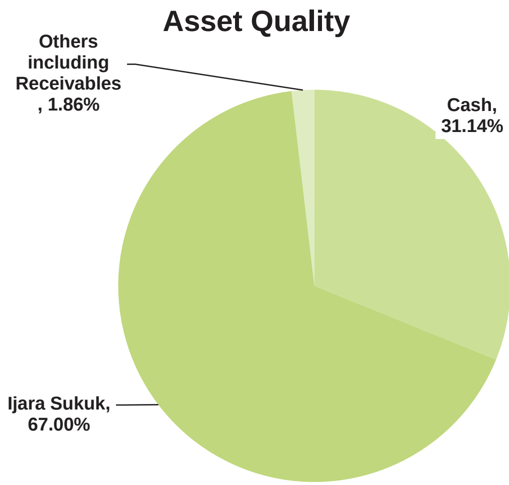
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T bill yields in the recent auctions.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Sovereign Income Scheme (nonequity)
Risk Profile	Low
Launch Date	February 1, 2023
Custodian/Trustee	CDC
Stability Rating	AA(f) (VIS) July 10 ,2024
Auditor	A.F. Ferguson & Co.
Management Fee	Up to 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 2.00%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	90% six (6) months PKISRV rates + 10% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	100.78
Net Assets (mn)	2,639
Total Expense Ratio (Annualized)	2.45%
Total Expense Ratio (Monthly)	2.58%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	13.05%	21.81%
Benchmark (YTD)	13.16%	20.13%





FUND PERFORMANCE

Faysal Islamic Sovereign Fund (FISP-I) underperform its benchmark return by 0.11%, posting an annualized return of 13.05% in FY25 to date. Most of the funds were allocated in Cash (31.14%), Ijarah Sukuks (67.00%), and Others (1.86%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

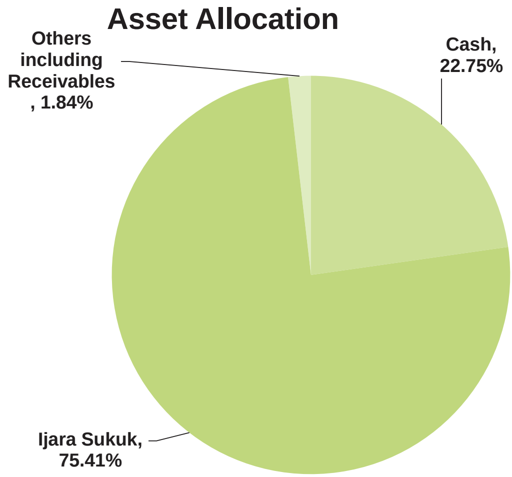
Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Sovereign Income Scheme (nonequity)
Risk Profile	Low
Launch Date	January 8, 2024
Custodian/Trustee	CDC
Stability Rating	AA(f) (VIS) August 20 ,2024
Auditor	A.F. Ferguson & Co.
Management Fee	Up to 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 2.00%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	Six (6) months PKISRV rates
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	100.29
Net Assets (mn)	3,747
Total Expense Ratio (Annualized)	2.45%
Total Expense Ratio (Monthly)	2.50%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	13.67%	18.99%
Benchmark (YTD)	13.16%	19.57%



FUND PERFORMANCE

Faysal Islamic Sovereign Fund (FISP-II) outpaced its benchmark return by 0.51%, posting an annualized return of 13.67% in FY25 to date. Most of the funds were allocated in Cash (22.75), Ijarah Sukuks (75.41 %), and Others (1.84%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين,والصلاة والسلام على خاتم النبيّن وسيد المرسلين,
وعلى آله واصحابه أجمعين,أمّا بعد

Annual Report
of
Faysal Islamic Sovereign Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Sovereign Fund (FISF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of **FISF** in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of **FISF** by **FAML** Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Sovereign Fund (FISF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Farooqi

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC SOVEREIGN FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Sovereign Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

We would like to draw the attention of unit holders towards clause 2.2.9 of the offering document, wherein the Fund is required to maintained minimum 10% of net assets in Cash and near Cash instruments which include cash in bank (excluding TDR) and Shariah Compliant Government Securities not exceeding 90 days maturity. In this regard, Faysal Islamic Sovereign Plan-1 and Faysal Islamic Sovereign Plan-II were non-compliant with the said requirement in various days starting from January 2025 to May 2025 and from March 2025 to May 2025 with maximum breach by 9.99% and 9.98% respectively. The said non-compliance has also been reported to the Securities and Exchange Commission of Pakistan.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 12, 2025

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
www.yousufadil.com

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

To The Board of Directors of Faysal Asset Management Limited (Management Company of Faysal Islamic Sovereign 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 **Faysal Islamic Sovereign Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

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

a) legal and regulatory framework administered by the SECP;

b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;

c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;

d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and

e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 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 unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

4. **Our Independence and Quality Management**

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

The firm applies International Standard on Quality Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. **Our Responsibility and Summary of the Work Performed**

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *'Assurance Engagements Other than Audits or Reviews of Historical Financial Information'*, issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

6. **Conclusion**

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

The engagement partner on the assurance resulting in this independent assurance report is Shafqat Ali.

Yousuf Adil
Chartered Accountants

Date: September 27, 2025
Place: Karachi

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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Sovereign Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Faysal Islamic Sovereign Fund (the Fund / Collective Investment Scheme), which comprise the statement of assets and liabilities as at June 30, 2025, and the income statement, the statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	**Net Asset Value** (Refer notes 5 and 6 to the financial statements)	
	Balances with banks and investments constitute the most significant component of the net asset value. Balances with banks aggregated to Rs. 1,723.53 million and investments of the Fund amounted to Rs. 4,660.32 million as at June 30, 2025. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

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A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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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.

Responsibilities of Management and Board of Directors of the Management Company 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.

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- 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, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;

b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and

c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar.**

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A. F. Ferguson & Co.
Chartered Accountants
Dated: September 26, 2025
Karachi
UDIN: AR202510068NQwX9qGvZ

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
		(Rupees)			(Rupees)		
Assets							
Balances with banks	5	862,058,134	861,470,787	1,723,528,921	1,010,525,583	1,341,939,487	2,352,465,070
Investments	6	1,796,332,295	2,863,991,500	4,660,323,795	4,333,960,340	2,702,670,000	7,036,630,340
Receivable against sale of units		-	3,630,811	3,630,811	7,431,000	-	7,431,000
Deposit and other receivables	7	49,656,767	69,765,788	119,422,555	112,829,013	85,027,522	197,856,535
Preliminary expenses and floatation costs	8	263,848	-	263,848	366,328	-	366,328
Total assets		2,708,311,044	3,798,858,885	6,507,169,930	5,465,112,264	4,129,637,009	9,594,749,273
Liabilities							
Payable against redemption of units		27,421,446	1,262,116	28,683,562	46,052,150	32,214,897	78,267,047
Dividend payable		-	4,322	4,322	10,038,307	40	10,038,347
Payable to Faysal Asset Management Limited - Management Company	9	14,382,391	11,604,225	25,986,616	21,257,711	15,826,372	37,084,083
Payable to Central Depository Company of Pakistan Limited - Trustee	10	124,451	205,261	329,712	265,663	579,440	845,103
Payable to the Securities and Exchange Commission of Pakistan	11	152,043	243,676	395,719	319,330	215,773	535,103
Accrued expenses and other liabilities	12	27,430,209	38,330,180	65,760,389	42,908,951	26,822,411	69,731,362
Total liabilities		69,510,541	51,649,779	121,160,320	120,842,112	75,658,933	196,501,045
Net assets		2,638,800,504	3,747,209,106	6,386,009,610	5,344,270,152	4,053,978,076	9,398,248,228
Unit holders' fund (as per statement attached)		2,638,800,504	3,747,209,106	6,386,009,610	5,344,270,152	4,053,978,076	9,398,248,228
Contingencies and commitments	13						
		(Number of units)			(Number of units)		
Number of units in issue		26,182,855	37,306,726	63,489,581	53,119,397	40,423,792	93,543,189
		(Rupees)	**(Rupees)**		**(Rupees)**	**(Rupees)**	
Net asset value per unit		100.7835	100.4433		100.6086	100.2869	

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

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT

For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025 - Faysal Islamic Sovereign Plan I	For the year ended June 30, 2025 - Faysal Islamic Sovereign Plan II	Total	For the year ended June 30, 2024 - Faysal Islamic Sovereign Plan I	For the period from January 8, 2024 to June 30, 2024 - Faysal Islamic Sovereign Plan II	Total
		(Rupees)			(Rupees)		
Income							
Profit on balances with banks		570,829,215	495,471,438	1,066,300,653	638,437,112	117,082,549	755,519,661
Profit on GoP Ijara sukuks		2,027,419,994	1,564,258,841	3,591,678,835	2,073,687,483	446,833,597	2,520,521,080
Profit on Corporate sukuks		26,446,078	12,513,917	38,959,995			
Profit on money market placements		445,199,807	406,236,603	851,436,410			
Profit on Certificates of Musharakah		-	452,676	452,676	71,602,946	27,000,000	98,602,946
Realised gain / (loss) on sale of investments - net		112,388,047	(30,019,513)	82,368,534	46,741,808	(19,050,668)	27,691,140
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	6.6	9,322,860	7,955,291	17,278,151	42,550,333	(5,697,841)	36,852,492
		3,191,606,001	2,456,869,253	5,648,475,254	2,873,019,682	566,167,637	3,439,187,319
Expenses							
Remuneration of Faysal Asset Management Limited - Management Company	9.1	412,013,386	364,057,296	776,070,681	228,526,197	44,968,750	273,494,947
Sindh sales tax on remuneration of the Management Company	9.2	61,802,007	54,608,594	116,410,602	29,708,406	5,845,938	35,554,344
Selling and marketing expenses	9.3	-	-	-	20,846,848	3,194,443	24,041,291
Accounting and operational charges	9.4	-	-	-	6,535,809	198,143	6,733,952
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	11,377,844	10,045,417	21,423,261	7,189,390	1,567,227	8,756,617
Sindh sales tax on remuneration of the Trustee	10.2	1,706,677	1,506,813	3,213,489	934,788	203,855	1,138,643
Annual fee to the Securities and Exchange Commission of Pakistan		15,520,204	13,698,402	29,218,606	9,804,032	2,137,192	11,941,224
Auditors' remuneration	14	572,469	572,469	1,144,938	500,589	171,502	672,091
Transaction charges		3,396,805	3,406,439	6,803,244	562,801	123,437	686,238
Legal and professional charges		65,279	65,279	130,559	99,642	30,861	130,503
Shariah advisory fee		75,000	74,999	149,999	58,983	54,066	113,049
Amortisation of preliminary expenses and floatation costs	8	102,480	-	102,480	102,480	-	102,480
Bank charges		221,141	179,346	400,487	291,367	21,578	312,945
Fund rating		209,660	11,910	221,569			
Printing charges		8,413	15,079	23,492	5,843	4,131	9,974
Total expenses		507,071,365	448,242,043	955,313,408	305,167,175	58,521,123	363,688,298
Net income for the year / period before taxation		2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021
Taxation	16	-	-	-	-	-	-
Net income for the year / period after taxation		2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021
Allocation of net income for the year / period							
Net income for the year / period after taxation		2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021
Income already paid on units redeemed		(2,438,405,606)	(1,939,720,300)	(4,378,125,905)	(1,126,614,087)	(403,336,987)	(1,529,951,074)
		246,129,031	68,906,910	315,035,941	1,441,238,420	104,309,527	1,545,547,947
Accounting income available for distribution							
- Relating to capital gains		121,710,907	-	99,646,684	89,292,141	-	89,292,141
- Excluding capital gains		124,418,123	68,906,910	215,389,256	1,351,946,279	104,309,527	1,456,255,806
		246,129,031	68,906,910	315,035,941	1,441,238,420	104,309,527	1,545,547,947

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	(Rupees)			(Rupees)		
Net income for the year / period after taxation	2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021
Other comprehensive income for the year / period	-	-	-	-	-	-
Total comprehensive income for the year / period	2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For the year ended June 30, 2025			For the year ended June 30, 2025			For the year ended June 30, 2025		
	Faysal Islamic Sovereign Plan I (FISP-I)			Faysal Islamic Sovereign Plan II (FISP-II)			Total		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the year	5,276,148,740	68,121,412	5,344,270,152	4,051,272,414	2,705,662	4,053,978,076	9,327,421,154	70,827,074	9,398,248,228
Issuance of 532,225,114 units (2024: 1,344,021,486 units) in FISP-I									
Issuance of 565,990,540 units (2024: 202,465,644 units) in FISP-II									
- Capital value (at ex-net asset value per unit at the beginning of the year)	53,546,443,513	-	53,546,443,513	56,761,454,743	-	56,761,454,743	110,307,898,256	-	110,307,898,256
- Element of income	2,562,702,499	-	2,562,702,499	3,898,140,285	-	3,898,140,285	6,460,842,784	-	6,460,842,784
Total proceeds on issuance of units	56,109,146,011	-	56,109,146,012	60,659,595,029	-	60,659,595,028	116,768,741,040	-	116,768,741,040
Redemption of 559,161,656 units (2024: 1,348,605,065 units) in FISP-I									
Redemption of 569,107,606 units (2024: 162,041,852 units) in FISP-II									
- Capital value (at ex-net asset value per unit at the beginning of the year)	(56,256,492,299)	-	(56,256,492,299)	(57,074,055,735)	-	(57,074,055,735)	(113,330,548,034)	-	(113,330,548,034)
- Element of loss	(2,542,813,204)	(2,438,405,606)	(4,981,218,809)	(3,517,272,978)	(1,939,720,300)	(5,456,993,277)	(6,060,086,181)	(4,378,125,905)	(10,438,212,086)
Total payments on redemption of units	(58,799,305,502)	(2,438,405,606)	(61,237,711,108)	(60,591,328,713)	(1,939,720,300)	(62,531,049,012)	(119,390,634,215)	(4,378,125,905)	(123,768,760,120)
Total comprehensive income for the year	-	2,684,534,636	2,684,534,636	-	2,008,627,210	2,008,627,210	-	4,693,161,846	4,693,161,846
Cash distribution for the year ended June 30,2025 at the rate of:									
Rs. 12.9346 per unit (declared on Jun 20, 2025) - FISP - I	(154,603,473)	(106,835,715)	(261,439,188)	-	-	-	(154,603,473)	(106,835,715)	(261,439,188)
Rs. 13.5356 per unit (declared on Jun 25, 2025) - FISP - II	-	-	-	(382,237,020)	(61,705,175)	(443,942,195)	(382,237,020)	(61,705,175)	(443,942,195)
Total cash distributions during the year ended June 30, 2025	(154,603,473)	(106,835,715)	(261,439,188)	(382,237,020)	(61,705,175)	(443,942,195)	(919,077,513)	(168,540,891)	(705,381,383)
Net income for the year less distribution	(154,603,473)	2,577,698,921	2,423,095,448	(382,237,020)	1,946,922,035	1,564,685,015	(919,077,513)	4,524,620,955	3,987,780,463
Net assets at the end of the year	2,431,385,776	207,414,727	2,638,800,504	3,737,301,710	9,907,397	3,747,209,106	5,786,450,466	217,322,124	6,386,009,610
Undistributed income brought forward									
- Realised income		25,571,079			8,403,503			33,974,582	
- Unrealised income / (loss)		42,550,333			(5,697,841)			36,852,492	
		68,121,412			2,705,662			70,827,074	
Accounting income available for distribution									
- Relating to capital gains		121,710,907			-			121,710,907	
- Excluding capital gains		124,418,123			68,906,910			193,325,034	
		246,129,031			68,906,910			315,035,941	
Distribution during the year		(106,835,715)			(61,705,175)			(168,540,891)	
Undistributed income carried forward		207,414,727			9,907,397			217,322,124	
Undistributed income carried forward									
- Realised income		198,091,866			1,952,107			200,043,973	
- Unrealised income / (loss)		9,322,860			7,955,291			17,278,151	
		207,414,727			9,907,397			217,322,124	
			(Rupees)			(Rupees)			
Net asset value per unit at the beginning of the year			100.6086			100.2869			
Net asset value per unit at the end of the year			100.7835			100.4433			

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2024

	For the year ended June 30, 2024			For the period from January 8, 2024 to June 30, 2024			For the year / period ended June 30, 2024		
	Faysal Islamic Sovereign Plan I (FISP-I)			Faysal Islamic Sovereign Plan II (FISP-II)			Total		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	---(Rupees)---			---(Rupees)---			---(Rupees)---		
Net assets at the beginning of the year / period	5,778,070,826	14,151,141	5,792,221,967	-	-	-	5,778,070,826	14,151,141	5,792,221,967
Issuance of 1,344,021,486 units (2023: 285,001,101 units) in FISP-I									
Issuance of 202,465,644 units in FISP-II									
- Capital value (at net asset value per unit at the beginning of the year / period)	134,912,876,765	-	134,912,876,765	20,246,564,400	-	20,246,564,400	155,159,441,165	-	155,159,441,165
- Element of income	2,041,745,233	-	2,041,745,233	453,290,525	-	453,290,525	2,495,035,758	-	2,495,035,758
Total proceeds on issuance of units	136,954,621,998	-	136,954,621,998	20,699,854,925	-	20,699,854,925	157,654,476,923	-	157,654,476,923
Redemption of 1,348,605,065 units (2023: 227,298,125 units) in FISP-I									
Redemption of 162,041,852 units in FISP-II									
- Capital value (at net asset value per unit at the beginning of the year / period)	(135,372,976,425)	-	(135,372,976,425)	(16,204,185,200)	-	(16,204,185,200)	(151,577,161,625)	-	(151,577,161,625)
- Element of loss	(739,030,543)	(1,126,614,087)	(1,865,644,630)	(237,461,036)	(403,336,987)	(640,798,023)	(976,491,579)	(1,529,951,074)	(2,506,442,653)
Total payments on redemption of units	(136,112,006,968)	(1,126,614,087)	(137,238,621,055)	(16,441,646,236)	(403,336,987)	(16,844,983,223)	(152,553,653,204)	(1,529,951,074)	(154,083,604,278)
Total comprehensive income for the year / period	-	2,567,852,507	2,567,852,507	-	507,646,514	507,646,514	-	3,075,499,021	3,075,499,021
Cash distribution for the year ended June 30,2024 at the rate of:									
Rs. 3.83 per unit (declared on September 5, 2023) in FISP-I	(141,298,374)	(97,713,469)	(239,011,843)	-	-	-	(141,298,374)	(97,713,469)	(239,011,843)
Rs. 2.46 per unit (declared on October 10, 2023) in FISP-I	(109,780,681)	(76,741,110)	(186,521,791)	-	-	-	(109,780,681)	(76,741,110)	(186,521,791)
Rs. 3.16 per unit (declared on November 29, 2023) in FISP-I	(545,043,605)	(184,274,965)	(729,318,570)	-	-	-	(545,043,605)	(184,274,965)	(729,318,570)
Rs. 2.16 per unit (declared on January 3, 2024) in FISP-I	(297,064,359)	(371,835,988)	(668,900,347)	-	-	-	(297,064,359)	(371,835,988)	(668,900,347)
Re. 0.79 per unit (declared on January 18, 2024) in FISP-I	(84,356,840)	(140,237,574)	(224,594,414)	-	-	-	(84,356,840)	(140,237,574)	(224,594,414)
Rs. 0.56 per unit (declared on January 29, 2024) in FISP-I	(36,443,405)	(107,585,586)	(144,028,991)	-	-	-	(36,443,405)	(107,585,586)	(144,028,991)
Rs. 1.31 per unit (declared on February 28, 2024) in FISP-I	(47,234,480)	(172,637,083)	(219,871,563)	-	-	-	(47,234,480)	(172,637,083)	(219,871,563)
Rs. 3.40 per unit (declared on May 15, 2024) in FISP-I	(44,467,788)	(158,526,476)	(202,994,264)	-	-	-	(44,467,788)	(158,526,476)	(202,994,264)
Rs. 2.22 per unit (declared on June 25, 2024) in FISP-I	(38,847,584)	(77,715,898)	(116,563,482)	-	-	-	(38,847,584)	(77,715,898)	(116,563,482)
Rs. 8.74 per unit (declared on June 24, 2024) in FISP-II	-	-	-	(206,936,275)	(101,603,865)	(308,540,140)	(206,936,275)	(101,603,865)	(308,540,140)
	(1,344,537,116)	(1,387,268,149)	(2,731,805,265)	(206,936,275)	(101,603,865)	(308,540,140)	(1,551,473,391)	(1,488,872,014)	(3,040,345,405)
Cash distribution for the year ended June 30, 2023	-	-	-	-	-	-	-	-	-
Net income for the year / period less distribution	(1,344,537,116)	1,180,584,358	(163,952,758)	(206,936,275)	406,042,649	199,106,374	(1,551,473,391)	1,586,627,007	35,153,616
Net assets at the end of the year / period	5,276,148,740	68,121,412	5,344,270,152	4,051,272,414	2,705,662	4,053,978,076	9,327,421,154	70,827,074	9,398,248,228
Undistributed income brought forward									
- Realised income		13,628,866			-			13,628,866	
- Unrealised income		522,275			-			522,275	
		14,151,141			-			14,151,141	
Accounting income available for distribution									
- Relating to capital gains		89,292,141			-			89,292,141	
- Excluding capital gains		1,351,946,279			104,309,527			1,456,255,806	
		1,441,238,420			104,309,527			1,545,547,947	
Distribution during the year / period		(1,387,268,149)			(101,603,865)			(1,488,872,014)	
Undistributed income carried forward		68,121,412			2,705,662			70,827,074	
Undistributed income carried forward									
- Realised income		25,571,079			8,403,503			33,974,582	
- Unrealised income / (loss)		42,550,333			(5,697,841)			36,852,492	
		68,121,412			2,705,662			70,827,074	
			(Rupees)			(Rupees)			
Net asset value per unit at the beginning of the year / period			100.3800			-			
Net asset value per unit at the end of the year / period			100.6086			100.2869			

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT

For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
		--------(Rupees)--------			--------(Rupees)--------		
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the year / period before taxation		2,684,534,636	2,008,627,210	4,693,161,846	2,567,852,507	507,646,514	3,075,499,021
Adjustment for:							
Amortisation of preliminary expenses and floatation costs	8	102,480	-	102,480	102,480	-	102,480
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	6.6	(9,322,860)	(7,955,291)	(17,278,151)	(42,550,333)	5,697,841	(36,852,492)
Profit on savings accounts with banks		(570,829,215)	(495,471,438)	(1,066,300,653)	(638,437,112)	(117,082,549)	(755,519,661)
		2,104,485,041	1,505,200,481	3,609,685,522	1,886,967,542	396,261,806	2,283,229,348
Decrease / (increase) in assets							
Deposit and other receivables		45,243,599	12,008,934	57,252,532	135,115,574	(58,549,704)	76,565,870
Receivable against sale of investments		7,431,000	(3,630,811)	3,800,189	(3,800,189)	-	(3,800,189)
Investments - net		2,546,950,905	(153,366,209)	2,393,584,696	354,767,593	(2,708,367,841)	(2,390,452,740)
		2,599,625,504	(144,988,087)	2,454,637,418	486,082,978	(2,766,917,545)	(2,353,148,561)
Increase / (decrease) in liabilities							
Payable to Faysal Asset Management Limited - Management Company		(6,875,320)	(4,222,147)	(11,097,467)	12,181,454	15,826,372	28,007,826
Payable to Central Depository Company of Pakistan Limited - Trustee		(141,212)	(374,179)	(515,391)	(12,651)	579,440	566,789
Payable to the Securities and Exchange Commission of Pakistan		(167,287)	27,903	(139,384)	70,818	215,773	286,591
Dividend payable		(10,038,307)	4,282	(10,034,025)	10,038,307	40	
Accrued expenses and other liabilities		(15,478,742)	11,507,769	(3,970,973)	39,628,823	26,822,411	66,451,234
		(32,700,868)	6,943,628	(25,757,240)	61,906,751	75,658,933	95,312,440
Profit receieved on savings account on banks		588,757,863	498,724,239	1,087,482,101	625,653,239	90,604,731	
Net cash generated from / (used in) operating activities		5,260,167,539	1,865,880,261	7,126,047,800	3,060,610,510	(2,204,392,075)	817,765,380
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipt against issuance of units - net of refund of capital		56,109,146,012	60,277,358,008	116,386,504,020	136,954,621,998	20,492,918,650	157,440,109,648
Payment against redemption of units - net		(61,256,341,812)	(62,562,001,794)	(123,818,343,606)	(137,192,568,905)	(16,844,983,223)	(154,005,337,231)
Dividends paid		(261,439,188)	(61,705,175)	(323,144,363)	(2,731,805,265)	(101,603,865)	(2,823,370,783)
Net cash (used in) / generated from financing activities		(5,408,634,988)	(2,346,348,961)	(7,754,983,949)	(2,969,752,172)	3,546,331,562	611,401,634
Net (decrease) / increase in cash and cash equivalents during the year / period		(148,467,448)	(480,468,701)	(628,936,149)	90,858,338	1,341,939,487	1,429,167,014
Cash and cash equivalents at the beginning of the year / period		1,010,525,583	1,341,939,487	2,352,465,070	923,298,056	-	923,298,056
Cash and cash equivalents at the end of the year / period	5	862,058,135	861,470,786	1,723,528,921	1,010,525,583	1,341,939,487	2,352,465,070

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

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Sovereign Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.This was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on November 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, ST-02, main Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund is categorised as a 'Shariah Compliant Sovereign Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Faysal Islamic Sovereign Plan-I and Plan-II of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from February 01, 2023 in Faysal Islamic Sovereign Plan-I and January 08, 2024 in Faysal Islamic Sovereign Plan-II. These units are transferable and redeemable by surrendering them to the Fund.

1.4 The Fund offers two types of allocation plans, investing in authorised investable avenues namely, Faysal Islamic Sovereign Plan-I (FISP-I) and Faysal Islamic Sovereign Plan-II (FISP-II). The objective of the Fund is to provide competitive regular return with capital preservation on investments as per respective allocation plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the fund and the authorised avenues are explained in the funds Offering Document.

1.5 The Fund primarily invests in money market and other short-term placements / instruments which include short-term corporate debt, government securities, margin trading system transactions and spread transactions. The Fund may also invest a portion of its assets under management in medium term assets in order to provide higher return to the unit holders.

1.6 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited (VIS) dated September 10, 2024 (December 29, 2023 : 'AM2++'). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. FISP-I and FISP-II has been assigned a long term rating of AA(f) dated July 10, 2024 and AA(f) dated August 20, 2024 respectively.

1.7 The maturity of Faysal Islamic Sovereign Plan-II is five years form the launch date of the plan which is Januaray 08,2024.

1.8 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor 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 approved 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 (IFRS Accounting Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

3.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2025) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 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 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 judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (note 4.2 and 6).

3.5 Accounting convention

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

3.6 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 Pakistan Rupee, which is the Fund's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to each year / period presented.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.1 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost.

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.

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 fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Debt instruments

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

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

based on the business model of the entity.

However, IFRS 9 requires 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.

4.2.3 Impairment (other than debt securities)

The Fund assesses on a forward looking basis the expected credit loss (ECL) associated with its financial assets (other than debt 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.

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 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.

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. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.2.6 Initial recognition and measurement

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

4.2.7 Derecognition

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

4.3 Financial liabilities

4.3.1 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.

4.3.2 Derecognition

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

4.4 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.

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

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 Net asset value per unit

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

4.7 Issue and redemption of units

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

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

4.8 Distributions to unit holders

Distribution to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on MUFAP guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.9 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 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.

4.10 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 fair value through profit or loss' are included in the Income Statement in the period in which they arise;

- Income on corporate sukuks, government securities, certificate of Musharaka and money market placements are 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; and

- Profit on balances with banks is recognised on time proportionate basis using the effective yield method.

4.11 Expenses

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

4.12 Preliminary expenses and floatation costs

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

4.13 Taxation

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

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

	Note	2025			2024		
		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
5 BALANCES WITH BANKS		(Rupees)			(Rupees)		
Balances with banks in:							
Current account	5.1	350,480,632	498,821,244	849,301,876	-	-	-
Savings accounts	5.2	511,577,502	362,649,543	874,227,045	1,010,525,583	1,341,939,487	2,352,465,070
		862,058,134	861,470,787	1,723,528,921	1,010,525,583	1,341,939,487	2,352,465,070

5.1 These are balances maintained with Faysal Bank Limited, a related party.

5.2 These savings account carry profit rates ranging from 5.00% to 11.75% (2024: 20.00% to 20.75%) per annum. Deposits in savings accounts include Rs. 511.26 million (2024: Rs. 1017.95 million) in FISP-I and Rs. 362.27 million (2024: Rs. 1,341.94 million) in FISP-II, maintained with Faysal Bank Limited, a related party and carry profit at the rate of 6.50% to 11.75% (2024: 20.00%) per annum.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
6 INVESTMENTS		(Rupees)			(Rupees)		
GoP Ijara sukuks	6.1 & 6.3	1,796,332,295	2,863,991,500	4,660,323,795	4,333,960,340	2,702,670,000	7,036,630,340
Corporate sukuks	6.2	-	-	-	-	-	-
Certificates of Musharakah	6.4 & 6.5	-	-	-	-	-	-
		1,796,332,295	2,863,991,500	4,660,323,795	4,333,960,340	2,702,670,000	7,036,630,340

6.1 GoP Ijara Sukuks - FISP-I

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 01, 2024	Purchased 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 as at June 30, 2025	Percentage in relation to Total market value of investments	Percentage in relation to Net assets of the Fund
					Number of certificates				(Rupees)			%	
GoP Ijarah Sukuk - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted Average 6 months T-Bills	2,554	-	2,554	-	-	-	-	-	-
GoP Ijarah Sukuk - XL - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2024	Weighted Average 6 months T-Bills	750	-	750	-	-	-	-	-	-
GoP Ijarah Sukuk - XLI - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2026	Weighted Average 6 months T-Bills	8,500	-	8,500	-	-	-	-	-	-
GoP Ijarah Sukuk - XXXIII - FRR	Semi-annually / At maturity	December 4, 2023	December 4, 2026	16.19%	2,250	-	2,250	-	-	-	-	-	-
GoP Ijarah Sukuk - XLII - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2028	Weighted Average 6 months T-Bills	29,000	-	29,000	-	-	-	-	-	-
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	January 24, 2024	January 24, 2029	Weighted Average 6 months T-Bills	5,000	-	-	5,000	25,039,059	25,697,500	658,441	1.43%	0.97%
GoP Ijarah Sukuk - XXIII VRR	Semi-annually / At maturity	October 6, 2021	October 6, 2026	Weighted Average 6 months T-Bills	-	12,345	12,345	-	-	-	-	-	-
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	June 28, 2024	June 28, 2027	Weighted Average 6 months T-Bills	-	1,000,000	1,000,000	-	-	-	-	-	-
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	September 18, 2024	September 18, 2027	Weighted Average 6 months T-Bills	-	200,000	200,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	October 21, 2024	October 21, 2029	12.53%	-	20,000	-	20,000	101,349,963	105,940,000	4,590,037	5.90%	4.01%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	October 21, 2024	October 21, 2029	Weighted Average 6 months T-Bills	-	100,000	80,000	20,000	101,076,298	101,850,000	773,702	5.67%	3.86%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	October 21, 2024	October 21, 2029	Weighted Average 6 months T-Bills	-	500,000	190,004	309,996	1,559,544,115	1,562,844,795	3,300,680	87.00%	59.23%
GoP Ijarah Sukuk - XXV - VRR	Semi-annually / At maturity	April 27, 2022	April 27, 2027	Weighted Average 6 months T-Bills	-	2,500	2,500	-	-	-	-	-	-
GoP Ijarah Sukuk - XXVI - VRR	Semi-annually / At maturity	October 26, 2022	October 26, 2027	Weighted Average 6 months T-Bills	-	61,300	61,300	-	-	-	-	-	-
GoP Ijarah Sukuk - XLVI - FRR	Semi-annually / At maturity	October 9, 2023	October 9, 2024	Weighted Average 6 months T-Bills	-	33,250	33,250	-	-	-	-	-	-
GoP Ijarah Sukuk - XLIX - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2028	Weighted Average 6 months T-Bills	-	5,000	5,000	-	-	-	-	-	-
GoP Ijarah Sukuk - XLVIII - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2026	Weighted Average 6 months T-Bills	-	15,330	15,330	-	-	-	-	-	-
GoP Ijarah Sukuk - XLVII - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2024	Weighted Average 6 months T-Bills	-	11,020	11,020	-	-	-	-	-	-
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	September 18, 2024	September 18, 2029	Weighted Average 6 months T-Bills	-	600,000	600,000	-	-	-	-	-	-

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Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 01, 2024	Purchased 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 as at June 30, 2025	Percentage in relation to Total market value of investments	Percentage in relation to Net assets of the Fund
					--------- Number of certificates ---------				------------------ (Rupees) ------------------			-------- % --------	
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	June 28, 2024	June 27, 2025	18.50%	-	60,000	60,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	August 16, 2024	August 15, 2025	15.99%	-	800,001	800,001	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	May 10, 2024	May 9, 2025	20.20%	-	50,000	50,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	November 7, 2024	November 6, 2025	10.99%	-	400,000	400,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	May 24, 2024	May 23, 2025	19.89%	-	250,000	250,000	-	-	-	-	-	-
Total as at June 30, 2025									**1,787,009,435**	**1,796,332,295**	**9,322,860**	**100%**	**68%**
Total as at June 30, 2024									4,291,410,007	4,333,960,340	42,550,333	100.00%	81%

6.2 Corporate sukuk certificates - FISP-I

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 01, 2024	Purchased during the year	Matured 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	Percentage in relation to Total market value of investments	Percentage in relation to Net assets of the Fund
					--------- Number of certificates ---------				------------------ (Rupees) ------------------			-------- % --------	
Lucky Electric Power Company Limited-Sukuk - XX	At maturity	August 15, 2024	February 14, 2025	3 Months KIBOR + 0.05%	-	317	317	-	-	-	-	-	-
Total as at June 30, 2025									**-**	**-**	**-**	**-**	**-**
Total as at June 30, 2024									-	-	-	-	-

6.3 GoP Ijara Sukuks - FISP-II

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 01, 2024	Purchased 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	Percentage in relation to Total market value of investments	Percentage in relation to Net assets of the Fund
					--------- Number of certificates ---------				------------------ (Rupees) ------------------			-------- % --------	
GoP Ijarah Sukuk - XLVIII - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2026	Weighted Average 6 months T-Bills	7,500	-	7,500	-	-	-	-	-	-
GoP Ijarah Sukuk - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted Average 6 months T-Bills	1,500	-	1,500	-	-	-	-	-	-
GoP Ijarah Sukuk - XLVII - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2026	Weighted Average 6 months T-Bills	250	-	250	-	-	-	-	-	-
GoP Ijarah Sukuk - XXVI - VRR	Semi-annually / At maturity	October 26, 2022	October 26, 2027	Weighted Average 6 months T-Bills	2,750	-	2,750	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 01, 2024	Purchased 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	Percentage in relation to Total market value of investments	Percentage in relation to Net assets of the Fund
					-------- Number of certificates --------				------------------ (Rupees) ------------------			-------- % --------	
GoP Ijarah Sukuk - XLIX - VRR	Semi-annually / At maturity	December 4, 2023	December 4, 2028	Weighted Average 6 months T-Bills	15,000	-	15,000	-	-	-	-	-	-
GoP Ijarah Sukuk - XX - FRR	Semi-annually / At maturity	April 30, 2020	April 30, 2025	Weighted Average 6 months T-Bills	-	20,000	20,000	-	-	-	-	-	-
GoP Ijarah Sukuk - XXI - VRR	Semi-annually / At maturity	July 29, 2020	July 29, 2025	Weighted Average 6 months T-Bills	-	14,850	14,850	-	-	-	-	-	-
GoP Ijarah Sukuk - XXIII - VRR	Semi-annually / At maturity	October 06, 2021	October 06, 2026	Weighted Average 6 months T-Bills	-	5,000	5,000	-	-	-	-	-	-
GoP Ijarah Sukuk - XLIX - VRR	Semi-annually / At maturity	June 28, 2024	June 28, 2027	Weighted Average 6 months T-Bills	-	300,000	150,000	150,000	761,310,026	757,275,000	(4,035,026)	26.44%	20.21%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	September 18, 2024	September 18, 2027	Weighted Average 6 months T-Bills	-	200,000	200,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	October 21, 2024	October 21, 2029	12.53%	-	20,000	-	20,000	101,349,963	105,940,000	4,590,037	3.70%	2.83%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	October 21, 2024	October 21, 2029	Weighted Average 6 months T-Bills	-	200,000	96,200	103,800	524,585,978	528,601,500	4,015,522	18.46%	14.11%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	October 21, 2024	October 21, 2027	Weighted Average 6 months T-Bills	-	700,000	440,000	260,000	1,308,021,653	1,310,790,000	2,768,347	45.77%	34.98%
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	October 09, 2023	October 09, 2024	Weighted Average 6 months T-Bills	-	16,250	16,250	-	-	-	-	-	-
GoP Ijarah Sukuk - LI - FRR	Semi-annually / At maturity	December 04, 2023	December 04, 2028	Weighted Average 6 months T-Bills	-	4,500	4,500	-	-	-	-	-	-
GoP Ijarah Sukuk - L - FRR	Semi-annually / At maturity	December 04, 2023	December 04, 2026	16.19%	-	1,500	-	1,500	160,768,590	161,385,000	616,410	5.63%	4.31%
GoP Ijarah Sukuk - XLVIII - VRR	Semi-annually / At maturity	December 04, 2023	December 04, 2026	Weighted Average 6 months T-Bills	-	10,000	10,000	-	-	-	-	-	-
GoP Ijarah Sukuk - XLVII - VRR	Semi-annually / At maturity	December 04, 2023	December 04, 2024	Weighted Average 6 months T-Bills	-	15,770	15,770	-	-	-	-	-	-
GoP Ijarah Sukuk - VRR	Semi-annually / At maturity	September 18, 2024	September 18, 2029	Weighted Average 6 months T-Bills	-	400,000	400,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	June 28, 2024	June 27, 2025	18.50%	-	140,000	140,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	August 16, 2024	August 15, 2025	15.99%	-	704,000	704,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	May 10, 2024	May 09, 2025	20.20%	-	50,000	50,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	November 07, 2024	November 06, 2025	10.99%	-	1,400,000	1,400,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	May 24, 2024	May 23, 2025	19.89%	-	500,000	500,000	-	-	-	-	-	-
GoP Ijarah Sukuk - FRR	Semi-annually / At maturity	December 04, 2024	December 03, 2025	10.99%	-	100,000	100,000	-	-	-	-	-	-
Total as at June 30, 2025									**2,856,036,209**	**2,863,991,500**	**7,955,291**	**100%**	**76%**
Total as at June 30, 2024									2,708,367,841	2,702,670,000	(5,697,841)	100.00%	66.67%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

6.4 Certificates of Musharakah - FISP-I

Name of the investee company	Placement date	Maturity date	Rating	Profit rate	As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025	Net assets of the Fund	Total market value of investments
					(Face value)				Percentage in relation to	
					(Rupees)				%	
Modarabas										
Habib Bank Limited	January 17, 2025	January 28, 2025	AAA	11.60%	-	3,550,000,000	3,550,000,000	-	-	-
First Habib Modaraba	September 9, 2024	December 9, 2024	AA+	18.00%	-	500,000,000	500,000,000	-	-	-
First Habib Modaraba	October 11, 2024	January 13, 2025	AA+	15.75%	-	1,000,000,000	1,000,000,000	-	-	-
Total as at June 30, 2025								-		
Total as at June 30, 2024								-		

6.5 Certificates of Musharakah - FISP-II

Name of the investee company	Placement date	Maturity date	Rating	Profit rate	As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025	Net assets of the Fund	Total market value of investments
					(Face value)				Percentage in relation to	
					(Rupees)				%	
Modarabas										
Faysal Bank Limited	November 21, 2024	November 22, 2024	AA+	13.00%	-	2,000,000,000	2,000,000,000	-	-	-
Faysal Bank Limited	November 22, 2024	November 29, 2024	AA+	13.25%	-	2,500,000,000	2,500,000,000	-	-	-
Faysal Bank Limited	November 29, 2024	December 03, 2024	AA+	13.25%	-	1,000,000,000	1,000,000,000	-	-	-
Faysal Bank Limited	December 27, 2024	January 03, 2025	AA+	11.50%	-	3,000,000,000	3,000,000,000	-	-	-
Faysal Bank Limited	January 06, 2025	January 08, 2025	AA+	11.25%	-	3,000,000,000	3,000,000,000	-	-	-
Faysal Bank Limited	January 09, 2025	January 10, 2025	AA+	11.50%	-	3,000,000,000	3,000,000,000	-	-	-
Faysal Bank Limited	January 08, 2025	January 09, 2025	AA+	11.50%	-	3,000,000,000	3,000,000,000	-	-	-
Faysal Bank Limited	January 10, 2025	January 13, 2025	AA+	11.40%	-	3,000,000,000	3,000,000,000	-	-	-
Meezan Bank Limited	January 20, 2025	January 28, 2025	AAA	11.55%	-	1,500,000,000	1,500,000,000	-	-	-
Meezan Bank Limited	December 27, 2024	January 03, 2025	AAA	11.25%	-	4,100,000,000	4,100,000,000	-	-	-
Meezan Bank Limited	January 13, 2025	January 14, 2025	AAA	11.50%	-	1,500,000,000	1,500,000,000	-	-	-
Meezan Bank Limited	January 14, 2025	January 15, 2025	AAA	11.40%	-	2,000,000,000	2,000,000,000	-	-	-
Meezan Bank Limited	January 31, 2025	February 03, 2025	AAA	11.15%	-	3,000,000,000	3,000,000,000	-	-	-
Habib Bank Limited	January 17, 2025	January 28, 2025	AAA	11.60%	-	3,500,000,000	3,500,000,000	-	-	-
Habib Bank Limited	January 09, 2025	January 17, 2025	AAA	11.15%	-	2,000,000,000	2,000,000,000	-	-	-
Habib Bank Limited	January 28, 2025	January 31, 2025	AAA	11.00%	-	3,000,000,000	3,000,000,000	-	-	-
First Habib Modaraba	October 11, 2024	January 13, 2025	AA+	15.75%	-	500,000,000	500,000,000	-	-	-
Faysal Bank Limited	November 14, 2024	November 21, 2024	AA+	13.50%	-	1,000,000,000	1,000,000,000	-	-	-
Total as at June 30, 2025								-		
Total as at June 30, 2024								-		

6.6 Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss- net '

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
		(Rupees)			(Rupees)		
Market value of investments	6.1 & 6.3	1,796,332,295	2,863,991,500	4,660,323,795	4,333,960,340	2,702,670,000	7,036,630,340
Less: carrying value of investments	6.1 & 6.3	1,787,009,435	2,856,036,209	4,643,045,644	(4,291,410,007)	(2,708,367,841)	(6,999,777,848)
		9,322,860	7,955,291	17,278,151	42,550,333	(5,697,841)	36,852,492

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7 DEPOSIT AND OTHER RECEIVABLES

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
		(Rupees)			(Rupees)		
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000	200,000	100,000	100,000	200,000
Profit receivable on:							
GoP Ijara Sukuks		39,994,471	46,072,658	86,067,129	85,343,069	58,449,704	143,792,773
Balances with banks		5,439,326	23,225,018	28,664,344	23,367,974	26,477,818	49,845,792
		45,433,797	69,297,676	114,731,473	108,711,043	84,927,522	193,638,565
Advance tax	7.1	4,006,624	50,496	4,057,120	3,998,390	-	3,998,390
Prepaid Rating / Ranking Fee		96,765	96,765	193,531	-	-	-
Other receivables		19,580	220,851	240,431	19,580	-	19,580
		49,656,767	69,765,788	119,422,555	112,829,013	85,027,522	197,856,535

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, withholding tax on profits paid to the Fund was deducted by various withholding agents based on the interpretation issued by the FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on bank balances and profit on debt securities amounts to Rs. 4.057 million (2024: Rs. 3.998 million).

For this purpose, 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. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on bank deposits and profit on debt securities has been shown as other receivable as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PRELIMINARY EXPENSES AND FLOATATION COSTS

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
		(Rupees)			(Rupees)		
Balance as at beginning if the year		366,328	-	366,328	468,808	-	468,808
Preliminary expenses and floatation costs incurred		-	-	-	-	-	-
Less: amortisation during the year		(102,480)	-	(102,480)	(102,480)	-	(102,480)
Balance at the end of the year	8.1	263,848	-	263,848	366,328	-	366,328

8.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years from February 01, 2023 in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

9 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	2025 Faysal Islamic Sovereign Plan I	2025 Faysal Islamic Sovereign Plan II	2025 Total	2024 Faysal Islamic Sovereign Plan I	2024 Faysal Islamic Sovereign Plan II	2024 Total
		(Rupees)			(Rupees)		
Management fee payable	9.1	4,054,478	6,498,024	10,552,502	8,523,988	5,757,263	14,281,251
Sales tax on management fee payable	9.2	608,172	974,703	1,582,875	1,108,118	748,445	1,856,563
Selling and marketing expenses payable	9.3	-	-	-	1,431,301	3,140,375	4,571,676
Preliminary expenses and flotation costs payable		510,525	-	510,525	510,525	-	510,525
Accounting and operational charges payable	9.4	5,517,914	54,092	5,572,006	5,730,715	198,143	5,928,858
Other payable		20,000	10,000	30,000	20,000	10,000	30,000
Sales load payable		3,671,302	4,067,405	7,738,707	3,933,064	5,972,146	9,905,210
		14,382,391	11,604,225	25,986,616	21,257,711	15,826,372	37,084,083

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9.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates ranging from 1.25% to 2 % (2024 : at the rate of 0.90% to 2%) per annum of the average annual net assets of the FISP-I and at the rate of 2% (2024 : at the rate of 0.25% to 2%) per annum of the average annual net assets of the FISP-II, during the year ended June 30, 2025 in respect of FISP-I and FISP-II respectively. The remuneration is payable to the Management Company monthly in arrears.

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, revised the management fee cap to 1.50% to be calculated on a per annum basis of the average daily net assets, applicable to an "Income Scheme". This revision is effective from July 01, 2025. As at June 30, 2025 the Fund is not subject to a management fee cap.

9.2 The Sindh Finance Act, 2024 has introduced an amendment to the Sindh sales tax on Services Act. 2011, whereby the rate of Sindh sales tax has increased from 13% to 15% per annum.

Further, Sindh sales tax at the rate of 15% has also been levied on any reimbursable expenditure to the Management Company effective July 1, 2024 vide Sindh Finance Act, 2024.

9.3 'In accordance with Circular 11 dated July 5, 2019 issued by the SECP with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has not charged any selling and marketing expenses during the year ended June 30, 2025 in FISF-I (2024: 0% to 0.75%) and in FISF-II (2024: 0% to 0.4%).

Further, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to selling and marketing services has been excluded. This amendment was effective immediately upon its release on April 10, 2025, except where a later date was explicitly stated.

9.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). The Management Company has discontinued to charge the above mentioned expense with effect from July 01,2024.

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

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	2025			2024		
		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
		(Rupees)			(Rupees)		
Remuneration of the Trustee	10.1	108,218	178,487	286,705	234,442	512,676	747,118
Sindh sales tax on remuneration of the Trustee fee payable	10.2	16,233	26,773	43,006	31,221	66,764	97,985
		124,451	205,261	329,712	265,663	579,440	845,103

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the each plan under the provisions of the Trust Deed at the rate of 0.055% (2024: 0.055%) per annum of the average annual net assets of the FISP-I for the year ended June 30, 2025 and at the rate of 0.055% (2024: 0.055%) per annum of the average annual net assets of the FISP-II for the year ended June 30, 2025.

10.2 The Sindh Finance Act, 2024 has introduced an amendment to the Sindh sales tax on Services Act. 2011, whereby the rate of Sindh sales tax has increased from 13% to 15% per annum

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	2025			2024		
		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
		(Rupees)			(Rupees)		
Annual fee payable	11.1	152,043	243,676	395,719	319,330	215,773	535,103

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% per annum of the daily net assets of the Fund, applicable to an "Income Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2024: 0.075%) per annum of the daily net assets during the year.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2025			2024		
		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
		(Rupees)			(Rupees)		
Legal and professional charges payable		219,602	96,140	315,742	154,323	30,861	185,184
Auditors' remuneration payable		401,805	295,663	697,469	277,644	171,502	449,146
Printing charges payable		-	-	-	6,671	-	6,671
Shariah advisory fee payable		75,000	75,000	150,000	67,863	54,066	121,929
Capital gain tax payable		16,073,816	21,849,710	37,923,526	5,729,125	9,384,056	15,113,181
Transaction charges payable		16,026	1,555,414	1,571,439	424,954	118,216	543,170
Withholding tax payable		10,643,960	14,446,705	25,090,665	35,259,366	17,057,610	52,316,976
Zakat payable		-	11,547	11,547	-	-	-
Other payables		-		-	989,005	6,100	995,105
		27,430,209	38,330,180	65,760,388	42,908,951	26,822,411	69,731,362

13 CONTINGENCIES AND COMMITMENTS

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

14 AUDITORS' REMUNERATION	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	(Rupees)			(Rupees)		
Annual audit fee	288,833	288,833	577,666	251,159	86,047	337,206
Half yearly review	141,330	141,330	282,661	122,896	42,104	165,000
Fee for other certifications	72,807	72,807	145,613	63,310	21,690	85,000
Out of pocket expenses	27,094	27,094	54,188	26,143	8,957	35,100
	530,064	530,064	1,060,128	463,508	158,798	622,306
Sindh sales tax	42,405	42,405	84,810	37,081	12,704	49,785
	572,469	572,469	1,144,938	500,589	171,502	672,091

15 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the as at June 30, 2025 based on current year results is 2.45% (2024: 2.33%) and 2.45% (2024: 0.98%), in respect of FISF-I and FISF-II respectively. The above TER includes 0.38% and 0.38% representing government levies on the Fund such as sales taxes and annual fee to the SECP, in respect of FISF-I and FISF-II respectively. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

During the year ended June 30, 2025, the SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit with effect from July 1, 2025. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 9.1 of these financial statements.

16 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has 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, no provision for taxation has been made in these financial statements.

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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

17 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS AND RELATED PARTIES

17.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Faysal Bank Limited being the holding company of the Management Company, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning

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

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

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

17.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

17.6 The details of transactions carried out by the Fund with connected persons and related parties during the year / period and balances with them, otherwise than disclosed elsewhere, as at year / period end are as follows:

Transactions during the year / period	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	(Rupees)			(Rupees)		
Faysal Asset Management Limited - Management Company						
Remuneration of the Management Company	412,013,386	364,057,296	776,070,681	228,526,197	44,968,750	273,494,947
Sindh sales tax on remuneration of the Management Company	61,802,007	54,608,594	116,410,602	29,708,406	5,845,938	35,554,344
Selling and marketing expenses	-	-	-	20,846,848	3,194,443	24,041,291
Accounting and operational charges	-	-	-	6,535,809	198,143	6,733,952
Units issued: 4,027 units (2024 : 18,231,692 units) (FISP- I)	426,551	-	426,551	1,838,686,697	-	1,838,686,697
Units issued: 5,291 units (2024 : 2,951,319) (FISP- II)	-	558,887	558,887	-	304,097,531	304,097,531
Units redeemed: 7,457,943 units (2024: 16,011,005 units) (FISP-I)	826,218,812	-	826,218,812	1,553,052,050	-	1,553,052,050
Units redeemed: 10,141 units (2024: 2,946,489) (FISP-II)	-	1,125,577	1,125,577	-	307,745,349	307,745,349
Dividend Reinvest: Nil units (2024: : 432,357 units) (FISP-I)	-	-	-	43,399,988	-	43,399,988
Dividend Reinvest: Nil units (2024:19 units) (FISP-II)	-	-	-	-	1,935	1,935
Faysal Bank Limited - Group company / Associated company						
Profit on balances with banks	442,902,284	480,034,028	922,936,312	638,437,112	117,082,549	755,519,661
Bank charges	216,621	179,346	395,967	291,367	21,578	312,945
Central Depository Company of Pakistan Limited - Trustee						
Remuneration of the Trustee	11,377,844	10,045,417	21,423,261	7,189,390	1,567,227	8,756,617
Sindh sales tax on remuneration of the Trustee	1,706,677	1,506,813	3,213,489	934,788	203,855	1,138,643
CDS charges	265,837	351,700	617,537	5,500	4,000	9,500
Sindh sales tax on CDS charges	39,724	52,735	92,459	715	520	1,235

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

Transactions during the year / period	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	----(Rupees)----			----(Rupees)----		
Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VII						
Units issued: Nil units (2024: 7,619,288 units) (FISP-I)	-	-	-	778,493,784	-	778,493,784
Units redeemed: Nil units (2024: 9,634,620 units) (FISP-I)	-	-	-	980,204,488	-	980,204,488
Dividend Reinvest: Nil units (2024:10,983 units) (FISP-I)	-	-	-	1,102,438	-	1,102,438
Faysal Asset Management Limited - Employees provident Fund						
Units issued: 474,978 units (June 30,2024: Nil units) (FISP-II)	-	51,032,789	51,032,789	-	-	-
Units redeemed: 310,117 units (June 30,2024: Nil units) (FISP-II)	-	33,066,655	33,066,655	-	-	-
Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VIII						
Units issued: Nil units (June 30,2024: 45,829,245 units) (FISP-I)	-	-	-	4,670,000,000	-	4,670,000,000
Units redeemed: Nil units (2024: 60,475,134 units) (FISP-I)	-	-	-	6,182,415,523	-	6,182,415,523
Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan IX						
Units issued: Nil units (2024: 140,745,807 units) (FISP-I)	-	-	-	14,294,039,958	-	14,294,039,958
Units redeemed: units (2024: 52,430,391 units) (FISP-I)	-	-	-	14,806,890,778	-	14,806,890,778
Dividend Reinvest: Nil units (2024:144,754 units) (FISP-I)	-	-	-	14,530,436	-	14,530,436
Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan X						
Units issued: Nil units (2024: 70,124,709 units) (FISP-I)	-	-	-	7,114,093,350	-	7,114,093,350
Units issued: Nil units (2024: 5,771,144 units) (FISP-II)	-	-	-	-	580,000,000	580,000,000
Units redeemed: Nil units (2024: 74,260,829 units) (FISP-I)	-	-	-	7,533,908,082	-	7,533,908,082
Units redeemed: Nil units (2024: 5,771,144 units) (FISP-II)	-	-	-	-	580,634,826	580,634,826
Dividend Reinvest: Nil units (2024: 127,422 units) (FISP-I)	-	-	-	12,790,596	-	12,790,596
Faysal Islamic Special Income Plan-III						
Sale of GOP ijara sukuk: 1500 units (2024: Nil units) (FISP-I)	167,383,315	-	167,383,315	-	-	-
Purchase of GOP Ijara sukuk:1500 units (2024:Nil units) (FISP-II)	-	173,206,562	173,206,562	-	-	-
CDC - Trustee Faysal Halal Amdani Fund						
Sale of GOP Ijara sukuk: 1500 units (2024:Nil units) (FISP-I)	257,925,518	-	257,925,518	-	-	-
Sale of GOP Ijara sukuk: 1500 units (2024:Nil units) (FISP-II)	-	151,483,272	151,483,272	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Transactions during the year / period	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	(Rupees)			(Rupees)		
CDC-Trustee FIFGF-Faysal Islamic Financial Growth Plan-I						
Sale of GOP Ijara sukuk: 20,450 units (2024:Nil units) (FISP-I)	2,154,458,433.00	-	2,154,458,433	-	-	-
Purchase of GOP Ijara sukuk: 10,000 units (2024:Nil units) (FISP-II)	-	1,111,246,603.00	1,111,246,603	-	-	-
CDC-Trustee FIFGF-Faysal Islamic Financial Growth Plan-II						
Purchase of GOP Ijara sukuk : 15,380 units (2024:Nil units) (FISP-I)	1,631,519,565.00	-	1,631,519,565	-	-	-
CDC - Trustee Faysal Islamic Savings Growth Fund						
Sale of GOP Ijara sukuk: 6000 units (2024:Nil units) (FISP-I)	627,763,785.00	-	627,763,785	-	-	-
Unit holders with more than 10% unit holding						
Units issued: 24,213,552 units (2024 :29,886,432 units) (FISP-I)	2,554,559,254	-	2,554,559,254	3,054,727,135	-	3,054,727,135
Units issued: 5,500,191 units (2024 :11,064,515 units) (FISP-II)	-	609,756,157	609,756,157	-	1,161,249,485	1,161,249,485
Units redeemed: 16,675,923 units (2024: 25,438,612 units) (FISP-I)	1,815,152,089	-	1,815,152,089	1,600,000,000	-	1,600,000,000
Units redeemed: Nil units (2024:5,318,762 units) (FISP-II)	-	-	-	-	578,362,213	578,362,213
Dividend Reinvest: 41,787 units (2024: 1,003,138 units) (FISP-I)	4,204,171	-	4,204,171	100,695,022	-	100,695,022
Dividend Reinvest: 84,348 units (2024: Nil units)(FISP-II)	-	8,459,241	8,459,241	-	-	-
Key Management Personnel of The Management Company						
Mr. Salman Muslim						
Units issued: 35,256 units (2024: Nil) (FISP-I)	3,846,578	-	3,846,578	-	-	-
Units issued: 35,277 units (2024: Nil) (FISP-I)	-	3,865,331	3,865,331	-	-	-
Units redeemed: 35,256 units (2024: Nil) (FISP-I)	3,868,641	-	3,868,641	-	-	-
Units redeemed: 35,277 units (2024: Nil) (FISP-II)	-	3,915,583	3,915,583			
Syed Shahid Iqbal						
Units issued: 47,207 units (2024: Nil) (FISP-I)	5,057,301	-	5,057,301	-	-	-
Units issued: 21,707 units (2024: Nil) (FISP-II)	-	2,321,104	2,321,104	-	-	-
Units redeemed: 47,207 units (2024: Nil) (FISP-I)	5,195,618	-	5,195,618	-	-	-
Units redeemed: 21,707 units (2024: Nil) (FISP-II)	-	2,385,357	2,385,357	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Transactions during the year / period	For the year ended June 30, 2025		Total	For the year ended June 30, 2024	For the period from January 8, 2024 to June 30, 2024	Total
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II		Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	
	(Rupees)			(Rupees)		
Mr. Yousaf Hussain						
Units issued: Nil units						
(2024: 2,077,806) (FISP-I)	-	-	-	210,382,728	-	210,382,728
Units redeemed: Nil units						
(2024: 2,147,769) (FISP-I)	-	-	-	220,318,137	-	220,318,137
Dividend Reinvest: Nil units						
(2024: 69,963) (FISP-I)	-	-	-	7,022,897	-	7,022,897
Mr. Nadir Rahman						
Units issued: Nil units						
(2024: 149,452 units) (FISP-I)	-	-	-	15,086,712	-	15,086,712
Units redeemed: 20 units						
(2024: 157,266 units) (FISP-I)	2,115	-	-	15,899,602	-	15,899,602
Dividend Reinvest: Nil units						
(2024: 7,834 units) (FISP-I)	-	-	-	786,379	-	786,379
Mr. Omer Bin Javed						
Units issued: 3,635 units						
(2024: 840,043 units) (FISP-I)	202,783	-	202,783	86,322,839	-	86,322,839
Units issued: 172,400 units						
(2024:202,461 units) (FISP-II)	-	18,046,556	18,046,556	-	19,491,895	19,491,895
Units redeemed: 36,635 units						
(2024: 840,286 units) (FISP-I)	389,663	-	389,663	86,081,924	-	86,081,924
Units redeemed: 171,704 units						
(2024:202,461 units) (FISP-II)	-	18,720,929	18,720,929	-	20,789,745	20,789,745
Dividend Reinvest: Nil units						
(2024:243 units) (FISP-II)	-	-	-	24,406	-	24,406

Amounts / balances outstanding as at year / period end	2025			2024		
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
	(Rupees)			(Rupees)		
Faysal Asset Management Limited - Management Company						
Management fee payable	4,054,478	6,498,024	10,552,502	8,523,988	5,757,263	14,281,251
Sindh sales tax on remuneration of the Management Company	608,172	974,703	1,582,875	1,108,118	748,445	1,856,563
Selling and marketing expenses payable	-	-	-	1,431,301	3,140,375	4,571,676
Accounting and operational	5,517,914	54,092	5,572,006	5,730,715	198,143	5,928,858
Preliminary expenses and floatation cost payable	510,525	-	510,525	510,525	-	510,525
Other payable	20,000	10,000	30,000	20,000	10,000	30,000
Sales load payable	3,671,302	4,067,405	7,738,707	3,933,064	5,972,146	9,905,210
Units Outstanding: Nil units						
(2024: 7,453,916 units) (FISP-I)	-	-	-	749,938,489	-	749,938,489
Units Outstanding: Nil units						
(2024: 4,849 units) (FISP-II)	-	-	-	-	486,306	486,306
Faysal Bank Limited - Group company / Associated company						
Balances with bank	861,741,277	861,096,577	1,722,837,853	1,010,525,583	1,341,939,487	-
Profit receivable on balance with bank	5,642,856	21,341,984	26,984,840	23,367,056	26,477,818	-

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For The Year Ended June 30, 2025

Amounts / balances outstanding as at year / period end	2025			2024		
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II	Total
	(Rupees)			(Rupees)		
Faysal Asset Management Limited - Employees provident Fund						
Units outstanding: 164,861 units (2024: Nil units) (FISP-II)	-	16,559,176	16,559,176	-	-	-
Central Depository Company of Pakistan Limited - Trustee						
Remuneration to the Trustee payable	108,218	178,487	286,705	234,442	512,676	747,118
Sindh sales tax payable on remuneration of the Trustee	16,233	26,773	43,006	31,221	66,764	97,985
Unit holders with more than 10% unit holding						
Units outstanding: 10,406,143 units (2024: 5,450,958 units) (FISP-I)	-	-	-	548,420,888	-	548,420,888
Units outstanding: 5,584,539 units (2024: 5,745,753 units) (FISP-II)	-	-	-	-	576,241,568	576,241,568
Key Management Personnel of The Management Company						
Mr. Omer Bin Javed						
Units outstanding: 696 units (2024: Nil)	-	69,909	69,909	2,012	-	2,012
Mr. Nadir Rahman						
Units outstanding: Nil units (2024: Nil)	-	-	-	2,012	-	2,012

18 FINANCIAL INSTRUMENTS BY CATEGORY

FISP-I

	June 30, 2025		
	At amortised cost	At fair value through profit or loss	Total
	Rupees		
Financial assets			
Balances with banks	862,058,134	-	862,058,134
Investments	-	1,796,332,295	1,796,332,295
Receivable against of units	-	-	-
Deposit and other receivables	45,553,377	-	45,553,377
	907,611,512	1,796,332,295	2,703,943,807
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	14,382,391	-	14,382,391
Payable to Central Depository Company of Pakistan Limited - Trustee	124,451	-	124,451
Payable against redemption of units	27,421,446	-	27,421,446
Dividend payable	-	-	-
Accrued expenses and other liabilities	712,433	-	712,433
	42,640,722	-	42,640,722

	June 30, 2024		
	At amortised cost	At fair value through profit or loss	Total
	Rupees		
Financial assets			
Balances with banks	1,010,525,583	-	1,010,525,583
Investments	-	4,333,960,340	4,333,960,340
Deposit and other receivables	108,830,623	-	108,830,623
Receivable against sale of units	7,431,000	-	7,431,000
	1,126,787,206	4,333,960,340	5,460,747,546
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	21,257,711	-	21,257,711
Payable to Central Depository Company of Pakistan Limited - Trustee	265,663	-	265,663
Payable against redemption of units	46,052,150	-	46,052,150
Dividend payable	10,038,307	-	10,038,307
Accrued expenses and other liabilities	1,920,460	-	1,920,460
	79,534,291	-	79,534,291

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

FISP-II

	June 30, 2025		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balance with bank	861,470,787	-	861,470,787
Investments	-	2,863,991,500	2,863,991,500
Receivable against sale of units	3,630,811	-	3,630,811
Deposit and other receivables	69,618,527	-	69,618,527
	934,720,124	2,863,991,500	3,798,711,624
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	11,604,225	-	11,604,225
Payable to Central Depository Company of Pakistan Limited - Trustee	205,261	-	205,261
Payable against redemption of units	1,262,116	-	1,262,116
Dividend payable	4,322	-	4,322
Accrued expenses and other liabilities	2,033,765	-	2,033,765
	15,109,688	-	15,109,688

	June 30, 2024		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balance with bank	1,341,939,487	-	1,341,939,487
Investments	-	2,702,670,000	2,702,670,000
Receivable against sale of units	-	-	-
Deposit and other receivables	85,027,522	-	85,027,522
	1,426,967,009	2,702,670,000	4,129,637,009

	June 30, 2024		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	15,826,372	-	15,826,372
Payable to Central Depository Company of Pakistan Limited - Trustee	579,440	-	579,440
Payable against redemption of units	32,214,897	-	32,214,897
Dividend payable	40	-	40
Accrued expenses and other liabilities	380,745	-	380,745
	49,001,494	-	49,001,494

19 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 Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

19.1 Market risk

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

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with bank and investment in GoP ijarah sukuk. 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.

(ii) Currency risk

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

a) Sensitivity analysis for variable rate instruments

The Fund holds GoP ijarah sukuk certificates 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 plan would have been higher / lower by Rs. 22.02 million (June 30, 2024: Rs. 51.19 million) for FISP-I and Rs. 29.59 million (June 30, 2024: 40.45 million) for FISP-II. The analysis assumes that all other variables remain constant.

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.

b) Sensitivity analysis for fixed rate instruments

As at June 30, 2025, the Fund holds GOP Ijarah sukuks fixed rate instrument which expose it to fair value 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 would have been higher / lower by Rs. 1.06 million (June 30, 2024: Rs. 2.25 million) for FISP-I and Rs. 2.67 million (June 30, 2024: Nil) for FISP-II.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at reporting dates can be determined as follows:

FISP-I

	June 30, 2025					
	Effective interest rate	Exposed to interest rate risk			Not exposed to yield / interest rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	5.5% - 19%	862,058,134	-	-	-	862,058,134
Investments	11.39% - 12.53%	25,697,500	1,664,694,795	105,940,000	-	1,796,332,295
Deposit and other receivables		-	-	-	45,553,377	45,553,377
		887,755,634	1,664,694,795	105,940,000	45,553,377	2,703,943,807
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	14,382,391	14,382,391
Payable to Central Depository Company of						-
Pakistan Limited - Trustee		-	-	-	124,451	124,451
Payable against redemption of units		-	-	-	27,421,446	27,421,446
Dividend payable		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	712,433	712,433
		-	-	-	42,640,722	42,640,722
On-balance sheet gap (a)		887,755,634	1,664,694,795	105,940,000	2,912,656	2,661,303,085
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		887,755,634				
Cumulative interest rate sensitivity gap		887,755,634	887,755,634	887,755,634		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	June 30, 2024					
	Effective interest rate	Exposed to interest rate risk			Not exposed to yield / interest rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	20.00% - 20.75%	1,010,525,583	-	-	-	1,010,525,583
Investments	16.19% - 21.24%	279,199,517	3,829,513,323	225,247,500	-	4,333,960,340
Deposit and other receivables		-	-	-	108,830,623	108,830,623
Receivable against sale of units		-	-	-	7,431,000	7,431,000
		1,289,725,100	3,829,513,323	225,247,500	116,261,623	5,460,747,546
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	21,257,711	21,257,711
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	265,663	- 265,663
Payable against redemption of units		-	-	-	46,052,150	46,052,150
Dividend payable		-	-	-	10,038,307	10,038,307
Accrued expenses and other liabilities		-	-	-	1,920,460	1,920,460
		-	-	-	79,534,291	79,534,291
On-balance sheet gap (a)		1,289,725,100	3,829,513,323	225,247,500	36,727,332	5,381,213,255
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		1,289,725,100	3,829,513,323	225,247,500		
Cumulative interest rate sensitivity gap		1,289,725,100	5,119,238,423	5,344,485,923		

FISP-II

	June 30, 2025					
	Effective interest rate	Exposed to interest rate risk			Not exposed to yield / interest rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balance with bank	5.5% - 19%	861,470,787	-	-	-	861,470,787
Investments	10.6% - 16.19%	757,275,000	1,839,391,500	267,325,000	-	2,863,991,500
Receivable against sale of units		3,630,811	-	-	-	3,630,811
Deposit and other receivables		-	-	-	69,618,527	69,618,527
		1,622,376,597	1,839,391,500	267,325,000	69,618,527	3,798,711,624
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	11,604,225	11,604,225
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	205,261	- 205,261
Payable against redemption of units		-	-	-	1,262,116	1,262,116
Dividend payable		-	-	-	4,322	4,322
Accrued expenses and other liabilities		-	-	-	2,033,765	2,033,765
		-	-	-	15,109,688	15,109,688
On-balance sheet gap (a)		1,622,376,597	1,839,391,500	267,325,000	54,508,839	3,783,601,936
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		1,622,376,597				
Cumulative interest rate sensitivity gap		1,622,376,597	1,622,376,597	1,622,376,597		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	Effective interest rate	June 30, 2024 - Exposed to interest rate risk - Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / interest rate risk	Total
		Rupees				
Financial assets						
Balance with bank	20.00%	1,341,939,487	-	-	-	1,341,939,487
Investments	19.86% - 22.39%	149,940,000	2,552,730,000	-	-	2,702,670,000
Receivable against sale of units		-	-	-	-	-
Deposit and other receivables		-	-		85,027,522	85,027,522
		1,491,879,487	2,552,730,000	-	85,027,522	4,129,637,009
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	15,826,372	15,826,372
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	579,440	579,440
Payable against redemption of units		-	-	-	32,214,897	32,214,897
Dividend payable		-	-	-	40	40
Accrued expenses and other liabilities		-	-	-	380,745	380,745
		-	-	-	49,001,494	49,001,494
On-balance sheet gap (a)		1,491,879,487	2,552,730,000	-	36,026,028	4,080,635,515
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		1,491,879,487	2,552,730,000	-		
Cumulative interest rate sensitivity gap		1,491,879,487	4,044,609,487	4,044,609,487		

(iii) Price risk

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

The Fund does not hold any instruments that expose it to price risk as of June 30, 2025.

19.2 Liquidity risk

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

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

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any 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 dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

FISP-I

	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 and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	862,058,134	-	-	-	-	-	862,058,134
Investments	-	-	-	1,796,332,295	-	-	1,796,332,295
Deposit and other receivables	45,553,377	-	-	-	-	-	45,553,377
	907,611,512	-	-	1,796,332,295	-	-	2,703,943,807
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	14,382,391	-	-	-	-	-	14,382,391
Payable to Central Depository Company of Pakistan Limited - Trustee	124,451	-	-	-	-	-	124,451
Payable against redemption of units	27,421,446	-	-	-	-	-	27,421,446
Dividend payable	-	-	-	-	-	-	-
Accrued expenses and other liabilities	235,628	476,805	-	-	-	-	712,433
	42,163,917	476,805	-	-	-	-	42,640,722
Net financial assets	865,447,595	(476,805)	-	1,796,332,295	-	-	2,661,303,085

	June 30, 2024						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	1,010,525,583	-	-	-	-	-	1,010,525,583
Investments	-	-	75,255,000	4,258,705,340	-	-	4,333,960,340
Deposit and other receivables	108,830,623	-	-	-	-	-	108,830,623
Receivable against sale of units	7,431,000	-	-	-	-	-	7,431,000
	1,126,787,206	-	75,255,000	4,258,705,340	-	-	5,460,747,546
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	21,257,711	-	-	-	-	-	21,257,711
Payable to Central Depository Company of Pakistan Limited - Trustee	265,663	-	-	-	-	-	265,663
Payable against redemption of units	46,052,150	-	-	-	-	-	46,052,150
Dividend payable	10,038,307	-	-	-	-	-	10,038,307
Accrued expenses and other liabilities	1,920,460	-	-	-	-	-	1,920,460
	79,534,291	-	-	-	-	-	79,534,291
Net financial assets	1,047,252,915	-	75,255,000	4,258,705,340	-	-	5,381,213,255

FISP-II

	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 and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balance with bank	861,470,787	-	-	-	-	-	861,470,787
Investments	-	-	-	2,863,991,500	-	-	2,863,991,500
Deposit and other receivables	69,618,527	-	-	-	-	-	69,618,527
	931,089,313	-	-	2,863,991,500	-	-	3,795,080,813
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	11,604,225	-	-	-	-	-	11,604,225
Payable to Central Depository Company of Pakistan Limited - Trustee	205,261	-	-	-	-	-	205,261
Payable against redemption of units	1,262,116	-	-	-	-	-	1,262,116
Dividend payable	4,322	-	-	-	-	-	4,322
Accrued expenses and other liabilities	1,663,101	370,664	-	-	-	-	2,033,765
	14,739,024	370,664	-	-	-	-	15,109,688
Net financial assets	916,350,289	(370,664)	-	2,863,991,500	-	-	3,779,971,126

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	June 30, 2024						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balance with bank	1,341,939,487	-	-	-	-	-	1,341,939,487
Investments	-	-	-	2,702,670,000	-	-	2,702,670,000
Deposit and other receivables	85,027,522	-	-	-	-	-	85,027,522
	1,426,967,009	-	-	2,702,670,000	-	-	4,129,637,009
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	15,826,372	-	-	-	-	-	15,826,372
Payable to Central Depository Company of Pakistan Limited - Trustee	579,440	-	-	-	-	-	579,440
Payable against redemption of units	32,214,897	-	-	-	-	-	32,214,897
Dividend payable	40	-	-	-	-	-	40
Accrued expenses and other liabilities	380,745	-	-	-	-	-	380,745
	49,001,494	-	-	-	-	-	49,001,494
Net financial assets	1,377,965,515	-	-	2,702,670,000	-	-	4,080,635,515

19.3 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 mainly arises from balances with banks and financial institutions and profit receivable thereon.

Credit risk represents the accounting loss that would be recognised at the reporting date if counter parties fail completely to perform as contracted.

The Fund is exposed to counter party credit risks on investment in balances with banks deposits and other receivables. The credit risk on the Fund is limited because the counterparties are financial institutions with reasonably high credit ratings.

The Fund has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate as a means of mitigating the risk of financial loss from defaults. This information is supplied by the independent rating agencies, where available, and if not available, the Fund uses other publicly available financial information and its own trading records to rate its major customers. The Fund's exposure and the credit ratings of its counterparties are continuously monitored and spread amongst approved counterparties.

Credit risk from balances with banks is managed in accordance with the Fund's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. The limits are set to minimise the concentration of risk and therefore mitigate financial loss through potential counterparty failure.

The table below analyses the Fund's maximum exposure to credit risk:

FISP-I

	2025		2024	
	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	
Balances with banks	862,058,134	862,058,134	1,010,525,583	1,010,525,583
Investments	1,796,332,295	-	4,333,960,340	-
Deposit and other receivables	45,553,377	5,458,906	112,829,013	23,487,554
Receivable against sale of units	-	-	7,431,000	7,431,000
	2,703,943,807	867,517,041	5,464,745,936	1,041,444,137

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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FISP-II	2025		2024	
	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 ----------------------	
Balance with bank	861,470,787	861,470,787	1,341,939,487	1,341,939,487
Investments	2,863,991,500	-	2,702,670,000	-
Deposit and other receivables	69,618,527	23,445,869	85,027,522	26,577,818
	3,795,080,813	884,916,655	4,129,637,009	1,368,517,305

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets. Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investment in government securities and related profit receivable, are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan.

19.3.1 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 balances with banks is as follows:

Name of the Bank	Rating Agency	Latest available published rating	% of financial assets exposed to credit risk 2025	% of financial assets exposed to credit risk 2024
FISP-I				
Faysal Bank Limited	PACRA	AA	99.96%	100.00%
United Bank Limited*	VIS	AAA	-	-
Bank Alfalah Limited*	PACRA	AA+	0.04%	-
			100.00%	100.00%

Name of the Bank	Rating Agency	Latest available published rating	% of financial assets exposed to credit risk 2025	% of financial assets exposed to credit risk 2024
FISP-II				
Faysal Bank Limited	PACRA	AA	99.75%	100.00%
United Bank Limited*	VIS	AAA	0.25%	-
			100.00%	100.00%

*Nil due to rounding off

Ratings of investments have been disclosed in related notes to these financial statements. Since, the assets of the Fund are held with credit worthy counterparties, therefore significant credit risk is mitigated.

19.3.2 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.

20 UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

21 FAIR VALUE MEASUREMENT

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

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

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

21.1 Fair value hierarchy

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

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

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

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

As at reporting dates, the Fund held the following financial instruments measured at fair value:

FISP-I

	June 30, 2025			
	Level 1	Level 2	Level 3	Total
	----------------------- Rupees -----------------------			
GoP Ijarah Sukuks	1,796,332,295	-	-	1,796,332,295

	June 30, 2024			
	Level 1	Level 2	Level 3	Total
	----------------------- Rupees -----------------------			
GoP Ijarah Sukuks	25,050,000	4,308,910,340	-	4,333,960,340

FISP-II

	June 30, 2025			
	Level 1	Level 2	Level 3	Total
	----------------------- Rupees -----------------------			
GoP Ijarah Sukuks	2,702,606,500	161,385,000	-	2,863,991,500

	June 30, 2024			
	Level 1	Level 2	Level 3	Total
	----------------------- Rupees -----------------------			
GoP Ijarah Sukuks	-	2,702,670,000	-	2,702,670,000

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

Item	Valuation technique
Government of Pakistan - Ijarah sukuks	The fair value of GoP Ijarah sukuks listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange. The fair value of other GoP Ijarah sukuks are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.

There were no transfers between levels during the year.

22 UNIT HOLDING PATTERN OF THE FUND

FISP-I

Category	June 30, 2025		
	Number of unit holders	Investment amount	Percentage of total
Individuals	1,363	624,323,528	23.66%
Associated Company	-	-	0.00%
Insurance Companies	1	354,815,090	13.45%
Retirement Funds	11	724,127,174	27.44%
Other Corporates	26	935,534,712	35.45%
	1,401	2,638,800,504	100%

Category	June 30, 2024		
	Number of unit holders	Investment amount	Percentage of total
Individuals	1,350	2,352,211,028	44.02%
Associated Company	1	749,928,231	14.03%
Insurance Companies	4	276,484,005	5.17%
Retirement Funds	10	665,903,117	12.46%
Other Corporates	31	1,299,743,770	24.32%
	1,396	5,344,270,152	100.00%

FISP-II

Category	June 30, 2025		
	Number of unit holders	Investment amount	Percentage of total
Individuals	1,612	2,620,810,478	69.94%
Associated Company	-	-	0.00%
Insurance Companies	1	560,929,246	14.97%
Retirement Fund	7	174,212,758	4.65%
Other Corporate	14	391,256,623	10.44%
	1,634	3,747,209,106	100.00%

Category	June 30, 2024		
	Number of unit holders	Investment amount	Percentage of total
Individuals	592	4,002,272,039	98.72%
Associated Company	1	486,291	0.01%
Retirement Fund	1	1,126,423	0.03%
Other Corporate	1	50,093,322	1.24%
	595	4,053,978,076	100.00%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

23 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	------------------ June 30, 2025 ------------------	
	Percentage of commission paid	
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II
JS Global Capital Limited	39.53%	23.76%
Continental Exchange (Private) Limited	34.55%	1.15%
Alfalah CLSA Securities (Private) Limited	9.47%	17.51%
Next Capital Limited	6.31%	33.10%
Bright Capital (Private) Limited	4.44%	20.38%
ICON Management (Private) Limited	2.46%	2.09%
C&M Management (Private) Limited	1.68%	0.67%
Arif Habib Limited	1.57%	1.35%
	100.00%	100.00%

Name of broker	------------------ June 30, 2025 ------------------	
	Percentage of commission paid	
	Faysal Islamic Sovereign Plan I	Faysal Islamic Sovereign Plan II
Continental Exchange (Private) Limited	84.40%	76.62%
Alfalah CLSA Securities (Private) Limited	15.02%	23.38%
Currency Markets Associates (Private) Limited	0.51%	0.00%
Bright Capital (Private) Limited	0.07%	0.00%
	100.00%	100.00%

23 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience (In Years)
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 35 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 27 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 24 Years
Mr. Nafees Imtiaz Malik	Chief Innovation & Product Officer	MBA	Over 14 Years
Mr. Salman Muslim, FCA	Chief Financial Officer and Company Secretary	FCA	Over 19 Years
Syed Eunas Viqa	Chief Compliance & Risk Officer	ACCA	Over 16 Years
Syed Shahid Iqbal	Head of Fixed Income	B.Com	Over 33 Years
Mr. Mustajab Alam	Fund Manager	MBA,Finance	Over 12 Years
Ms. Sarah Rehman	Head of Research	CFA	Over 9 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 11 Years

24 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Shahid Iqbal	Head of Fixed Income	B.Com	Faysal Islamic Savings Growth Fund, Faysal Islamic Asset Allocation Fund, Faysal Islamic Financial Planning Fund, Faysal Islamic Cash Fund, Faysal Islamic Special Income Fund, Faysal Islamic Financial Planning Fund-II, Faysal Halal Amdani Fund, Faysal Islamic Financial Growth Fund, Faysal Islamic KPK Government Employees Pension Fund and Faysal Islamic Mustakil Munafa Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

25 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October 18, 2024	February 12, 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuber	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

26 GENERAL

26.1 Figures have been rounded off to the nearest rupee unless otherwise stated.

26.2 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

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	FISP-II June 30, 2025 (Rupees)	FISP-II June 30, 2024 (Rupees)	FISP-I June 30, 2025 (Rupees)	FISP-I June 30, 2024 (Rupees)	FISP-I June 30, 2023 (Rupees)
Net assets	3,747,209,106	4,053,978,076	2,638,800,504	5,344,270,152	5,792,221,967
Net assets value per unit	100.44	100.29	100.78	100.61	100.38
Offer price per unit	102.75	102.56	103.10	102.89	102.65
Repurchase price per unit	100.44	100.29	100.78	100.61	100.38
Highest offer price per unit	116.41	111.15	116.20	106.51	108.01
Highest repurchase price per unit	113.79	108.69	113.59	104.16	105.62
Lowest offer price per unit	102.57	100.16	102.73	102.65	102.19
Lowest repurchase price per unit	100.27	100.19	100.42	100.38	99.93
Total return:	13.67%	18.99%	13.05%	21.81%	18.77%
- capital growth	0.13%	10.25%	0.12%	2.00%	17.76%
- income distribution	13.54%	8.74%	12.93%	19.81%	1.01%
Average annual return:					
FISP-I (Launch date: February 01, 2023)					
FISP-II (Launch date: January 08, 2024)					
- one year	13.67%	18.99%	13.05%	21.81%	18.77%
- two years	16.33%	N/A	17.43%	20.29%	N/A
- three years			17.88%	N/A	N/A
Distribution per unit:					
- Interim distribution (% per unit) *	13.54%	8.74%	12.93%	19.81%	1.01%
- Final distribution (% per unit)	-	-	-	-	-
	13.54%	8.74%	12.93%	19.81%	1.01%

* Announced on 20 & 25 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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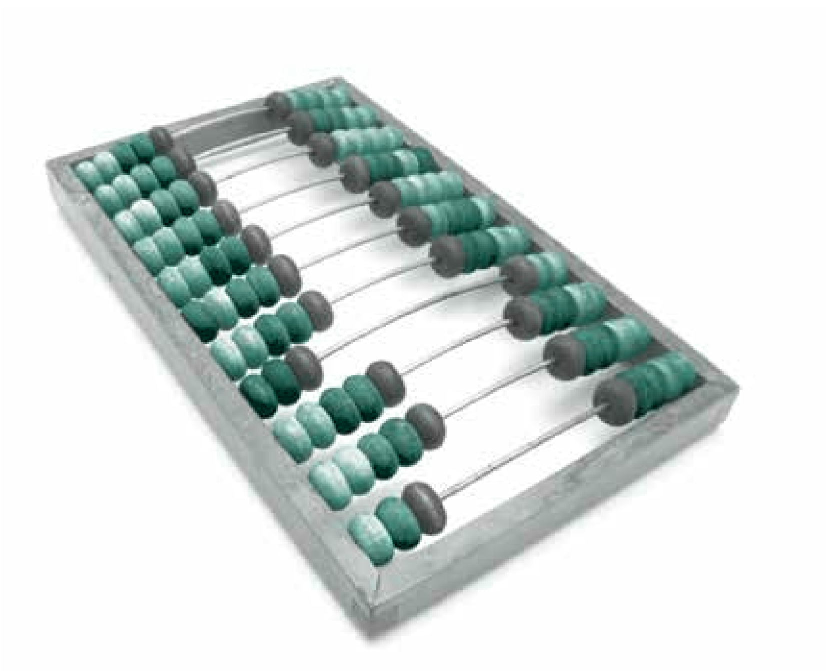
The Art of Investment

Faysal Islamic Savings Growth Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Al-Baraka Bank Pakistan Limited
MCB Islamic Bank Limited
Bank Islami Pakistan Limited
Faysal Bank Limited
Dubai Islamic Bank
Zarai Taraqiati Bank Limited
Habib bank Limited (Islamic Banking)
Soneri Bank Limited (Islamic Banking)
Meezan Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Islamic Savings Growth Fund seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun’25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP’s ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country’s FX reserve position remained resilient, surpassing the IMF’s target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May’25 (vs a surplus of USD 47mn during April’25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

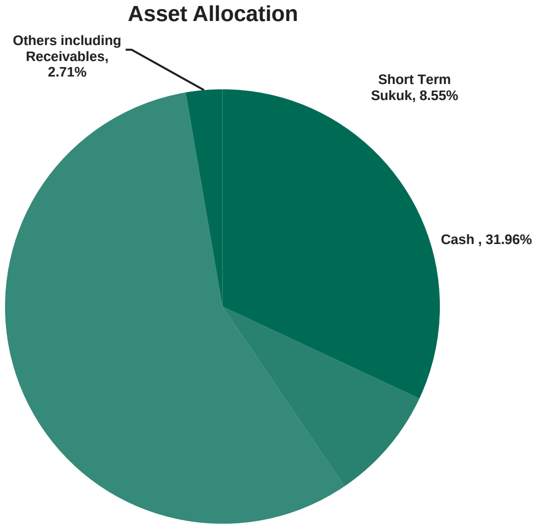
Headline inflation in Jun’25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It’s noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

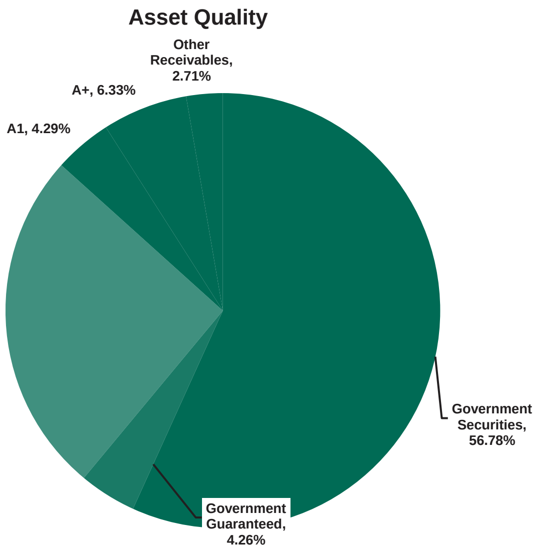
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Income Scheme
Stability Rating	A+(f) (VIS) December 27 ,2024
Risk Profile	Medium
Launch Date	June 14, 2010
Custodian/Trustee	CDC
Auditor	EY Ford Rhodes
Management Fee	Up to 2.00% of Average Annual N.A. (Actual Rate of Management Fee Charged is 1.93%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR 5000
Benchmark	75% six (6) months PKISRV rates + 25% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	105.58
Net Assets (PKR mn)	2,271
Total Expense Ratio (Annualized)	2.42%
Total Expense Ratio (Monthly)	2.51%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	15.43%	18.68%
Benchmark (YTD)	10.37%	10.10%





FUND PERFORMANCE

Faysal Islamic Savings Growth (FISGF) yielded an annualized FY25 to date return of 15.43% relative to its existing benchmark of 10.37%. By the end of the period, Cash allocation stood at 31.96%, while exposure in Short-term Sukuk, GOP Ijara Sukuk and Other Receivables stood at 8.55%, 56.78%, 2.71% respectively. In the future, your fund will strive to maximize returns in a competitive macroeconomic landscape.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين والصلاة والسلام على خاتم النبيين وسيد المرسلين،
وعلى آله واصحابه أجمعين أما بعد

Annual Report of

Faysal Islamic Savings Growth Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Savings Growth Fund (FISGF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of **FISGF** in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of **FISGF** by **FAML** Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Savings Growth Fund (FISGF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC SAVINGS GROWTH FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Savings Growth Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

Independent Assurance Report on Compliance with the Shari'ah Governance Regulations, 2023
To the Board of Directors of Faysal Islamic Savings Growth Fund, Shariah Compliant Company

1. Introduction

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

2. Applicable Criteria

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

"Shariah principles and rules" means requirements, standards, rulings or permissions, pertaining to Islamic financial services, derived from the following:

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 30 June 2025, which are annexed.

3. Management's Responsibility for Shari'ah Compliance

Management is responsible to ensure that the financial arrangements, contracts and transactions having Shari'ah 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 Shari'ah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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-: 2 :-

4. Our Independence and Quality Management

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.

EY also applies International Standard on Quality Management 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services engagements, which requires that we design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our responsibility and summary of the work performed

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

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shari'ah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shari'ah 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, transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shari'ah principles. (criteria specified in para 2 above).

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

6. Conclusion

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

EY Ford Rhodes

Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 September 2025

Place: Karachi

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Savings Growth Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Faysal Islamic Savings Growth Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2025**, and the income statement, the statement of comprehensive income, the statement of movement in unit holders' fund and the 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 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.

Key Audit Matters

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

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Existence and valuation of bank balances and investments	
As disclosed in notes 4 and 5 to the accompanying financial statements of the Fund for the period ended 30 June 2025, the bank balances and investments (comprised of debt securities) held by the Fund represent 97.29% of the total assets of the Fund as at the period end.	We performed a combination of audit procedures focusing on the existence and valuation of bank balances and investments. Our key procedures included the following: - We obtained independent confirmations for verifying the existence of the bank balances as at 30 June 2025 and reconciled it with the books and records of the Fund. - We have obtained bank reconciliation statements and tested reconciling items on a sample basis. - We performed substantive audit procedures on period-end balance of portfolio including review of custodian's statement and related reconciliations and valuations on such investments in accordance with the accounting policy of the fund as mentioned in note 3.

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Key audit matter	How our audit addressed the key audit matter
In view of the significance of bank balances and investment in relation to the total assets and the Net Assets Value (NAV) of the Fund, we have considered the existence and valuation of such bank balances and investments as a key audit matter.	- We evaluated the appropriateness of the classification of the investments in accordance with the requirements of IFRS 9 and the valuations in accordance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). - We assessed the Fund's compliance with the requirements of the Regulations in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. - We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

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.

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.

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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.

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

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Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

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.

EYFord Rhodes

Chartered Accountants

Date: 26 September 2025

Place: Karachi

UDIN: AR202510076LIMHYXkW

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025	2024
		-------------- (Rupees) --------------	
Assets			
Balances with banks	4	**750,533,161**	707,709,328
Investments	5	**1,534,000,150**	526,680,000
Advances, deposits and other receivables	6	**63,589,733**	32,196,578
Total assets		**2,348,123,044**	1,266,585,906
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	7	**8,042,407**	8,102,398
Payable to Central Depository Company of Pakistan Limited - Trustee	8	**217,627**	78,672
Payable to the Securities and Exchange Commission of Pakistan	9	**189,240**	69,230
Accrued expenses and other liabilities	10	**68,846,953**	60,853,665
Total liabilities		**77,296,227**	69,103,965
Net assets		**2,270,826,817**	1,197,481,941
Unit holders' fund (as per statement attached)		**2,270,826,817**	1,197,481,941
Contingencies and commitments	11		
		--------- (Number of units) ---------	
Number of units in issue		**21,508,851**	11,363,904
		-------------- (Rupees) --------------	
Net asset value per unit		**105.5764**	105.38

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

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		----------- (Rupees) -----------	
Income			
Profit on sukuk certificates		**169,112,798**	220,277,409
Profit on balances with banks		**96,887,872**	212,703,954
Profit on certificate of musharakah		**-**	5,189,481
Loss on sale of investments - net		**(11,241,855)**	(5,816,066)
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit and loss' - net	5.3	**40,240,504**	(3,772,740)
Other income		**166,362**	168,827
Total income		**295,165,681**	428,750,865
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	7.1	**35,029,362**	29,807,457
Sindh Sales Tax on remuneration of the Management Company	7.2	**5,254,404**	3,874,969
Selling and marketing expenses	7.3	**-**	8,766,810
Accounting and operational charges	7.4	**-**	1,387,981
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	**1,419,080**	1,621,092
Sindh Sales Tax on remuneration of the Trustee	8.2	**213,447**	210,742
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	**1,419,395**	1,621,092
Transaction charges		**532,102**	651,697
Auditors' remuneration	12	**967,711**	843,963
Fees and subscription		**490,822**	295,258
Printing charges		**-**	11,027
Shariah advisory fee		**150,000**	167,189
Legal and professional charges		**261,288**	261,456
Bank charges		**108,498**	12,993
Total expenses		**45,846,109**	49,533,726
Net income for the year before taxation		**249,319,572**	379,217,139
Taxation	13	**-**	-
Net income for the year after taxation		**249,319,572**	379,217,139
Earnings per unit	14		
Allocation of net income for the year			
Net income for the year after taxation		**249,319,572**	379,217,139
Income already paid on units redeemed		**(176,366,285)**	(254,103,481)
		72,953,287	125,113,658
Accounting income available for distribution			
- Relating to capital gains		**17,059,471**	-
- Excluding capital gains		**55,893,816**	125,113,658
		72,953,287	125,113,658

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	---------------- (Rupees) ----------------	
Net income for the year after taxation	**249,319,572**	379,217,139
Other comprehensive income for the year	**-**	-
Total comprehensive income for the year	**249,319,572**	379,217,139

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For the year ended June 30, 2025			For the year ended June 30, 2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the year	**1,122,606,494**	**74,875,447**	**1,197,481,941**	2,596,132,614	69,831,367	2,665,963,981
Issuance of 82,130,637 (2024: 94,535,421) units						
- Capital value (at net asset value per unit at the beginning of the year)	**8,654,926,563**	**-**	**8,654,926,563**	9,920,547,080	-	9,920,547,080
- Element of income	**687,722,468**	**-**	**687,722,468**	929,900,659	-	929,900,659
Total proceeds on issuance of units	**9,342,649,031**	**-**	**9,342,649,031**	10,850,447,739	-	10,850,447,739
Redemption of 71,985,691 (2024: 108,576,845) units						
- Capital value (at net asset value per unit at the beginning of the year)	**(7,585,852,141)**	**-**	**(7,585,852,141)**	(11,394,054,114)	-	(11,394,054,114)
- Element of loss	**(365,116,455)**	**(176,366,285)**	**(541,482,740)**	(857,324,272)	(254,103,481)	(1,111,427,753)
Total payments on redemption of units	**(7,950,968,596)**	**(176,366,285)**	**(8,127,334,881)**	(12,251,378,386)	(254,103,481)	(12,505,481,867)
Total comprehensive income for the year	**-**	**249,319,572**	**249,319,572**	-	379,217,139	379,217,139
Distribution for the year ended June 30, 2025 @ Rs. 16.0267 per unit declared on June 25, 2025 (2024: Rs. 19.14 per unit declared on June 20, 2024)	**(322,857,927)**	**(68,430,919)**	**(391,288,846)**	(72,595,473)	(120,069,578)	(192,665,051)
Net income for the year less distribution	**(322,857,927)**	**180,888,653**	**(141,969,274)**	(72,595,473)	259,147,561	186,552,088
Net assets at the end of the year	**2,191,429,002**	**79,397,815**	**2,270,826,817**	1,122,606,494	74,875,447	1,197,481,941
Undistributed income brought forward						
- Realised income		**78,648,187**			77,838,830	
- Unrealised loss		**(3,772,740)**			(8,007,463)	
		74,875,447			69,831,367	
Accounting income available for distribution						
- Relating to capital gains		**17,059,471**			-	
- Excluding capital gains		**55,893,816**			125,113,658	
		72,953,287			125,113,658	
Distribution during the year		**(68,430,919)**			(120,069,578)	
Undistributed income carried forward		**79,397,815**			74,875,447	
Undistributed income carried forward						
- Realised income		**39,157,311**			78,648,187	
- Unrealised income / (loss)		**40,240,504**			(3,772,740)	
		79,397,815			74,875,447	
		(Rupees)			**(Rupees)**	
Net asset value per unit at the beginning of the year		**105.38**			104.94	
Net asset value per unit at the end of the year		**105.5764**			105.38	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------------------ (Rupees) ------------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		**249,319,572**	379,217,139
Adjustments for:			
Profit on bank Balances		**(96,887,872)**	(212,703,954)
Profit on sukuk certificates		**(169,112,798)**	(220,277,409)
Profit on certificate of musharakah		**-**	(5,189,481)
Loss on sale of investments - net		**11,241,855**	5,816,066
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets 'at fair value through profit and loss' - net	5.3	**(40,240,504)**	3,772,740
		(294,999,319)	(428,582,038)
(Increase) / decrease in assets			
Investments - net		**(978,321,501)**	623,119,406
Advances, deposits and other receivables		**134,973**	(405,901)
		(978,186,528)	622,713,505
Increase / (decrease) in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(59,991)**	4,568,763
Payable to Central Depository Company of Pakistan Limited - Trustee		**138,955**	(60,348)
Payable to the Securities and Exchange Commission of Pakistan		**120,010**	(372,287)
Accrued expenses and other liabilities		**14,070,797**	15,390,473
		14,269,771	19,526,601
Profit received on bank balances		**104,899,294**	202,966,450
Profit received on Investments		**129,573,248**	255,874,516
		234,472,542	458,840,966
Net cash (used in) / generated from operating activities		**(775,123,962)**	1,051,716,173
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		**9,342,649,031**	10,850,447,739
Payments against redemption and conversion of units		**(8,127,334,881)**	(12,505,976,974)
Dividend paid		**(397,366,355)**	(155,321,846)
Net cash generated from / (used in) financing activities		**817,947,795**	(1,810,851,081)
Net increase / (decrease) in cash and cash equivalents during the year		**42,823,833**	(759,134,908)
Cash and cash equivalents at the beginning of the year		**707,709,328**	1,466,844,236
Cash and cash equivalents at the end of the year	4	**750,533,161**	707,709,328

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

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Savings Growth Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on April 22, 2009 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on July 29, 2022, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as a 'Shariah Compliant Islamic Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from June 15, 2010 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital by investing in Shariah compliant money market and debt securities having good credit quality rating and liquidity. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) by VIS. Furthermore, VIS Credit Rating Company Limited has reaffirmed the stability rating of "A+(f)" of the Fund dated December 27, 2024 [2024: A+(f)" dated December 15, 2023].

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF 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) and the requirements of the Trust Deed.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

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

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

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 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 these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain 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 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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, unless otherwise stated.

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:

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

based on the business model of the entity.

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

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 Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

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

3.2.5 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 values 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

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

3.8 Distribution to unit holders

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

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

3.10 Revenue recognition

- Profit on sukuk certificates, commercial papers, certificates of musharakah and murabaha share financing is recognised on an accrual basis using the effective yield method;

- Profit on balances with banks and other income is recognised on an accrual basis;

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place;

- Unrealised gains / (losses) 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; and

- Income / (loss) from spread transactions is recorded at the date at which the transaction takes place.

3.11 Expenses

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

3.12 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders in cash.

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.

3.13 Earnings / (loss) per unit

Earnings per unit is calculated by dividing the net income for the year after taxation of the Fund by the weighted average number of units outstanding during the year. The determination of earnings per unit is not practicable as disclosed in note 14.

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.

	Note	2025	2024
		-------------- (Rupees)	--------------
4 BALANCES WITH BANKS			
Balances with banks in savings accounts	4.1	**750,533,161**	707,709,328

4.1 These include a balance of Rs. 600.219 million (2024: Rs. 28.320 million) maintained with Faysal Bank Limited (a related party) that carries profit at the rate of 5% & 11.75% (2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 9% to 10% (2024: 6.75% to 21.2%) per annum.

	Note	2025	2024
		-------------- (Rupees)	--------------
5 INVESTMENTS			
Financial assets 'at fair value through profit or loss'			
Corporate sukuk certificates	5.1	**200,813,650**	250,270,000
GoP Ijarah sukuk certificates	5.2	**1,333,186,500**	276,410,000
		1,534,000,150	526,680,000

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

5.1 Corporate sukuk certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Percentage in relation to Net assets of the Fund	Percentage in relation to Total market value of investments
				----------- (Number of certificates) -----------				---------------------- (Rupees) ----------------------			------------ % ------------	
Power Generation and Distribution												
Pakistan Energy Sukuk II (Face value of 5,000 per certificate)	Semi-annually / At maturity	May 21, 2030	6 months KIBOR minus base rate of 0.10%	20,000	-	-	20,000	100,120,000	100,000,000	(120,000)	4.40%	6.52%
Mughal Iron & Steel Industries STS-1 (A+, PACRA, non-traded) (Face value of 1,000,000 per certificate)	Semi-annually / At maturity	October 18, 2024	6 months KIBOR plus base rate of 1.1%	100	-	100	-	-	-	-	-	-
Commercial Banks												
Al Baraka Bank Pakistan limited (AA+, PACRA, traded) (Face value of 1,000,000 per certificate)	Semi-annually / At maturity	December 22, 2031	6 months KIBOR plus base rate of 1.50%	50	-	-	50	50,150,000	50,375,000	225,000	2.22%	3.28%
Unlisted Securities												
OBS AGP (Pvt) Limited Sukuk Certificate (A+, PACRA, non-traded) (Face value of 12,500 per certificate)	Semi-annually / At maturity	November 29, 2030	6 months KIBOR plus base rate of 1.00%	-	50	-	50	50,000,000	50,438,650	438,650	2.22%	3.29%
Total as at June 30, 2025								**200,270,000**	**200,813,650**	**543,650**	**8.84%**	**13.09%**
Total as at June 30, 2024								249,520,000	250,270,000	750,000		

5.2 GoP Ijarah sukuk certificates

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / Matured 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,	Percentage in relation to Net assets of the Fund	Percentage in relation to Total market value of investments
					----------- (Number of certificates) -----------				----------------------- (Rupees) -----------------------			----------- % -----------	
GoP Ijarah Sukuk Certificates - XXII - FRR	Semi-annually / At maturity	27-Apr-22	27-Apr-27	12.49%	500	-	-	500	46,313,447	51,255,000	4,941,553	2.26%	3.34%
GoP Ijarah Sukuk Certificates - GIS - VRR (22)	Semi-annually / At maturity	09-Dec-20	09-Dec-25	Weighted average 6 months T-Bills	-	185	-	185	18,576,017	18,559,200	(16,817)	0.82%	1.21%
GoP Ijarah Sukuk Certificates - 3 years - VRR - PSX	Semi-annually / At maturity	18-Sep-24	18-Sep-27	Weighted average 6 months T-Bills	-	40,000	40,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - 5 years - VRR - PSX	Semi-annually / At maturity	18-Sep-24	18-Sep-29	Weighted average 6 months T-Bills	-	40,000	-	40,000	200,000,000	203,660,000	3,660,000	8.97%	13.28%
GoP Ijarah Sukuk Certificates - 5 years - VRR - PSX	Semi-annually / At maturity	21-Oct-24	21-Oct-29	Weighted average 6 months T-Bills	-	30,000	-	30,000	148,104,991	152,775,000	4,670,009	6.73%	9.96%
GoP Ijarah Sukuk Certificates - 5 years - VRR - PSX	Semi-annually / At maturity	24-Jan-24	24-Jan-29	Weighted average 6 months T-Bills	-	127,400	-	127,400	641,314,859	654,772,300	13,457,441	28.83%	42.68%
GoP Ijarah Sukuk Certificates - XI - FRR	Semi-annually / At maturity	15-Dec-21	15-Dec-26	11.40%	1,500	-	-	1,500	138,950,768	151,845,000	12,894,232	6.69%	9.90%
GoP Ijarah Sukuk Certificates - XXII - VRR	Semi-annually / At maturity	09-Dec-20	09-Dec-25	Weighted average 6 months T-Bills	1,000	-	-	1,000	100,229,564	100,320,000	90,436	4.42%	6.54%
Total as at June 30, 2025									1,293,489,646	1,333,186,500	39,696,854	3.08%	4.55%
Total as at June 30, 2024									280,932,740	276,410,000	(4,522,740)		

5.2.1 The nominal value of these sukuk certificates is Rs. 100,000 each except for those which are listed on PSX having nominal value is Rs. 5,000 each.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

		Note	2025	2024
5.3	**Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit and loss' - net**		------------- (Rupees)	-------------
	Market value of investments	5.1& 5.2	**1,534,000,150**	526,680,000
	Less: Carrying value of investments	5.1& 5.2	**1,493,759,646**	530,452,740
			40,240,504	(3,772,740)

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	2025	2024
Security deposit with:			
Central Depository Company of Pakistan Limited		**100,000**	100,000
National Clearing Company of Pakistan Limited (NCCPL)		**2,500,000**	2,500,000
		2,600,000	2,600,000
Prepaid expenses		**229,988**	408,218
Profit receivable on sukuk certificates		**46,745,209**	7,205,659
Profit receivable on balances with banks	6.1	**12,268,798**	20,280,220
Advance tax	6.2	**1,486,378**	1,443,121
Other receivable		**259,360**	259,360
		63,589,733	32,196,578

6.1 This includes profit receivable amounting to Rs. 0.272 million (June 30, 2024: Nil) on balance held with Faysal Bank Limited, a related party.

6.2 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 sections 150 and 151, but withholding tax on profits from savings accounts, sukuk certificates, and dividends paid to the Fund has been deducted by withholding agents, based on FBR's interpretation (letter C. no.1(43) DG (WHT)/2008-Vol.II-66417-R dated May 12, 2015), requiring withholding agents to withhold tax at applicable rates unless a valid exemption certificate under section 159(1) is provided, with tax withheld amounting to Rs. 1.468 million (June 30, 2024: Rs. 1.443 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts, sukuk certificates and commercial papers has been shown as advance tax under assets as at June, 30 2025 as, in the opinion of the management, the amount of tax deducted at source is likely to be refunded.

		Note	2025	2024
7	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------- (Rupees)	-------------
	Remuneration payable	7.1	**5,570,232**	2,096,802
	Sindh Sales Tax payable on remuneration of the Management Company-SST	7.2	**821,526**	272,584
	Selling and marketing expenses payable	7.3	**-**	4,019,686
	Sales load payable		**1,555,251**	1,524,837
	Accounting and operational charges Payable	7.4	**95,398**	188,489
			8,042,407	8,102,398

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates:

Period	Rate Applicable
From July 01, 2024 to October 01, 2024	1.50% of average annual net assets
From October 02, 2024 to June 30, 2025	1.93% of average annual net asset

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

7.2 During the year, an amount of Rs. 5.254 million (2024: Rs 3.874 million) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses (June 30, 2024: 0.1% to 0.75% of the average annual net asset of the Fund). The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

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

During the year ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. The Management Company based on its discretion has not charged allocated expenses during the year (June 30, 2024: 0% to 0.25%).

7.5 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs.0.446 million to specified unitholders by issuing additional units in its funds in Islamic Money Market Category during the year ended June 30, 2025.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED -TRUSTEE	Note	2025	2024
			------------- (Rupees)	-------------
	Remuneration payable to the Trustee	8.1	**188,636**	69,626
	Sindh Sales Tax payable on remuneration of the Trustee	8.2	**28,991**	9,046
			217,627	78,672

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (2024: 0.075%) per annum of the average annual net assets of the Fund.

8.2 During the year, an amount of Rs 0.213 million (2024: Rs 0.210 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%).

9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2025	2024
			------------- (Rupees)	-------------
	Annual fee payable	9.1	**189,240**	69,230

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2024: 0.075%) per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

10	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2025	2024
			------------- (Rupees)	-------------
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	10.1	**5,271,869**	5,271,869
	Auditor's remuneration payable		**1,028,617**	650,478
	Zakat payable		**241,443**	241,443
	Legal and professional charges payable		**1,567,619**	1,306,331
	Printing charges payable		**-**	40,430
	Withholding tax payable		**9,581,303**	13,931,944
	Capital gain tax payable		**19,402,377**	1,678,967
	Dividend Payable		**31,265,695**	37,343,205
	Transaction charges payable		**191,070**	74,156
	Shariah advisory fee payable		**150,000**	170,872
	Others		**146,960**	143,970
			68,846,953	60,853,665

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

10.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013, a constitutional petition was filed with the Honourable Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 5.272 million (2024: Rs. 5.272 million) is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at June 30, 2025 would have been higher by Re. 0.245 (2024: Re. 0.464) per unit.

11 CONTINGENCIES AND COMMITMENTS

Monitoring proceedings were initiated for tax years 2018, 2019 & 2020 vide show cause notices for each tax year issued under section 161/205 of the Ordinance. Complete details have been submitted in respect thereof by the management, however, no order issued in this regard. Monitoring proceedings for tax year 2018 are now time-barred.

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

12 AUDITORS' REMUNERATION

	2025	2024
	-------------- (Rupees)	-------------
Annual audit fee	**592,250**	430,000
Fee for half yearly review of condensed interim financial statements	**253,000**	305,000
Out of pocket expenses	**50,715**	46,447
	895,965	781,447
Sindh Sales tax	**71,746**	62,516
	967,711	843,963

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2025 to the unit holders in the manner as explained above 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 of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 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.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 2.42% (2024: 2.30%) which includes 0.36% (2024: 0.27%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

16.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

16.2 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

16.5 Selling and marketing expenses and accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

	2025	2024
Transactions during the year	-------------- (Rupees) --------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**35,029,362**	29,807,457
Sindh Sales Tax on remuneration of the Management Company	**5,254,404**	3,874,969
Selling and marketing expenses	**-**	8,766,810
Accounting and operational charges	**-**	1,387,981
Units issued: 7,874,236 units (2024: 18,010,614 units)	**889,376,158**	2,009,696,465
Units redeemed: 8,367,660 units (2024: 17,060,035 units)	**949,809,747**	1,940,000,000
Faysal Bank Limited - Group Company		
Profit on balance with bank	**25,049,754**	10,670,841
Bank charges	**100,518**	5,040
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**1,419,080**	1,621,092
Sindh Sales Tax on remuneration of the Trustee	**213,447**	210,742
CDS charges	**37,760**	18,000
Sindh Sales Tax on CDS charges	**5,415**	2,340
Faysal Bank Limited - Staff Provident Fund		
Units redeemed: Nil Units (2024: 5,511,850 units)	**-**	612,972,817
Faysal Bank Limited - Employee Provident Fund		
Units issued: 455,394 units (2024: Nil units)	**51,694,316**	-
Units redeemed: 296,609 Units (2024: Nil units)	**33,485,450**	-
Faysal Bank Limited - Staff Gratuity Fund		
Units redeemed: Nil Units (2024: 2,857,675 units)	**-**	341,892,204
Directors, their close family members and Key Management Personnel of the Management Company		
Units issued: 23,379 units (2024: Nil units)	**2,681,488**	-
Units redeemed: 15,233 units (2024: 35 units)	**1,719,816**	4,150
Unit holders with more than 10% holding *		
Units issued: 48,663,007 units (2024: Nil units)	**5,321,052,146**	-
Units redeemed: 40,260,829 units (2024: Nil units)	**4,483,159,640**	-

* Faysal Asset Management Limited also holds over 10% units as at 30 June 2025 (2024: Faysal Asset Management Limited and Faysal Bank Limited)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Amounts / balances outstanding as at year end	2025	2024
	------------- (Rupees) -------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable	**5,570,232**	2,096,802
Sindh Sales Tax payable on remuneration of the Management Company	**821,526**	272,584
Selling and marketing expenses payable	**-**	4,019,686
Sales load payable	**1,555,251**	1,524,837
Accounting and operational charges Payable	**95,398**	188,489
Units outstanding: 2,844,245 units (2024: 3,337,670 units)	**300,285,148**	351,723,665
Faysal Bank Limited - Group Company		
Balance with bank	**600,219,280**	28,320,267
Profit receivable on balance with bank	**271,723**	-
Units outstanding: 1,950,850 units (2024: 1,950,851 units)	**205,963,720**	205,580,678
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	**188,636**	69,626
Sindh Sales Tax payable on remuneration of the Trustee	**28,991**	9,046
Security deposit	**100,000**	100,000
Faysal Bank Limited - Employee Provident Fund		
Units outstanding: 158,785 units (2024: Nil units)	**16,763,949**	-
Directors, their close family members and Key Management Personnel of the Management Company		
Units outstanding: 8,147 units (2024: Nil unit)	**860,131**	-
Unit holders with more than 10% holding *		
Units outstanding: 8,402,178 units (2024: Nil units)	**887,071,717**	-

* Faysal Asset Management Limited also holds over 10% units as at 30 June 2025 (2024: Faysal Asset Management Limited and Faysal Bank Limited)

17 FINANCIAL INSTRUMENTS BY CATEGORY

	2025		
	At amortised cost	At fair value through profit or loss	Total
	---------- Rupees ----------		
Financial assets			
Balances with banks	**750,533,161**		**750,533,161**
Investments	**-**	**1,534,000,150**	**1,534,000,150**
Deposits and other receivables	**61,873,366**	**-**	**61,873,366**
	812,406,527	**1,534,000,150**	**2,346,406,677**
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	**8,042,407**	**-**	**8,042,407**
Payable to Central Depository Company of Pakistan Limited - Trustee	**217,627**	**-**	**217,627**
Accrued expenses and other liabilities	**34,349,962**	**-**	**34,349,962**
	42,609,996	**-**	**42,609,996**

	2024		
	At amortised cost	At fair value through profit or loss	Total
	---------- Rupees ----------		
Financial assets			
Balances with banks	707,709,328	-	707,709,328
Investments	-	526,680,000	526,680,000
Deposits and other receivables	30,345,239	-	30,345,239
	738,054,567	526,680,000	1,264,734,567
Financial liabilities			
Payable to Faysal Asset Management Limited -	8,102,398	-	8,102,398
Management Company	-	-	-
Payable to Central Depository Company of Pakistan	-	-	-
Limited - Trustee	78,672	-	78,672
Accrued expenses and other liabilities	39,729,442	-	39,729,442
	47,910,512	-	47,910,512

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

18 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 Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

18.1 Market risk

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

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

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

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with banks and sukuk certificates. 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 and investment in sukuk certificates 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. 20.814 million (2024: Rs. 10.587 million).

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

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

	2025					
	Effective profit rate (%)	Exposed to profit rate risk: Up to three months	Exposed to profit rate risk: More than three months and up to one year	Exposed to profit rate risk: More than one year	Not exposed to profit rate risk	Total
		Rupees				
Financial assets						
Balances with banks	5%-11.75%	750,533,161	-	-	-	750,533,161
Investments	11.01-12.97%	-	118,879,200	1,415,120,950	-	1,534,000,150
Deposits and other receivables		-	-	-	61,873,366	61,873,366
		750,533,161	118,879,200	1,415,120,950	61,873,366	2,346,406,677
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	8,042,407	8,042,407
Payable to Central Depository Company of Pakistan Limited - Trustee					217,627	217,627
Accrued expenses and other liabilities		-	-	-	34,349,962	34,349,962
		-	-	-	42,609,996	42,609,996
On-balance sheet gap (a)		750,533,161	118,879,200	1,415,120,950	19,263,370	2,303,796,681
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		750,533,161	118,879,200	1,415,120,950		
Cumulative profit rate sensitivity gap		750,533,161	869,412,361	2,284,533,311		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	---- 2024 ----					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		---- Rupees ----				
Financial assets						
Balances with banks	6.5% - 21.5%	707,709,328	-	-	-	707,709,328
Investments	11.40% - 22.81%	-	351,020,000	175,660,000	-	526,680,000
Deposits and other receivables		-	-	-	30,345,239	30,345,239
		707,709,328	351,020,000	175,660,000	30,345,239	1,264,734,567
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	8,102,398	8,102,398
Payable to Central Depository Company					-	-
of Pakistan Limited - Trustee		-	-	-	78,672	78,672
Accrued expenses and other liabilities		-	-	-	39,729,442	39,729,442
		-	-	-	47,910,512	47,910,512
On-balance sheet gap (a)		707,709,328	351,020,000	175,660,000	(17,565,273)	1,216,824,055
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		707,709,328	351,020,000	175,660,000		
Cumulative profit rate sensitivity gap		707,709,328	1,058,729,328	1,234,389,328		

(ii) Currency risk

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

(iii) Price risk

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

18.2 Liquidity risk

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

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

As per the NBFC Regulations the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any 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 dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	2025						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	750,533,161	-	-	-	-	-	750,533,161
Investments	-	-	118,879,200	1,415,120,950	-	-	1,534,000,150
Deposits and other receivables	12,528,158	-	46,745,209	-	-	2,600,000	61,873,366
	763,061,319	-	165,624,409	1,415,120,950	-	2,600,000	2,346,406,677
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	8,042,407	-	-	-	-	-	8,042,407
Payable to Central Depository Company of Pakistan Limited - Trustee	217,627	-	-	-	-	-	217,627
Accrued expenses and other liabilities	33,321,345	1,028,617	-	-	-	-	34,349,962
	41,581,379	1,028,617	-	-	-	-	42,609,996
Net financial assets	721,479,940	(1,028,617)	165,624,409	1,415,120,950	-	2,600,000	2,303,796,681

	2024						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	707,709,328	-	-	-	-	-	707,709,328
Investments	-	-	200,750,000	175,660,000	150,270,000	-	526,680,000
Receivable against issuance and conversion of units	-	-	-	-	-	-	-
Deposits and other receivables	20,539,580	-	7,205,659	-	-	2,600,000	30,345,239
	728,248,908		207,955,659	175,660,000	150,270,000	2,600,000	1,264,734,567
Financial liabilities							
Payable to Faysal Asset Management Limited -	8,102,398	-	-	-	-	-	8,102,398
Management Company	-	-					-
Payable to Central Depository Company Limited -	78,672	-	-	-	-	-	78,672
Trustee	-	-					-
Accrued expenses and other liabilities	39,078,964	650,478	-	-	-	-	39,729,442
	47,260,034	650,478	-	-	-	-	47,910,512
Net financial assets	680,988,874	(650,478)	207,955,659	175,660,000	150,270,000	2,600,000	1,216,824,055

18.3 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:

	2025		2024	
	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	**750,533,161**	**750,533,161**	707,709,328	707,709,328
Investments	**1,534,000,150**	**200,813,650**	526,680,000	250,270,000
Deposits and other receivables	**61,873,366**	**17,139,856**	30,345,239	27,368,204
	2,346,406,677	**968,486,667**	1,264,734,567	985,347,532

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 government securities and profit accrued thereon, however, is 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.

18.3.1 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, investment in sukuk certificates and profit accrued thereon. The credit rating profile of bank balances, sukuk certificates and its accrued profit is as follows:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Rating	% of financial assets exposed to credit risk	
	2025	2024
Bank balances and profit accrued thereon		
AAA	**0.00%**	0.00%
AA+	**26.68%**	0.02%
AA-	**8.98%**	0.04%
AA	**0.05%**	2.29%
A+	**0.00%**	0.04%
A-	**0.00%**	0.13%
A	**0.45%**	55.47%
Sukuk certificates and profit accrued thereon		
A	**4.26%**	19.88%
A+	**4.33%**	0.00%
A-1+	**0.00%**	1.16%
AA	**0.00%**	0.86%

Deposit with CDC and NCCPL is highly rated and risk of default is considered minimal.

18.3.2 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.

19 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			
ASSETS	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------			
Financial assets at fair value through profit or loss				
Corporate sukuk certificates	**-**	**200,813,650**	**-**	**200,813,650**
GoP Ijarah sukuk certificates*	**1,011,207,300**	**321,979,200**	**-**	**1,333,186,500**
	1,011,207,300	**522,792,850**	**-**	**1,534,000,150**

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2024			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets at fair value through profit or loss				
Corporate sukuk certificates	-	250,270,000	-	250,270,000
GoP Ijarah sukuk certificates*	-	276,410,000	-	276,410,000
	-	526,680,000	-	526,680,000

* GOP Ijara sukuk certificates stated in Level 1 are traded and quoted on PSX.

Valuation techniques used in determination of fair value of corporate sukuk certificates and unquoted GoP Ijarah sukuk certificates is explained in Note 19.1.

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.

19.1 Valuation techniques used in determination of fair values within level 2

Fair values of investment in GoP Ijarah sukuk certificates are measured on the basis of PKISRV, which are 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 long term corporate sukuk 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.

20 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

In accordance with the risk management policies as stated in note 18, the Fund endeavors to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

21 UNIT HOLDING PATTERN OF THE FUND

Category	2025			2024		
	Number of unit holders	Number of unit held	Percentage of total	Number of unit holders	Number of unit held	Percentage of total
Associated companies	**1**	**2,844,245**	**13.22%**	2	3,579,350	31.50%
Insurance companies	**4**	**244,701**	**1.14%**	3	177	0.00%
Banks and DFI's	**3**	**1,950,850**	**9.07%**	2	1,709,169	15.04%
Retirement funds	**11**	**388,166**	**1.80%**	9	820,680	7.22%
Individuals	**1,117**	**7,017,413**	**32.63%**	803	4,961,136	43.66%
Others	**28**	**9,063,476**	**42.14%**	23	293,391	2.58%
	1,164	**21,508,851**	**100%**	842	11,363,904	100%

22 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Percentage of commission paid	2024 Percentage of commission paid
Next Capital Limited	**100%**	100%
	100%	100%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

23 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 33 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 25 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 22 Years
Mr. Nafees Imtiaz Malik	Chief Innovation & Product Officer	MBA	Over 12 Years
Mr. Shahid Iqbal	Head of Fixed Income	B.Com	Over 32 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 18 Years
Ms. Sarah Rehman	Head of Research	MBA/CFA	Over 9 years
Mr. Mustajab Alam	Fund Manager	MBA Finance	Over 11 Years
Syed Eunas Viqar	Head of Internal Audit and Compliance	ACCA	Over 16 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years

24 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Mr. Syed Shahid Iqbal	Fund Manager	Bachelors in Commerce	Faysal Islamic Asset Allocation Fund, Faysal Halal Amdani Fund, Faysal Islamic Cash Fund, Faysal Islamic Special Income Fund, Faysal Islamic Financial Planning Fund II, Faysal Islamic Sovereign Fund, Faysal Islamic Financial Growth Fund, Faysal Islamic Mustakil Munafa Fund,

25 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

26 GENERAL

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

26.2 Prior period's 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 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 period.

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

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

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I) AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
Net assets	2,270,826,818	1,197,481,941	2,665,963,981	2,759,629,587	4,013,608,661
Net assets value per unit	105.58	105.38	104.94	103.82	103.43
Offer price per unit	108.00	107.77	107.32	106.17	105.77
Repurchase price per unit	105.58	105.38	104.94	103.82	103.43
Highest offer price per unit	124.23	126.78	120.53	114.4	112.52
Highest repurchase price per unit	121.44	123.98	117.86	111.87	110.03
Lowest offer price per unit	107.60	107.31	106.2	105.11	105.54
Lowest repurchase price per unit	105.19	104.94	103.85	103.45	103.20
Total return:	15.43%	18.68%	14.32%	8.50%	6.75%
- capital growth	-0.60%	0.44%	1.18%	0.41%	0.25%
- income distribution	16.03%	18.24%	13.14%	8.09%	6.50%
Average annual return:					
(Launch date: June 14, 2010)					
- one year	15.43%	18.68%	14.32%	8.50%	6.75%
- two years	17.06%	16.50%	11.41%	7.63%	
- three years	16.14%	13.83%	9.86%		
Four Year	14.23%	12.06%			
Five Years	12.74%				
Distribution per unit:					
- Interim distribution (% per unit) *	16.03%	18.24%	13.14%	8.09%	6.50%
- Final distribution (% per unit)			-	-	-
	16.03%	18.24%	13.14%	8.09%	6.50%

* Announced on 24 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisoı	Yes	Yes
Mufti Abdul Basit	Shariah Advisoı	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

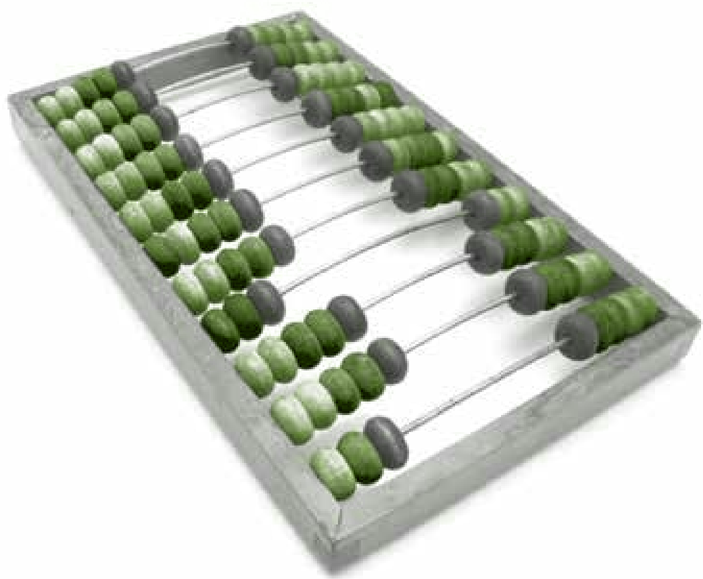
Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

faysalfunds.com
facebook.com/faysalasset
x.com/faysalasset

Faysal Islamic Special Income Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Islamic Special Income Fund seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

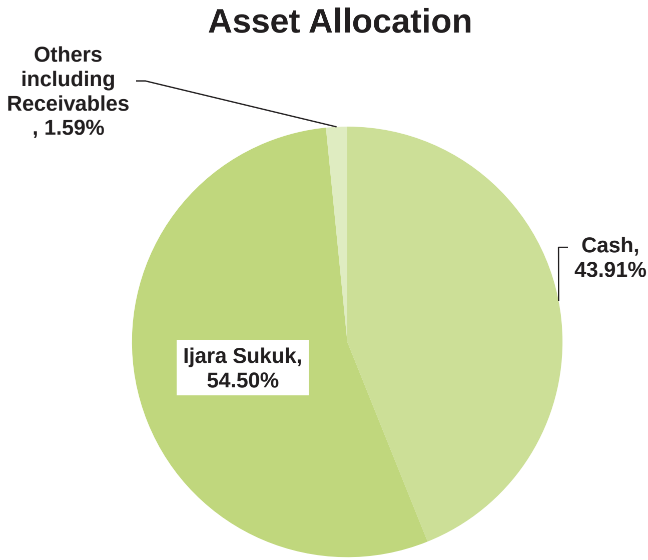
DEBT MARKET REVIEW

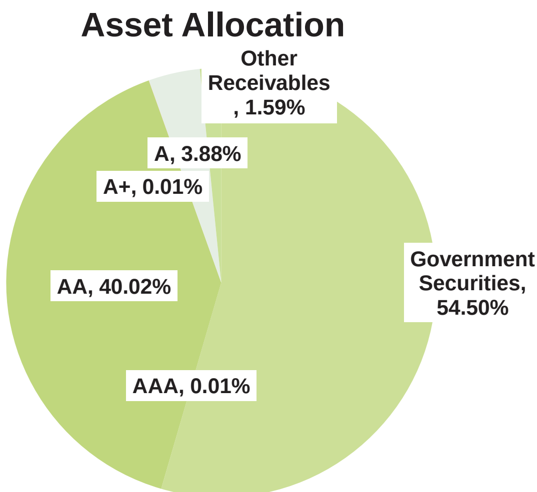
In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Income Fund
Risk Profile	Medium
Launch Date	June 20, 2022
Custodian/Trustee	CDC
Stability Rating	AA(f) (PACRA) August 29 ,2024
Auditor	A.F. Ferguson & Co.
Management Fee	Upto 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 0.15%)
Selling and Marketing Expense	0.00%
Front/Back end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	75% six (6) months PKISRV rates + 25% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	10.10
Net Assets (mn)	165
Total Expense Ratio (Annualized)	1.19%
Total Expense Ratio (Monthly)	2.02%

* weighted average of 6M KIBOR & percentage invested in equities

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	14.03%	19.58%
Benchmark (YTD)	10.37%	10.10%





FUND PERFORMANCE

Faysal Islamic Special Income Fund Plan-I (FISIP-I) significantly outpaced its benchmark return by 3.66% in FY25 to date posting an annualized return of 14.03%. Funds were allocated in Cash (43.91%), Ijarah Sukuk (54.50 %) and Others (1.59%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun’25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP’s ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country’s FX reserve position remained resilient, surpassing the IMF’s target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May’25 (vs a surplus of USD 47mn during April’25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun’25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It’s noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

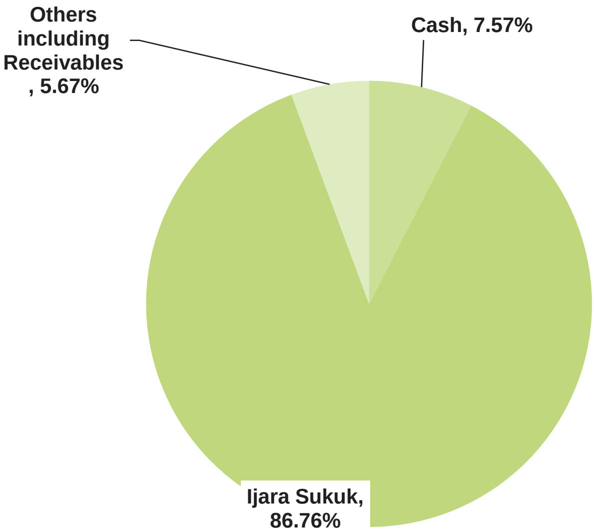
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the near-term inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

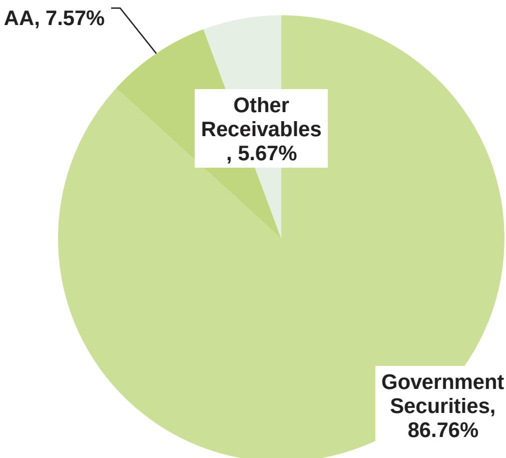
Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Income Fund
Risk Profile	Medium
Launch Date	February 1, 2024
Custodian/Trustee	CDC
Stability Rating	Not Rated
Auditor	A.F. Ferguson & Co.
Management Fee	Upto 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 0.72%)
Selling and Marketing Expense	0.00%
Front/Back end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	75% six (6) months PKISRV rates + 25% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Monday to Friday 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	113.44
Net Assets (mn)	2,187
Total Expense Ratio (Annualized)	0.86%
Total Expense Ratio (Monthly)	1.00%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	14.39%	20.86%
Benchmark (YTD)	10.32%	11.11%

Asset Allocation



Asset Allocation



FUND PERFORMANCE

Faysal Islamic Special Income Fund Plan-III (FISIP-III) significantly outpaced its benchmark return by 4.06% in FY25 to date posting an annualized return of 14.39%. Funds were allocated in Cash (7.57%), Ijara Sukuk (86.76%) and Others (5.67%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين,والصلاة والسلام على خاتم النبيين وسيد المرسلين,
وعلى آله واصحابه أجمعين,أما بعد

Annual Report
of
Faysal Islamic Special Income Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of Faysal **Islamic Special Income Fund (FISIF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of FISIF in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of FISIF by FAML Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Special Income Fund (FISIF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Farooqi

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd.

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 UNIT HOLDERS

FAYSAL ISLAMIC SPECIAL INCOME FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Special Income Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 11, 2025

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
www.yousufadil.com

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

To The Board of Directors of Faysal Asset Management Limited (Management Company of Faysal Islamic Special Income 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 **Faysal Islamic Special Income Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

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

a) legal and regulatory framework administered by the SECP;

b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;

c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;

d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and

e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 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 unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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Yousuf Adil
Chartered Accountants

4. **Our Independence and Quality Management**

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

The firm applies International Standard on Quality Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. **Our Responsibility and Summary of the Work Performed**

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *'Assurance Engagements Other than Audits or Reviews of Historical Financial Information'*, issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

6. **Conclusion**

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

The engagement partner on the assurance resulting in this independent assurance report is Shafqat Ali.

Yousuf Adil
Chartered Accountants

Date: September 27, 2025
Place: Karachi

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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Special Income Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Faysal Islamic Special Income Fund (the Fund / Collective Investment Scheme), 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 unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	**Net Asset Value** (Refer notes 5 & 6 to the financial statements)	
	Balances with banks and investments constitute the most significant component of the net asset value. Balances with banks aggregated to Rs. 77.82 million and investments of the Fund amounted to Rs. 91.46 million as at June 30, 2025. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

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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.

Responsibilities of Management and Board of Directors of the Management Company 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.

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- 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, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;

b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and

c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar**.

A. F. Ferguson & Co.
Chartered Accountants
Dated: September 26, 2025
Karachi
UDIN: AR202510068yeTfuzNPq

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		------ (Rupees) ------					
Assets							
Balances with banks	5	73,693,734	4,125,659	77,819,393	113,671,650	1,216,549,776	1,330,221,426
Investments	6	91,462,500	-	91,462,500	10,000,000	-	10,000,000
Receivable from Faysal Asset Management Limited - Management Company	7	871,000	-	871,000	2,369,390	-	2,369,390
Preliminary expenses and floatation costs	8	25,028	-	25,028	28,395	-	28,395
Advance, deposits, prepayments and other receivables	9	1,767,331	6,341,828	8,109,159	5,328,732	33,901,969	39,230,701
Total assets		167,819,593	10,467,487	178,287,080	131,398,167	1,250,451,745	1,381,849,912
Liabilities							
Payable to Faysal Asset Management Limited - Management Company	10	42,941	2,717,521	2,760,462	38,579	213,480	252,059
Payable to Central Depository Company of Pakistan Limited - Trustee	11	11,504	56,326	67,830	8,285	61,209	69,494
Payable to the Securities and Exchange Commission of Pakistan	12	10,004	48,979	58,983	7,732	54,011	61,743
Accrued expenses and other liabilities	13	2,558,542	2,231,747	4,790,289	2,651,082	237,574	2,888,656
Payable against redemption of units		-	5,412,914	5,412,914	26,567	-	26,567
Total liabilities		2,622,991	10,467,487	13,090,478	2,732,245	566,274	3,298,519
Net assets		165,196,602	-	165,196,602	128,665,922	1,249,885,471	1,378,551,393
Unit holders' fund (as per statement attached)		165,196,602	-	165,196,602	128,665,922	1,249,885,471	1,378,551,393
Contingencies and commitments	14						
		------ (Number of units) ------					
Number of units in issue		16,364,329	-		12,755,462	12,472,818	
Reimbursement of expenses from the Management Company		------ (Rupees) ------					
Net asset value per unit		10.09	-		10.09	100.21	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-I	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-III	Total	For the year ended June 30, 2024 Faysal Islamic Special Income Plan-I	For the period from February 1, 2024 to June 30, 2024 Faysal Islamic Special Income Plan-III	Total
		-----------------	-----------------	-----(Rupees)-----	-----------------	-----------------	-----------------
Income							
Profit on savings account with bank		7,260,086	435,857,341	443,117,427	18,402,733	67,387,898	85,790,631
Profit on certificate of musharaka		852,137	-	852,137	244,319	-	244,319
Profit on sukuk certifcates		10,672,009	12,930,087	23,602,096	3,142,302	-	3,142,302
Other Income		400	-	400	-	-	-
Realised gain / (loss) on investments		493,773	4,293,160	4,786,933	-	-	-
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		1,197,780	-	1,197,780	-	-	-
Total income		20,476,185	453,080,588	473,556,773	21,789,354	67,387,898	89,177,252
Expenses							
Remuneration of Faysal Asset Management Limited - Management Company	10	214,340	22,501,335	22,715,675	264,153	751,347	1,015,500
Sindh Sales Tax on remuneration of the Management Company	10	32,060	3,375,206	3,407,266	34,340	97,675	132,015
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11	107,649	2,889,106	2,996,755	67,642	245,004	312,646
Sindh Sales Tax on remuneration of the Trustee	11	16,430	433,381	449,811	8,793	31,851	40,644
Annual fee to the Securities and Exchange Commission of Pakistan	12	107,311	2,889,190	2,996,501	83,642	244,896	328,538
Selling and marketing expense	10	-	-	-	173,114	-	173,114
Allocated expenses	10	-	-	-	13,477	-	13,477
Auditors' remuneration	15	508,517	464,564	973,081	536,672	134,693	671,365
Legal and professional charges		69,973	60,707	130,680	113,474	17,449	130,923
Amortisation of preliminary expenses and floatation cost	8.1	3,367	-	3,367	33,307	-	33,307
Bank charges		941,792	30,728	972,520	2,369,505	4,190	2,373,695
Transaction charges		404,849	168,097	572,946	10,283	-	10,283
Shariah advisory fee		76,849	73,151	150,000	69,815	46,654	116,469
Fund rating fee		95,067	91,610	186,677	141,824	30,113	171,937
Printing charges		2,554	13,185	15,739	7,918	2,096	10,014
Reimbursement of expenses from the Management Company	7.1	(871,000)	-	(871,000)	(2,369,390)	-	(2,369,390)
Total expenses		1,709,758	32,990,260	34,700,018	1,558,569	1,605,968	3,164,537
Net income for the year / period before taxation		18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715
Taxation	17	-	-	-	-	-	-
Net income for the year / period after taxation		18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715
Allocation of net income for the year / period							
Net income for the year / period after taxation		18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715
Income already paid on units redeemed		(14,805,573)	(420,090,328)	(434,895,900)	(10,299,326)	(84,937)	(10,384,263)
		3,960,854	-	3,960,855	9,931,459	65,696,993	75,628,452
Accounting income available for distribution							
- Relating to capital gains		1,691,553	4,293,160	5,984,713	-	-	-
- Excluding capital gains		2,269,301	(4,293,160)	(2,023,859)	9,931,459	65,696,993	75,628,452
		3,960,854	-	3,960,854	9,931,459	65,696,993	75,628,452

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-I	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-III	Total	For the year ended June 30, 2024 Faysal Islamic Special Income Plan-I	For the period from February 1, 2024 to June 30, 2024 Faysal Islamic Special Income Plan-III	Total
	(Rupees)					
Net income for the year / period after taxation	18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715
Other comprehensive income for the year / period	-	-	-	-	-	-
Total comprehensive income for the year / period	18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For the year ended June 30, 2025			For the year ended June 30, 2025			Total		
	Faysal Islamic Special Income Plan-I			Faysal Islamic Special Income Plan-III					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the year / period	127,224,114	1,441,808	128,665,922	1,247,281,772	2,603,699	1,249,885,471	1,374,505,886	4,045,507	1,378,551,393
Issuance of 32,945,100 and 211,915,553 units in FISIP-I and FISIP-III (2025: 34,425,601 and 12,494,757 units in FISIP-I and FISIP-III)									
- Capital value (at net asset value per unit at the beginning of the year / at par value per unit)	332,416,059	-	332,416,059	21,234,467,063	-	21,234,467,063	21,566,883,123	-	21,566,883,122
- Element of income	29,148,462	-	29,148,462	2,334,966,940	-	2,334,966,940	2,364,115,402	-	2,364,115,402
Total proceeds on issuance of units	361,564,521	-	361,564,521	23,569,434,003	-	23,569,434,003	23,930,998,525	-	23,930,998,524
Redemption of 29,336,233 and 224,388,370 units in FISIP-I and FISIP-III (2025: 35,496,489 and 21,939 units in FISIP-I and FISIP-III)									
- Capital value (at net asset value per unit at the beginning of the year / at par value per unit)	(296,002,591)	-	(296,002,591)	(22,904,442,862)	-	(22,904,442,862)	(23,200,445,453)	-	(23,200,445,453)
- Element of loss	(12,631,229)	(14,805,573)	(27,436,801)	(1,914,876,612)	(420,090,328)	(2,334,966,940)	(1,927,507,841)	(434,895,900)	(2,362,403,741)
Total payments on redemption of units	(308,633,820)	(14,805,573)	(323,439,392)	(24,819,319,474)	(420,090,328)	(25,239,409,802)	(25,127,953,294)	(434,895,900)	(25,562,849,194)
Total comprehensive income for the year / period	-	18,766,427	18,766,427	-	420,090,328	420,090,328	-	438,856,755	438,856,755
Faysal Islamic Special Income Plan-I Distribution for the year ended June 30, 2025 @ Rs '1.40 per unit declared on June 27, 2025 (2024: Rs 1.97 per unit declared June 28, 2024)	(16,492,222)	(3,868,654)	(20,360,876)	-	-	-	(16,492,222)	(3,868,654)	(20,360,876)
Faysal Islamic Special Income Plan-III Distribution for the year ended June 30, 2025 @ Rs Nil per unit declared (2024: Rs 8.34 per unit declared June 27, 2024)	-	-	-	-	-	-	-	-	-
Net (loss) / income for the year / period less distribution	(16,492,222)	14,897,773	(1,594,449)	-	420,090,328	420,090,328	(16,492,222)	434,988,101	418,495,879
Net assets at the end of the year / period	163,662,593	1,534,008	165,196,602	(2,603,699)	2,603,699	-	161,058,895	4,137,708	165,196,602
Undistributed income brought forward									
- Realised income		1,441,808			2,603,699			4,045,507	
- Unrealised income		-			-			-	
		1,441,808			2,603,699			4,045,507	
Accounting income available for distribution									
- Relating to capital gains		1,691,553			-			5,984,713	
- Excluding capital gains		2,269,301			-			(2,023,859)	
		3,960,854			-			3,960,854	
Distribution made during the year / period		(3,868,654)			-			(3,868,654)	
Undistributed income carried forward		1,534,008			2,603,699			4,137,707	
Undistributed income carried forward									
- Realised income		336,228			2,603,699			2,939,927	
- Unrealised income		1,197,780			-			1,197,780	
		1,534,008			2,603,699			4,137,707	
Net asset value per unit at the beginning of the year / period		10.09			-				
Net asset value per unit at the end of the year / period		10.09			-				

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2024

	For the year ended June 30, 2024			For the period from February 1, 2024 to June 30, 2024			Total		
	Faysal Islamic Special Income Plan-I			Faysal Islamic Special Income Plan-III					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the year / period	137,986,760	1,413,439	139,400,199	-	-	-	137,986,760	1,413,439	139,400,199
Issuance of 34,425,601 and 12,494,757 units in FISIP-I and FISIP-III (2023: 419,246,787 and Nil units in FISIP-I and FISIP-III)									
- Capital value (at net asset value per unit at the beginning of the year / at par value per unit)	347,086,225	-	347,086,225	1,249,475,700	-	1,249,475,700	1,596,561,925	-	1,596,561,925
- Element of income	23,731,263	-	23,731,263	33,087,279	-	33,087,279	56,818,542	-	56,818,542
Total proceeds on issuance of units	370,817,488	-	370,817,488	1,282,562,979	-	1,282,562,979	1,653,380,467	-	1,653,380,467
Redemption of 35,496,489 and 21,939 units in FISIP-I and FISIP-III (2023: 406,473,473 and Nil units in FISIP-I and FISIP-III)									
- Capital value (at net asset value per unit at the beginning of the year / at par value per unit)	(357,883,146)	-	(357,883,146)	(2,193,900)	-	(2,193,900)	(360,077,046)	-	(360,077,046)
- Element of loss	(12,279,156)	(10,299,326)	(22,578,482)	(96,984)	(84,937)	(181,921)	(12,376,140)	(10,384,263)	(22,760,403)
Total payments on redemption of units	(370,162,302)	(10,299,326)	(380,461,628)	(2,290,884)	(84,937)	(2,375,821)	(372,453,186)	(10,384,263)	(382,837,449)
Total comprehensive income for the year / period	-	20,230,785	20,230,785	-	65,781,930	65,781,930	-	86,012,715	86,012,715
Faysal Islamic Special Income Plan-I Distribution for the year ended June 30, 2024 @ Rs 1.97 per unit declared on June 28, 2024 (2023: Rs 2.13 per unit declared on June 17, 2023)	(11,417,832)	(9,903,090)	(21,320,922)	-	-	-	(11,417,832)	(9,903,090)	(21,320,922)
Faysal Islamic Special Income Plan-III Distribution for the period ended June 30, 2024 @ Rs 8.34 per unit declared on June 27, 2024 (2023: Rs Nil on June 30, 2023)	-	-	-	(32,990,323)	(63,093,294)	(96,083,617)	(32,990,323)	(63,093,294)	(96,083,617)
Net (loss) / income for the year / period less distribution	(11,417,832)	10,327,695	(1,090,137)	(32,990,323)	2,688,636	(30,301,687)	(44,408,155)	13,016,331	(31,391,824)
Net assets at the end of the year / period	127,224,114	1,441,808	128,665,922	1,247,281,772	2,603,699	1,249,885,471	1,374,505,886	4,045,507	1,378,551,393
Undistributed income brought forward									
- Realised income		1,413,439			-			1,413,439	
- Unrealised income		-			-			-	
		1,413,439			-			1,413,439	
Accounting income available for distribution									
- Relating to capital gains		-			-			-	
- Excluding capital gains		9,931,459			65,696,993			75,628,452	
		9,931,459			65,696,993			75,628,452	
Distribution made during the year / period		(9,903,090)			(63,093,294)			(72,996,384)	
Undistributed income carried forward		1,441,808			2,603,699			4,045,507	
Undistributed income carried forward									
- Realised income		1,441,808			2,603,699			4,045,507	
- Unrealised income		-			-			-	
		1,441,808			2,603,699			4,045,507	
Net asset value per unit at the beginning of the year / period		10.08			-				
Net asset value per unit at the end of the year / period		10.09			100.21				

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

For Faysal Asset Management Limited
(Management Company)

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

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-I	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-III	Total	For the year ended June 30, 2024 Faysal Islamic Special Income Plan-I	For the period from February 1, 2024 to June 30, 2024 Faysal Islamic Special Income Plan-III	Total
		---(Rupees)---					
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the year / period before taxation		18,766,427	420,090,328	438,856,755	20,230,785	65,781,930	86,012,715
Adjustments for:							
Amortisation of preliminary expenses and floatation cost	8	3,367	-	3,367	33,307	-	33,307
		18,769,794	420,090,328	438,860,122	20,264,092	65,781,930	86,046,022
Decrease / (Increase) in assets							
Receivable from Faysal Asset Management Limited - Management Company		1,498,390	-	1,498,390	(2,369,390)	-	(2,369,390)
Investments - net		(81,462,500)	-	(81,462,500)	90,000,000	-	90,000,000
Advance, deposits, prepayments and other receivables		3,561,401	27,560,141	31,121,542	(575,740)	(33,901,969)	(34,477,709)
		(76,402,709)	27,560,141	(48,842,568)	87,054,870	(33,901,969)	53,152,901
(Decrease) / Increase in liabilities							
Payable to Faysal Asset Management Limited - Management Company		4,362	2,504,041	2,508,403	(264,044)	213,480	(50,564)
Payable to Central Depository Company of Pakistan Limited - Trustee		3,219	(4,883)	(1,664)	(2,697)	61,209	58,512
Payable to the Securities and Exchange Commission of Pakistan		2,272	(5,032)	(2,760)	(22,606)	54,011	31,405
Accrued expenses and other liabilities		(92,540)	1,994,173	1,901,633	(1,210,244)	237,574	(972,670)
		(82,687)	4,488,299	4,405,612	(1,499,591)	566,274	(933,317)
Net cash generated from / (used in) from operating activities		(57,715,602)	452,138,768	394,423,166	105,819,371	32,446,235	138,265,606
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts against issuance of units - net of refund of Reimbursement of expenses from the		361,564,521	23,569,434,003	23,930,998,524	370,817,488	1,282,562,979	1,653,380,467
Management Company		(323,465,959)	(25,233,996,888)	(25,557,462,847)	(380,531,840)	(2,375,821)	(382,907,661)
Dividend paid during the year / period		(20,360,876)	-	(20,360,876)	(21,320,922)	(96,083,617)	(117,404,539)
Net cash (used in) / generated from financing activities		17,737,686	(1,664,562,885)	(1,646,825,199)	(31,035,274)	1,184,103,541	1,153,068,267
Net increase / (decrease) in cash and cash equivalents during the year / period		(39,977,916)	(1,212,424,117)	(1,252,402,033)	74,784,097	1,216,549,776	1,291,333,873
Cash and cash equivalents at the beginning of the year / period		113,671,650	1,216,549,776	1,330,221,426	38,887,553	-	38,887,553
Cash and cash equivalents at the end of the year / period	5	73,693,734	4,125,659	77,819,393	113,671,650	1,216,549,776	1,330,221,426

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Special Income Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed has been re-registered under the Sindh Trusts Act, 2020 on November 16, 2021. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, ST-02, main Sharah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.2 The Fund is categorised as a 'Shariah Compliant Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from June 20, 2022 and are transferable and redeemable by surrendering them to the Fund.

1.3 The Fund shall offer multiple allocation plans, however two allocation plans i.e. Faysal Islamic Special Income Plan-I (FISIP-I) and Faysal Islamic Speical Income Plan-III (FISIP-III) was offered by the Fund. The second plan i.e. Faysal Islamic Speical Income Plan-III is being offered from February 1, 2024. The objective of the Fund is to provide competitive regular return with capital preservation on investments as per respective allocation plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the Fund and the authorised avenues are more fully explained in the Fund's offering document.

1.4 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated on September 10, 2024 (2024: 'AM2++' dated December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" rating to Faysal Islamic Special Income Fund as of August 24, 2024.

1.5 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.

1.6 As per the second supplemental to the offering document dated October 7, 2022, the Management Company had sub-divided the units of the Plan as a result of which the par value of the units had decreased from Rs. 100 to Rs. 10 during the year ended June 30, 2024 and the unit holders had received additional units.

1.7 Faysal Islamic Special Income Plan-III (the Plan) has been matured by the Management Company on June 17, 2025 as per the provisions of the offering document. However, the duration of the Fund is perpetual. Since the Plan has ceased to operate during the year, therefore, the Plan is no longer a going concern. The management has continued to measure the Plan's assets and liabilities principally in accordance with the material accounting policy information as disclosed in note 4 to these financial statements. However, in preparing these financial statements, the management has given due consideration to the fact that the measurement of assets and liabilities of the Plan may be affected by changes in judgements that can arise when the going concern assumption ceases to be valid.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. 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 Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

3.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

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 are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements except that during the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Fund which require entities to disclose their material accounting policy information rather than their significant accounting policies. These amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 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, 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 judgments that have a significant effect on these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5).

3.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been classified as 'at fair value through profit or loss' and which are measured at fair value. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 19.

3.6 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 Pakistan Rupee, which is the Fund's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the income statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Debt instruments

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

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

4.2.3 Impairment (other than debt securities)

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

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

The Fund considers 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 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.

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. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

4.2.6 Derecognition

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 values and subsequently stated at amortised cost.

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

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.

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

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 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 / period end.

4.7 Issuance and redemption of units

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

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

4.8 Distributions to unit holders

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

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

4.9 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.

4.10 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 fair value through profit or loss' are included in the Income Statement in the period in which they arise;
- Income from investment in debt securities is recognised on accrual basis;
- Profit on savings accounts is recognised on an accrual basis.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.11 Expenses

All expenses chargeable to the Fund including management fee, trustee fee and annual fee to the SECP are recognised in the "Income Statement" on an accrual basis.

4.12 Preliminary expenses and floatation costs

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

4.13 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. The charge for current tax is calculated using the prevailing tax rates.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit.

The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on enacted tax rates.

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

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

5 BALANCES WITH BANKS

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)					
Balances with banks							
Saving accounts	5.1	61,262,608	3,676,672	64,939,280	83,522,960	1,064,728,453	1,148,251,413
Current accounts		12,431,126	448,987	12,880,113	30,148,690	151,821,323	181,970,013
		73,693,734	4,125,659	16,556,785	113,671,650	1,216,549,776	1,330,221,426

5.1 Deposits in savings accounts include FISIP-I: Rs. 61.262 million, FISIP-III: Rs. 3.677 million (2024: FISIP-I: 83.523, FISIP-III: Rs. 1,064.728 million) maintained with Faysal Bank Limited, a related party, and carry profit at the rate of FISIP-I: 9% to 19%, FISIP-III: 11.7% to 19% (2024: FISIP-I: 20%, FISIP-III: 20%) per annum.

6 INVESTMENTS

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)					
At fair value through profit or loss							
Sukuk certificates	6.1	91,462,500	-	91,462,500	-	-	-
Certificate of musharakah	6.2	-	-	-	10,000,000	-	10,000,000
		91,462,500	-	91,462,500	10,000,000	-	10,000,000

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

6.1 Sukuk certificates

Faysal Islamic Special Income Plan-I

Name of investee company	Maturity date	Profit rate	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 during the year	As at June 30, 2025				net assets of the Fund	total investments of the Fund
			--------------------	--------------------	--------------------	Rupees	--------------------	--------------------	--------------------	-------------- %	--------------
GoP Ijarah Sukuk - VRR (28-06-27)	28-June-2027	10.60%	-	25,000,000	-	25,000,000	25,377,000	25,242,500	(134,500)	15.28%	27.60%
GoP Ijarah Sukuk - FRR (21-10-29)	21-Oct-2029	12.53%	-	25,000,000	-	25,000,000	25,337,491	26,485,000	1,147,509	15.34%	28.96%
GoP Ijarah Sukuk - VRR (21-10-27)	21-Oct-2027	11.39%	-	10,000,000	-	10,000,000	10,060,302	10,083,000	22,698	6.09%	11.02%
GoP Ijarah Sukuk - PSX Listed	15-Aug-2025	0%	-	50,000,000	20,000,000	30,000,000	29,489,926	29,652,000	162,073	17.85%	32.42%
Total as at June 30, 2025							90,264,719	91,462,500	1,197,780		-
Total as at June 30, 2024							-	-	-		

The nominal value of these sukuk certificates is Rs. 5,000 each.

6.2 Certificate of Musharaka

Faysal Islamic Special Income Plan-I

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Market value as a percentage of	
											net assets of the Fund	total investments of the Fund
				------------- Number of certificates			-------------	--------------- (Rupees)		--------------	------------ %	------------
Fintech												
Abhi (Private) Limited (AA,PACRA) (Face value of Rs. 1,000,000 per certificate)	At maturity	November 21, 2024	21.75%	10,000,000	-	-	10,000,000	-	-	-	-	-
Total as at June 30, 2025								-	-	-		
Total as at June 30, 2024								10,000,000	10,000,000	-		

7 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		-----------------	(Rupees)	-----------------	-----------------	(Rupees)	-----------------
Reimbursement from the Management Company	7.1	871,000	-	871,000	2,369,390	-	2,369,390

7.1 The Total Expense Ratio (TER) of the Fund is required to be within the maximum limit of 2.5% as prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme. However, the TER of FISIP-I exceeded the above limit as at June 30, 2025. As a result, the Fund had recorded reimbursement from the Management Company to comply with the TER limit.

8 PRELIMINARY EXPENSES AND FLOATATION COSTS

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		-----------------	(Rupees)	-----------------	-----------------	(Rupees)	-----------------
Balance at the beginning of the year / period		28,395	-	28,395	61,702	-	61,702
Less: amortisation during the year / period	8.1	(3,367)	-	(3,367)	(33,307)	-	(33,307)
Balance at the end of the year / period		25,028	-	25,028	28,395	-	28,395

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	Note	2025			2024		
9 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)			(Rupees)		
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000	200,000	100,000	100,000	200,000
Profit receivable on sukuk certificate		862,670	-	862,670	-	-	-
Profit receivable on certificate of musharaka		-	-	-	244,319	-	244,319
Profit receivable on savings account with bank	9.1	534,873	6,241,828	6,776,701	4,715,861	33,799,479	38,515,340
Prepaid listing fee		30,894	-	30,894	29,936	-	29,936
Prepaid printing charges		-	-	-	-	2,490	2,490
Advance tax	8.2	238,894	-	238,894	238,616	-	238,616
		1,767,331	6,341,828	8,109,159	5,328,732	33,901,969	39,230,701

9.1 This represent profit receivable on balances with bank held with Faysal Bank Limited, a related party.

9.2 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 151 and 150. However, during prior years, withholding tax on interest on debt securities and profit on savings accounts with banks 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 interest on debt securities and profit on savings accounts with banks amounts to FISIP-I: Rs. 0.239 million, FISIP-III: Rs. NIL (2024: FISIP-I: 0.239, FISIP-III: Rs. NIL million). Pending resolution of the matter, the amount of withholding tax deducted on interest on debt securities and profit on savings accounts with bank 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.

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. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC.

	Note	2025			2024		
10 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)			(Rupees)		
Management fee payable	10.1	20,009	6,530	26,539	16,199	166,214	182,413
Sindh sales tax payable on management fee	10.2	3,001	980	3,981	2,106	21,608	23,714
Selling and marketing expenses payable	10.3	-	-	-	274	-	274
Preliminary expenses and floatation cost payable		19,931	-	19,931	-	-	-
Other payable		-	25,675	25,675	20,000	25,658	45,658
Sales Load payable		-	2,684,336	2,684,336	-	-	-
		42,941	2,717,521	2,760,462	38,579	213,480	252,059

10.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of FISIP-I: 0.01% to 1%, FISIP-III: 0.01% to 1.38% (2024: FISIP-I: 0.05% to 1%, FISIP-III: 0.23%) per annum of the average annual net assets of the Fund for the year ended June 30, 2025. However, no amount of remuneration is charged on that part of the net assets which have been invested in mutual funds managed by the Management Company. The remuneration is payable to the Management Company monthly in arrears.

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, revised the management fee cap to 1.50% to be calculated on a per annum basis of the average daily net assets, applicable to an "Income Scheme". This revision is effecitve from July 01, 2025. As at June 30, 2025 the Fund is not subject to a management fee cap.

10.2 The Sindh Finance Act. 2024 has introduced an ammendment to the Sindh sales tax on Services Act. 2011, whereby the rate of sindh sales tax has increased from 13% to 15% per annum. Accordingly during the year, an amount of FISIP-I: Rs.0.032 million, FISPI-III: Rs.3.375 (2024: FISIP-I: 0.034, FISIP-III Rs 0.098) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of FISIP-I: 15%, FISPI-III: 15% (2024: FISIP-I: 13%, FISIP-III 13%).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

10.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) subject to the condition that the expenses charged remains within the Fund's total expense ratio limit as defined under NBFC Regulations and not being higher than the actual expenses. The Management Company has discontinued to charge the above mentioned expense with effect from July 01, 2024.

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

10.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). The Management Company, has not charged such expenses to the Fund (2024: 0 to 0.05% of the average annual net assets of the Fund) during the year.

Further, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs as prescribed in Scedule XX of the NBFC Regulations, from which the chargability of expenses related to registrar services, accounting, operation and valuation services has been excluded.

11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)			(Rupees)		
Remuneration payable to the Trustee	11.1	**9,715**	**48,979**	**58,694**	7,332	54,167	61,499
Sindh Sales Tax on remuneration of the Trustee	11.2	**1,789**	**7,347**	**9,136**	953	7,042	7,995
		11,504	**56,326**	**67,830**	8,285	61,209	69,494

11.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of FISIP-I: 0.075% million, FISIP-III: Rs. 0.075% (2024: FISIP-I: 0.075%, FISIP-III: Rs. 0.075%) per annum of the average annual net assets of the Fund.

11.2 The Sindh Finance Act. 2024 has introduced an ammendment to the Sindh sales tax on Services Act. 2011, whereby the rate of sindh sales tax has increased from 13% to 15% per annum. Accordingly during the year, an amount of FISIP-I: 0.016 million, FISIP-III: Rs. 0.433 million (2024: FISIP-I: 0.0088, FISIP-III: Rs. 0.0319 million) was charged on account of Sindh Sales Tax on Services Act, 2011 at the rate of FISIP-I: 15%, FISIP-III : 15% (2024: FISIP-I: 13%, FISIP-III: 13%).

12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	2025			2024		
		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
		(Rupees)			(Rupees)		
Fee payable	12.1	**10,004**	**48,979**	**58,983**	7,732	54,011	61,743

12.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of FISIP-I: 0.075%, FISIP-III: 0.075% (2024: FISIP-I: 0.075%, FISIP-III: 0.075%) per annum of the daily net assets during the year. The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

13 ACCRUED EXPENSES AND OTHER LIABILITIES

	2025			2024		
	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
	(Rupees)			(Rupees)		
Auditors' remuneration payable	274,897	226,090	500,987	139,548	134,693	274,241
Printing charges payable	-	-	-	10,558	-	10,558
Shariah advisory fee payable	76,908	73,150	150,058	80,465	46,654	127,119
Withholding tax payable	1,545,966	171	1,546,137	1,835,150	171	1,835,321
Legal and professional charges payable	410,656	78,156	488,812	340,684	17,449	358,133
Fund Rating / Ranking Fee	-	25,698	25,698	-	-	-
Capital gain tax payable	216,546	1,725,635	1,942,181	224,682	8,494	233,176
Other payable	33,569	102,847	136,416	19,995	30,113	50,108
	2,558,542	2,231,747	4,790,289	2,651,082	237,574	2,888,656

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

14 CONTINGENCIES AND COMMITMENTS

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

15 AUDITORS' REMUNERATION

	For the year ended June 30, 2025	For the year ended June 30, 2025	Total	For the year ended June 30, 2024	For the period from February 1, 2024 to June 30, 2024	Total
	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III		Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	
	(Rupees)			(Rupees)		
Annual audit fee	268,655	268,655	537,310	268,655	102,657	371,312
Half yearly review of condensed interim financial statements	115,137	115,137	230,274	115,137	-	115,137
Fee for other certifications	85,000	18,232	103,232	85,000	15,000	100,000
Out of pocket expenses	2,057	28,127	30,185	28,127	7,059	35,186
	470,849	430,152	901,001	496,919	124,716	621,635
Sindh Sales Tax	37,668	34,412	72,080	39,753	9,977	49,730
	508,517	464,564	973,081	536,672	134,693	671,365

16 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at June 30, 2025 is FISIP-I: 1.19%, FISIP-III: 0.86% (2024: FISIP-I: 1.40%, FISIP-III: .20%) representing government levies on the Fund such as sales taxes, fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Income Scheme".

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio Caps (TER) with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the mangemnet fee cap whcih has been disclosed in note 10.1 to the financial statements.

17 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company has distributed at least 90% of the Fund's accounting income for the year / period ended June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these financial statements.

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.

18 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

18.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund at year / period end.

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

18.3 Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations, 2008

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

18.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

18.6 Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

Transactions during the year / period	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-I	For the year ended June 30, 2025 Faysal Islamic Special Income Plan-III	Total	For the year ended June 30, 2024 Faysal Islamic Special Income Plan-I	For the period from February 1, 2024 to June 30, 2024 Faysal Islamic Special Income Plan-III	Total
	---- (Rupees) ----			---- (Rupees) ----		
Faysal Asset Management Limited - Management Company						
Remuneration of Faysal Asset Management Limited - Management Company	214,340	22,501,335	22,715,675	264,153	751,347	1,015,500
Sindh Sales Tax on remuneration of the Management Company	32,060	3,375,206	3,407,266	34,340	97,675	132,015
Selling and marketing expense	-	-	-	173,114	-	173,114
Accounting and operational charges	-	-	-	13,477	-	13,477
Issuance 26,082,451 units (2024: 13,314,242 units)	266,750,324	-	266,750,324	142,547,338	-	142,547,338
Redemption 21,932,088 units (2024: 5,800,883 units)	235,750,324	-	235,750,324	61,135,233	-	61,135,233
Dividend paid	-	-	-	12,590,471	-	12,590,471
Faysal Bank Limited - Group company / associated company						
Profit on balances with bank	7,258,808	435,857,341	443,116,149	18,402,733	67,387,898	85,790,631
Bank charges	938,048	30,728	968,776	2,369,505	4,190	2,373,695
Central Depository Company of Pakistan Limited - Trustee						
Remuneration of the Trustee	107,649	-	107,649	67,642	245,004	312,646
Sindh Sales Tax on remuneration of the Trustee	16,430	433,381	449,811	8,793	31,851	40,644
Key Management Personnel						
- Issuance of 77,524 units	-	8,665,216	8,665,216	-	-	-
- Redemption of 77,524 units	-	8,796,443	8,796,443	-	-	-
Unit holders with more than 10% holding						
Faysal Asset Management Limited						
- Issuance of 26,082,451 units	266,750,324	-	266,750,324	-	-	-
- Redemption of 21,932,088 units	235,750,324	-	235,750,324	-	-	-
Adamjee Life Insurance Company Limited - Tameen Issuance of Nil units (2024: 9,026,849 units)	-	-	-	-	909,537,789	909,537,789
Adamjee Life Insurance Company Limited - Mazaaf Issuance of Nil units (2024: 2,515,082 units)	-	-	-	-	270,589,003	270,589,003

Outstanding balances	2025			2025		
	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
	---- (Rupees) ----			---- (Rupees) ----		
Faysal Asset Management Limited - Management Company						
Management fee payable	20,009	6,530	26,539	16,199	166,214	182,413
Sindh sales tax payable on	3,001	980	3,981	2,106	21,608	23,714
Selling and marketing expenses	-	-	-	274	-	274
Other payable	-	25,675	25,675	20,000	25,658	45,658
Receivable from the Management Company	871,000	-	871,000	2,369,390	-	2,369,390
Units outstanding: 11,679,603 units (2024: 7,529,238 units)	117,904,424	-	117,904,424	70,025,678	-	70,025,678

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

Outstanding balances	2025			2025		
	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total	Faysal Islamic Special Income Plan-I	Faysal Islamic Special Income Plan-III	Total
	(Rupees)			(Rupees)		
Faysal Bank Limited (Group / Associated company)						
Balances with bank	61,875,520	4,125,659	66,001,179	113,671,650	1,216,549,776	1,330,221,426
Profit receivable on balance with bank	534,873	6,241,828	6,776,701	4,715,861	33,799,479	38,515,340
Central Depository Company of Pakistan Limited - Trustee						
Remuneration to the Trustee payable	9,715	48,979	58,694	7,332	54,167	61,499
Sindh Sales Tax payable on remuneration of the Trustee	1,789	7,347	9,136	953	7,042	7,995
Unit holders with more than 10% holding						
Faysal Asset Management Limited - units outstanding: 11,679,603 (2024: Nil units)	117,904,424	-	117,904,424	-	-	-
Adamjee Life Insurance Company Limited - Tameen Units outstanding: Nil (2024: 9,026,849 units)	-	-	-	-	904,568,803	904,568,803
Adamjee Life Insurance Company Limited - Mazaaf units outstanding: Nil (2024: 7,529,238 units)	-	-	-	-	252,033,098	252,033,098
Faysal Islamic Sovereign Plan-I						
Purchase of GOP Ijaharah Sukuk	-	167,383,315	167,383,315	-	-	-
Faysal Islamic Sovereign Plan - II						
Sales of GOP Ijaharah Sukuk	-	173,206,562	173,206,562	-	-	-

19 FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2025						
	Faysal Islamic Special Income Plan-I			Faysal Islamic Special Income Plan-III			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	73,693,734	-	73,693,734	4,125,659	-	4,125,659	77,819,393
Investments	-	91,462,500	91,462,500	-	-	-	91,462,500
Receivable from Faysal Asset Management Limited - Management Company	871,000	-	871,000	-	-	-	871,000
Deposits and other receivables	1,528,437	-	1,528,437	6,341,828	-	6,341,828	7,870,265
	76,093,171	91,462,500	167,555,671	10,467,487	-	10,467,487	178,023,158
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	42,941	-	42,941	2,717,521	-	2,717,521	2,760,462
Payable to Central Depository Company of Pakistan Limited - Trustee	11,504	-	11,504	56,326	-	56,326	67,830
Accrued expenses and other liabilities	796,030	-	796,030	505,941	-	505,941	1,301,971
Payable against redemption of units	-	-	-	5,412,914	-	5,412,914	5,412,914
	850,475	-	850,475	8,692,702	-	8,692,702	9,543,177

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	2024						
	Faysal Islamic Special Income Plan-I			Faysal Islamic Special Income Plan-III			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	113,671,650	-	113,671,650	1,216,549,776	-	1,216,549,776	1,330,221,426
Investments	-	10,000,000	10,000,000	-	-	-	-
Receivable from Faysal Asset Management Limited - Management Company	2,369,390	-	2,369,390	-	-	-	2,369,390
Deposits and other receivables	5,060,180	-	5,060,180	33,901,969	-	33,901,969	38,962,149
	121,101,220	10,000,000	131,101,220	1,250,451,745	-	1,250,451,745	1,371,552,965
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	38,579	-	38,579	213,480	-	213,480	252,059
Payable to Central Depository Company of Pakistan Limited - Trustee	8,285	-	8,285	61,209	-	61,209	69,494
Accrued expenses and other liabilities	591,250	-	591,250	228,909	-	228,909	820,159
Payable against redemption of units	26,567	-	26,567	-	-	-	26,567
	664,681	-	664,681	503,598	-	503,598	1,168,279

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

20.1 Market risk

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

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

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

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with bank, investment in certificate of musharka. 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 bank in FISIP-I and balances with banks in FISIP-III which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 1.65 million and Rs 0.02 million in FISIP-I and FISIP-III respectively.

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

Faysal Islamic Special Income Plan-I

	2025					
	Profit rate (%)	Exposed to profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	11.75% to 19%	73,693,734	-	-	-	73,693,734
Investments	11.59% to 15.99%	29,652,000	-	61,810,500	-	91,462,500
Receivable from Faysal Asset Management		-	-	-	-	
Limited - Management Company		-	-	-	871,000	871,000
Deposits and other receivables			-	-	1,528,437	1,528,437
		103,345,734	-	61,810,500	2,399,437	167,555,671
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	42,941	42,941
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	11,504	11,504
Accrued expenses and other liabilities		-	-	-	796,030	796,030
Payable against redemption of units		-	-	-	-	-
		-	-	-	850,475	850,475
On-balance sheet gap (a)		103,345,734	-	61,810,500	1,548,962	166,705,196
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		103,345,734	-	61,810,500		
Cumulative interest rate sensitivity gap		103,345,734	103,345,734	165,156,234		

	2024					
	Profit rate (%)	Exposed to profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with bank	20.00%	113,671,650	-	-	-	113,671,650
Investments	21.75%	-	10,000,000	-	-	10,000,000
Receivable from Faysal Asset Management						-
Limited - Management Company		2,369,390	-	-	-	2,369,390
Deposits and other receivables		-	-	-	5,060,180	5,060,180
		116,041,040	10,000,000	-	5,060,180	131,101,220
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	38,579	38,579
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	8,285	8,285
Accrued expenses and other liabilities		-	-	-	591,250	591,250
Payable against redemption of units		-	-	-	26,567	26,567
		-	-	-	664,681	664,681
On-balance sheet gap (a)		116,041,040	10,000,000	-	4,395,499	130,436,539
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		116,041,040	10,000,000	-		
Cumulative interest rate sensitivity gap		116,041,040	126,041,040	126,041,040		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Faysal Islamic Special Income Plan-III

	2025					
	Profit rate (%)	Exposed to profit rate risk: Up to three months	Exposed to profit rate risk: More than three months and up to one year	Exposed to profit rate risk: More than one year	Not exposed to yield / profit rate risk	Total
		Rupees				
Financial assets						
Balances with banks	9% to 13%	4,125,659	-	-	-	4,125,659
Receivable from Faysal Asset Management		-	-	-	6,341,828	6,341,828
		4,125,659	-	-	6,341,828	10,467,487
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	2,717,521	2,717,521
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	56,326	56,326
Payable against redemption of units		-	-	-	5,412,914	5,412,914
Accrued expenses and other liabilities		-	-	-	505,941	505,941
		-	-	-	8,692,702	8,692,702
On-balance sheet gap (a)		4,125,659	-	-	(2,350,874)	1,774,785
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		4,125,659	-	-		
Cumulative interest rate sensitivity gap		4,125,659	4,125,659	4,125,659		

	2024					
	Profit rate (%)	Exposed to profit rate risk: Up to three months	Exposed to profit rate risk: More than three months and up to one year	Exposed to profit rate risk: More than one year	Not exposed to yield / profit rate risk	Total
		Rupees				
Financial assets						
Balances with bank	20.00%	1,216,549,776	-	-	-	1,216,549,776
Receivable from Faysal Asset Management		-	-	-	33,901,969	33,901,969
		1,216,549,776	-	-	33,901,969	1,250,451,745
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	213,480	213,480
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	61,209	61,209
Accrued expenses and other liabilities		-	-	-	228,909	228,909
		-	-	-	503,598	503,598
On-balance sheet gap (a)		1,216,549,776	-	-	33,398,371	1,249,948,147
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		1,216,549,776	-	-		
Cumulative interest rate sensitivity gap		1,216,549,776	1,216,549,776	1,216,549,776		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

(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 yiled / interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund does not hold any financial instrument that exposes it to price risk.

20.2 Liquidity risk

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

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

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year / 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 year at the end of the reporting period to the contractual maturity dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

Faysal Islamic Speical Income Plan-I

	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	73,693,734	-	-	-	-	-	73,693,734
Investments	-	29,652,000	-	61,810,500	-	-	91,462,500
Receivable from Faysal Asset Management Limited - Management Company	871,000	-	-	-	-	-	871,000
Deposits and other receivables	1,528,437	-	-	-	-	-	1,528,437
	76,093,171	29,652,000	-	61,810,500	-	-	167,555,671
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	42,941	-	-	-	-	-	42,941
Payable to Central Depository Company of Pakistan Limited - Trustee	11,504	-	-	-	-	-	11,504
Accrued expenses and other liabilities	796,030	-	-	-	-	-	796,030
Payable against redemption of units	-	-	-	-	-	-	-
	850,475	-	-	-	-	-	850,475
Net financial assets / (liabilities)	75,242,696	29,652,000	-	61,810,500	-	-	166,705,196

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	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 bank	113,671,650	-	-	-	-	-	113,671,650
Investments	-	-	10,000,000	-	-	-	10,000,000
Receivable from Faysal Asset Management Limited - Management Company	2,369,390	-	-	-	-	-	2,369,390
Deposits and other receivables	4,960,180	-	-	-	-	100,000	5,060,180
	121,001,220	-	10,000,000	-	-	100,000	131,101,220
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	38,579	-	-	-	-	-	38,579
Payable to Central Depository Company of Pakistan Limited - Trustee	8,285	-	-	-	-	-	8,285
Accrued expenses and other liabilities	451,702	139,548	-	-	-	-	591,250
Payable against redemption of units	26,567	-	-	-	-	-	26,567
	525,133	139,548	-	-	-	-	664,681
Net financial assets / (liabilities)	120,476,087	(139,548)	10,000,000	-	-	100,000	130,436,539

Faysal Islamic Speical Income Plan-III

	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 Bank	4,125,659	-	-	-	-	-	4,125,659
Investments	-	-	-	-	-	-	-
Deposits and other receivables	6,341,828	-	-	-	-	-	6,341,828
	10,467,487	-	-	-	-	-	10,467,487
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	2,717,521	-	-	-	-	-	2,717,521
Payable to Central Depository Company of Pakistan Limited - Trustee	56,326	-	-	-	-	-	56,326
Payable against redemption of units	5,412,914						5,412,914
Accrued expenses and other liabilities	279,851	226,090	-	-	-	-	505,941
	8,466,612	226,090	-	-	-	-	8,692,702
Net financial assets / (liabilities)	2,000,875	(226,090)	-	-	-	-	1,774,785

	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 Bank	1,216,549,776	-	-	-	-	-	1,216,549,776
Deposits and other receivables	33,801,969	-	-	-	-	100,000	33,901,969
	1,250,351,745	-	-	-	-	100,000	1,250,451,745
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	213,480	-	-	-	-	-	213,480
Payable to Central Depository Company of Pakistan Limited - Trustee	61,209	-	-	-	-	-	61,209
Accrued expenses and other liabilities	94,216	134,693	-	-	-	-	228,909
	368,905	134,693	-	-	-	-	503,598
Net financial assets / (liabilities)	1,216,309,780	(134,693)	-	-	-	100,000	1,249,948,147

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

20.3 Credit risk

20.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arising on the debt instruments is mitigated by investing in rated instruments or instruments issued by rated counterparties of credit ratings of at least investment grade by the recognised rating agencies. The Fund receives a monthly rating update, against which investments are reviewed.

Credit risk arises from deposits with banks and financial instruments, profit receivable on balances with banks and credit exposure arising on investments. Credit risk arising on other financial assets is monitored through a regular analysis of financial position of brokers and other parties. For debt instrument settlement, Delivery versus Payment (DvP) mechanism applied by the Trustee of the Fund minimises the credit risk. In accordance with the risk management policy of the Fund, the investment committee monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The table below analyses the Fund's maximum exposure to credit risk:

	2025				2024			
	Faysal Islamic Special Income Plan-I		Faysal Islamic Special Income Plan-III		Faysal Islamic Special Income Plan-I		Faysal Islamic Special Income Plan-III	
	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			
Balances with bank	73,693,734	73,693,734	4,125,659	4,125,659	113,671,650	113,671,650	1,216,549,776	1,216,549,776
Investments	91,462,500	-	-	-	10,000,000	10,000,000	-	-
Receivable from Faysal Asset Management Company	871,000	871,000	-	-	2,369,390	2,369,390	-	-
Deposits and other receivables	1,528,437	1,528,437	6,341,828	6,341,828	5,060,180	5,060,180	33,899,479	33,899,479
	167,555,671	76,093,171	10,467,487	10,467,487	131,101,220	131,101,220	1,250,449,255	1,250,449,255

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

20.3.2 Credit quality of financial assets

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

Name of the Bank	Rating Agency	Latest available published rating	% of financial assets exposed to credit risk
			2025
FISIF-Faysal Islamic Special Income Plan-I			
Faysal Bank Limited	PACRA	AA	83.55%
Easy Paisa Telenore Micro finance	PACRA	A+	0.41%
Bank of Khyber	PACRA	A+	16.04%
			100.00%
FISIF-Faysal Islamic Special Income Plan-III			
Faysal Bank Limited	PACRA	AA	100.00%

20.3.3 Concentration of credit risk

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

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of counter party to honour its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions in securities is considered to be minimal as the Fund uses brokers with high creditworthiness and the transactions are settled or paid for only upon delivery using the central clearing system.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

21 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme.

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

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 at the reporting date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

22.1 Fair value hierarchy

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

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

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

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

As at June 30, 2025 and June 30, 2024, the Fund holds the following financial instrument measured at fair value.

Faysal Islamic Special Income Plan-I

	2025			
	Level 1	Level 2	Level 3	Total
	Rupees			
Financial assets 'at fair value through profit or loss'				
Sukuk certificates	91,462,500	-	-	91,462,500
	91,462,500	-	-	91,462,500

	2024			
	Level 1	Level 2	Level 3	Total
	Rupees			
Financial assets 'at fair value through profit or loss'				
Certificates of musharaka	10,000,000	-	-	10,000,000
	10,000,000	-	-	10,000,000

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Faysal Islamic Special Income Plan-III

	2025			
	Level 1	Level 2	Level 3	Total
	Rupees			
Financial assets 'at fair value through profit or loss'				
Sukuk certificates	-	-	-	-
	-	-	-	-

	2024			
	Level 1	Level 2	Level 3	Total
	Rupees			
Financial assets 'at fair value through profit or loss'				
Certificates of musharaka	-	-	-	-
	-	-	-	-

* The carrying value of these balances 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 transfer into and out of level 3 fair value measurements.

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

Item	Valuation approach and input used
Sukuk certificates	The fair value of Sukuk certificates listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange.

23 UNIT HOLDING PATTERN OF THE FUND

Category	2025		
	Number of unit holders	Number of unit held	Percentage of total
	Faysal Islamic Special Income Fund Plan-I		
Associated Companies	1	11,682,255	71.39%
Individual	66,225	4,671,379	28.55%
Other Corporate	2	10,694	0.07%
	66,228	16,364,329	100%

24 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 33 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 25 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 22 Years
Mr. Nafees Imtiaz Malik	Chief Operating Officer	MBA	Over 12 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 18 Years
Mr. Syed Eunas Viqar	Chief Compliance & Risk Officer	ACCA	Over 16 Years
Mr. Syed Shahid Iqbal	Head of Fixed Income	MBA, CFA	Over 9 Years
Ms. Sarah Rehman, CFA	Head of Research	MBA Finance	Over 11 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years

25 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Mr. Syed Shahid Iqbal	Fund Manager	Bachelors in Commerce	Faysal Islamic Savings Growth Fund, Faysal Islamic Asset Allocation Fund, Faysal Halal Amdani Fund, Faysal Islamic Financial Planning Fund II, Faysal Islamic Sovereign Fund, Faysal Islamic Financial Growth Fund, Faysal Islamic Mustakil Munafa Fund and Faysal Khushal Mustqabil Fund

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12, 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	-	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	-	Yes	Yes	Yes	Yes

27 GENERAL

27.1 Figures have been rounded off to the nearest rupee, unless otherwise stated.

28 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	(FISIP-III)	(FISIP-I)			
	June 30, 2024 (Rupees)	June 30, 2025 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2022 (Rupees)
Net assets	1,249,885,471	165,196,602	128,665,922	139,400,199	105,321,221
Net assets value per unit	100.2087	10.0966	10.09	10.08	100.02
Offer price per unit	102.4735	10.3288	10.32	10.31	102.28
Repurchase price per unit	100.2087	10.0966	10.09	10.08	100.02
Highest offer price per unit	110.7416	11.7598	12.31	12.39	102.44
Highest repurchase price per unit	108.2941	11.4954	12.04	12.11	100.17
Lowest offer price per unit	100.000	10.315	10.30	10.23	100
Lowest repurchase price per unit	100.000	10.087	10.08	10.00	100
Total return:	20.86%	14.03%	19.58%	22.25%	13.14%
- capital growth	12.51%	12.63%	0.04%	0.95%	12.80%
- income distribution	8.35%	1.40%	19.54%	21.30%	0.34%
Average annual return:					
FISIP-I (Launch date: June 20, 2022)					
FISIP-III (Launch date: February, 2024)					
- one year	20.86%	14.03%	19.58%	22.25%	13.14%
- two years		16.81%	20.92%	17.70%	N/A
- three years		18.62%	18.32%	N/A	N/A
Four year		17.25%			
Distribution per unit:					
- Interim distribution (% per unit) *	8.35%	1.40%	19.54%	21.30%	0.34%
- Final distribution (% per unit)	0.00%	0.00%	0.00%	-	-
	8.35%	1.40%	19.54%	21.30%	0.34%

* Announced on 27 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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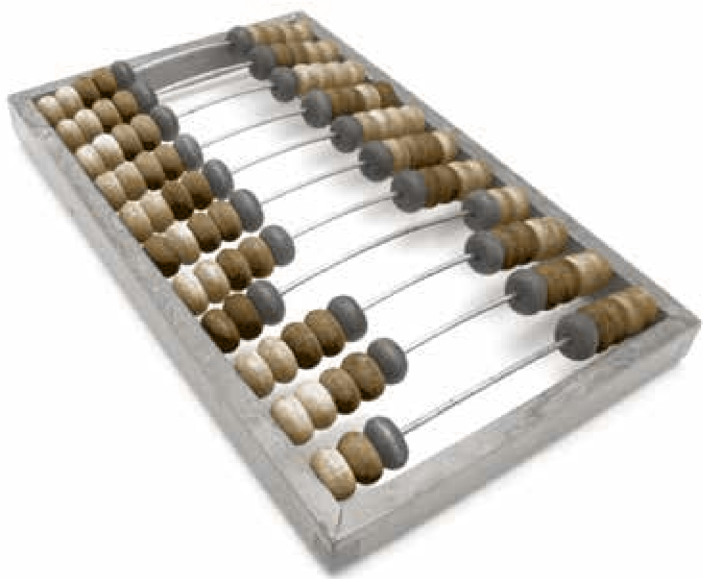
Faysal Islamic Asset Allocation Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Al-Baraka Bank Pakistan Limited
MCB Islamic Bank Limited
Bank Islami Pakistan Limited
Faysal Bank Limited
Dubai Islamic Bank
Zarai Taraqiati Bank Limited
Habib bank Limited (Islamic Banking)
Soneri Bank Limited (Islamic Banking)
Meezan Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

The Faysal Islamic Asset Allocation Fund endeavours to provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classese encompassing Shariah compliant equity, fixed income & money market instruments.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook

EQUITY MARKET REVIEW

The KSE-100 Index concludes FY25 on a strong note, delivering ~60% returns marking its 2nd highest performance in the past 22 years, following an exceptional ~89% return in FY24 driven by macro-level structural reforms. On a month-on-month basis, the index recuperated in the latter half of June, posting a ~5% gain, supported by waning geopolitical risks following the Israel-Iran ceasefire and a favorable investor response to the FY26 federal budget both of which reinvigorated the market optimism. Moreover, with regards to trading activity, the overall average daily volumes and traded value in the KSE-All Share Index increased ~41.2% MoM to ~0.80bn shares and ~PKR 29.6bn (from ~PKR 28.1bn in the previous month), respectively.

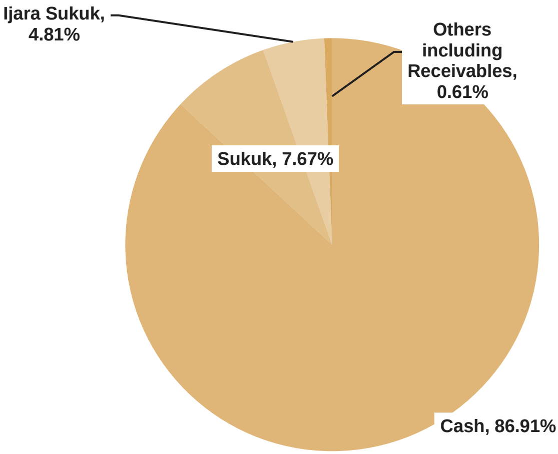
The major sectors which drove the bourse during the month were the Commercial Banks (3,076 points), Fertilizer (889 points) and Oil and Gas Exploration (626 points) and Cement (520 points). On the flipside, sectors which dragged the bourse included Auto Assembler (-154 points) and Technology and Communication (-112 points). With regards to investor flows Individuals, Companies and Mutual Funds primarily drove the market with a net buy of ~USD 22mn, ~USD 18mn and ~USD 10mn respectively, whereas Foreign Institutions and Banks/DFIs led the selling to the tune of ~USD 43mn and ~USD 19mn respectively.

Going forward, market sentiment is poised to be shaped by evolving geopolitical dynamics in the Middle East and the sectoral implications of the FY26 budget particularly changes in tariff structures. The downward revision of duties on raw materials is likely to benefit the textile sector, while the removal of protectionist duties poses headwinds for the auto industry. We maintain a positive outlook on equities, supported by improved liquidity, attractive valuations (P/E at 6.8x vs the long-term average of 7.2x), and favorable macro indicators. While cyclicals may lead in the short term, long-term gains are likely to hinge on structural reforms and fiscal discipline. Key positives include easing inflation, soft commodity prices, a pickup in LSM and improving liquidity position. However, risks persist from revenue shortfalls (PKR 11.7trn collection vs the target of PKR 11.9trn), oil price volatility, and currency pressures.

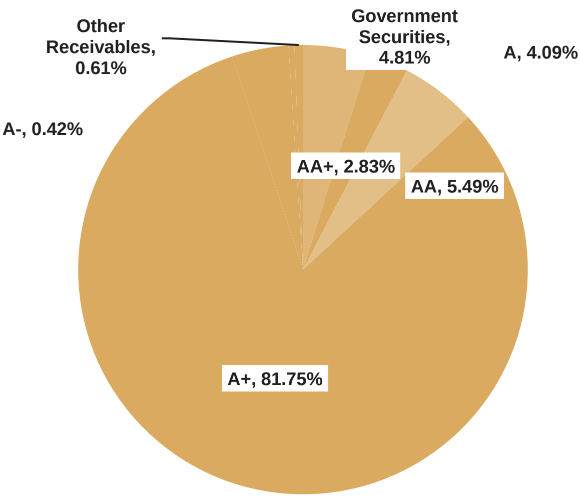
Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Asset Allocation Scheme
Risk Profile	High
Stability Rating	3-Star (PACRA) February 28 ,2025
Launch Date	September 9, 2015
Custodian/Trustee	CDC
Auditor	A.F. Ferguson & Co.
Management Fee**	Up to 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 0.15%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 3% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	Shariah Compliant Equity: KMI-30 Index, Shariah Compliant Money Market: 90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP, Shariah Compliant Income: 75% six (6) months PKISRV rates + 25% six (6) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP based on the Fund's actual proportion in the Equity and Income / Money Market securities
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Mon to Thu 9:00 am to 3:00 pm, Fri 9:00 am to 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	89.93
Net Assets (mn)	3,597
Total Expense Ratio (Annualized)	0.54%
Total Expense Ratio (Monthly)	0.53%

Fund Returns (% p.a)		
	FY25	FY24
YTD	19.61%	21.97%
Benchmark (YTD)	10.26%	10.11%

Asset Allocation



Asset Quality



FUND PERFORMANCE

During the period under review, Faysal Islamic Asset Allocation Fund-I (FIAAF-I) posted an absolute FY25 to date return of 19.61% relative to its existing benchmark of 10.26%. At the end of the period, exposure in Sukuk, Ijarah Sukuk, Cash and Others stood at 7.67%, 4.81%, 86.91% and 0.61% respectively. In the future, your fund will continue exploring Islamic investment avenues to provide competitive returns.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين،والصلاة والسلام على خاتم النبيّين وسيد المرسلين،
وعلى آله واصحابه أجمعين.أمّا بعد

Annual Report of
Faysal Islamic Asset Allocation Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Asset Allocation Fund (FIAAF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of FIAAF in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of FIAAF by FAML Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Asset Allocation Fund (FIAAF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Farooqi

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC ASSET ALLOCATION FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Asset Allocation Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

Independent Assurance Report on Compliance with the Shari'ah Governance Regulations, 2023
To the Board of Directors of Faysal Islamic Asset Allocation Fund, Shariah Compliant Company

1. Introduction

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

2. Applicable Criteria

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

"Shariah principles and rules" means requirements, standards, rulings or permissions, pertaining to Islamic financial services, derived from the following;

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 30 June 2025, which are annexed.

3. Management's Responsibility for Shari'ah Compliance

Management is responsible to ensure that the financial arrangements, contracts and transactions having Shari'ah 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 Shari'ah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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4. Our Independence and Quality Management

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.

EY also applies International Standard on Quality Management 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services engagements, which requires that we design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our responsibility and summary of the work performed

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

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shari'ah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shari'ah 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, transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shari'ah principles. (criteria specified in para 2 above).

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

6. Conclusion

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

EY Ford Rhodes

Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 September 2025

Place: Karachi

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Asset Allocation Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Faysal Islamic Asset Allocation Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2025**, and the income statement, the statement of comprehensive income, the statement of movement in unit holders' fund and the 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 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.

Key Audit Matters

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

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Existence and valuation of bank balances and investments	
As disclosed in notes 4 and 5 to the accompanying financial statements of the Fund for the year ended 30 June 2025, the bank balances and investments (comprised of equity and debt securities) held by the Fund represent 99.39% of the total assets of the Fund as at the year end.	We performed a combination of audit procedures focusing on the existence and valuation of bank balances and investments. Our key procedures included the following: - We obtained independent confirmations for verifying the existence of the bank balances as at 30 June 2025 and reconciled it with the books and records of the Fund. - We have obtained bank reconciliation statements and tested reconciling items on a sample basis. - We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement and related reconciliations and valuations on such investments in accordance with the accounting policy of the fund as mentioned in note 3.

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Key audit matter	How our audit addressed the key audit matter
In view of the significance of bank balances and investment in relation to the total assets and the Net Assets Value (NAV) of the Fund, we have considered the existence and valuation of such bank balances and investments as a key audit matter.	- We evaluated the appropriateness of the classification of the investments in accordance with the requirements of IFRS 9 and the valuations in accordance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). - We assessed the Fund's compliance with the requirements of the Regulations in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. - We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

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.

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.

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-: 3 :-

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.

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

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- 4 -

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

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.

EY Ford Rhodes

Chartered Accountants

Date: 26 September 2025

Place: Karachi

UDIN: AR202510076E0C4AcfwT

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
Assets			
Balances with banks	4	**3,131,683,805**	470,188,675
Investments	5	**449,797,724**	1,755,375,820
Advances, deposits and other receivables	6	**22,137,034**	68,293,708
Total assets		**3,603,618,563**	2,293,858,203
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	7	**207,960**	302,025
Payable to Central Depository Company of Pakistan Limited - Trustee	8	**103,978**	150,150
Payable to the Securities and Exchange Commission of Pakistan	9	**114,527**	167,704
Accrued expenses and other liabilities	10	**5,754,633**	2,901,884
Total liabilities		**6,181,098**	3,521,763
Net assets		**3,597,437,465**	2,290,336,440
Unit holders' fund (as per statement attached)		**3,597,437,465**	2,290,336,440
Contingencies and commitments	11		
		--------- (Number of units) ---------	
Number of units in issue		**40,000,844**	25,541,290
		------------- (Rupees) -------------	
Net asset value per unit		**89.9340**	89.67

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

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		-------------- (Rupees) --------------	
Income			
Profit on balances with banks		**43,393,684**	87,781,057
Profit on sukuks certificates		**158,538,733**	332,801,892
Gain on sale of investments - net		**26,642,568**	5,073,434
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.4	**10,569,497**	(11,270,445)
Other income		**47,635**	-
Total income		**239,192,117**	414,385,938
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	7.1	**1,802,371**	2,638,204
Sindh Sales Tax on remuneration of the Management Company	7.2	**270,343**	342,967
Selling and marketing expenses	7.3	**-**	400,232
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	**891,585**	1,518,379
Sindh Sales Tax on remuneration of the Trustee	8.2	**140,090**	197,389
Fee to the Securities and Exchange Commission of Pakistan	9	**1,141,709**	1,923,280
Transaction charges		**714,903**	1,070,283
Auditors' remuneration	12	**1,132,261**	987,144
Fees and subscription		**33,491**	33,524
Legal and professional charges		**261,272**	261,456
Shariah advisory fee		**150,000**	167,186
Bank charges		**17,555**	42,288
Printing charges		**-**	11,867
Total expenses		**6,555,580**	9,594,199
Net operating income for the year		**232,636,537**	404,791,739
Reversal / (Provision) against non-performing sukuk certificates	5.2.2	**8,767,814**	(2,958,310)
Net income for the year before taxation		**241,404,351**	401,833,429
Taxation	13	**-**	-
Net income for the year after taxation		**241,404,351**	401,833,429
Earnings per unit	14		
Allocation of net income for the year			
Net income for the year after taxation		**241,404,351**	401,833,429
Income already paid on units redeemed		**(230,580,582)**	(397,034,974)
		10,823,769	4,798,454
Accounting income available for distribution			
- Relating to capital gains		**-**	-
- Excluding capital gains		**10,823,769**	4,798,454
		10,823,769	4,798,454

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

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	---------- (Rupees) ---------	
Net income for the year after taxation	**241,404,351**	401,833,429
Other comprehensive income for the year	**-**	-
Total comprehensive income for the year	**241,404,351**	401,833,429

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For the year ended June 30, 2025			For the year ended June 30, 2024		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the year	**2,439,155,294**	**(148,818,854)**	**2,290,336,440**	2,148,288,425	(151,212,571)	1,997,075,854
Issuance of 144,835,727 units (2024: 31,477,168 units)						
- Capital value (at net asset value per unit at beginning of the year)	12,987,419,719	-	12,987,419,719	2,819,409,959	-	2,819,409,959
- Element of income	1,094,787,336	-	1,094,787,336	487,806,946	-	487,806,946
Total proceeds on issuance of units	**14,082,207,055**	**-**	**14,082,207,055**	3,307,216,905	-	3,307,216,905
Redemption of 130,376,174 units (2024: 28,231,610 units)						
- Capital value (at net asset value per unit at beginning of the year)	(11,690,831,532)	-	(11,690,831,532)	(2,528,705,299)	-	(2,528,705,299)
- Element of loss	(501,087,882)	(230,580,582)	(731,668,464)	(80,073,135)	(397,034,974)	(477,108,109)
Total payments on redemption of units	**(12,191,919,414)**	**(230,580,582)**	**(12,422,499,996)**	(2,608,778,434)	(397,034,974)	(3,005,813,408)
Total comprehensive income for the year	-	241,404,351	241,404,351	-	401,833,429	401,833,429
Distribution for the year ended June 30, 2025 @ Rs. 17.2708 per unit declared on June 23, 2025	(591,572,950)	(2,437,435)	(594,010,385)	-	-	-
Distribution for the year ended June 30, 2024 @ Rs. 95.01 per unit declared on June 28, 2024	-	-	-	(407,571,603)	(2,404,737)	(409,976,340)
Net income for the year less distribution	(591,572,950)	238,966,916	(352,606,034)	(407,571,603)	399,428,692	(8,142,911)
Net assets at the end of the year	**3,737,869,985**	**(140,432,520)**	**3,597,437,465**	2,439,155,293	(148,818,854)	2,290,336,440
Accumulated loss brought forward						
- Realised loss		(137,548,409)			(134,301,199)	
- Unrealised loss		(11,270,445)			(16,911,372)	
		(148,818,854)			(151,212,571)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		10,823,769			4,798,454	
		10,823,769			4,798,454	
Distribution made during the year		(2,437,435)			(2,404,737)	
Accumulated loss carried forward		(140,432,520)			(148,818,854)	
Accumulated loss carried forward						
- Realised loss		(151,002,017)			(137,548,409)	
- Unrealised gain / (loss)		10,569,497			(11,270,445)	
		(140,432,520)			(148,818,854)	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the year			89.67			89.57
Net asset value per unit at the end of the year			89.9340			89.67

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

For Faysal Asset Management Limited
(Management Company)

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

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		-------------- (Rupees) --------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		**241,404,351**	401,833,429
Adjustments for:			
Profit on balances with banks		**(43,393,684)**	(87,781,057)
Profit on sukuks certificates		**(158,538,733)**	(332,801,892)
Gain on sale of investments - net		**(26,642,568)**	(5,073,434)
(Reversal) / Provision against non-performing sukuk certificates		**(8,767,814)**	2,958,310
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.4	**(10,569,497)**	11,270,445
		(247,912,296)	(411,427,628)
Decrease / (increase) in assets			
Investments - net		**1,351,557,975**	(107,050,675)
Advances, deposits and other receivables		**(357,687)**	-
		1,351,200,288	(107,050,675)
Increase / (decrease) in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(94,065)**	(48,254)
Payable to Central Depository Company of Pakistan Limited - Trustee		**(46,172)**	604
Payable to the Securities and Exchange Commission of Pakistan		**(53,177)**	(283,519)
Accrued expenses and other liabilities		**2,852,749**	821,215
		2,659,335	490,046
Profit received on bank balances		**45,092,499**	81,878,382
Profit received on investments		**203,354,279**	330,864,384
Net cash generated from operating activities		**1,595,798,456**	296,587,938
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		**14,082,207,055**	3,307,216,905
Payments against redemption and conversion of units		**(12,422,499,996)**	(3,005,813,408)
Dividend paid		**(594,010,385)**	(409,976,340)
Net cash generated from / (used in) financing activities		**1,065,696,674**	(108,572,843)
Net increase in cash and cash equivalents during the year		**2,661,495,130**	188,015,095
Cash and cash equivalents at the beginning of the year		**470,188,675**	282,173,580
Cash and cash equivalents at the end of the year	4	**3,131,683,805**	470,188,675

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

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Asset Allocation Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on May 18, 2015 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th Floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as a 'Shariah Compliant Asset Allocation Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from September 9, 2015 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to earn competitive riba free return by investing in various Shariah compliant asset classes/instruments based on the market outlook and may easily change allocation to take advantage of directional macro and micro economic trends and undervalued stocks. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) by VIS. Further, Pakistan Credit Rating Agency Limited (PACRA) has assigned a "3-Star" ranking to the Fund dated February 28, 2025 (June 30, 2024: "4-Star" dated February 14, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF 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) and the requirements of the Trust Deed.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

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

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

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 these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5).

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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 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 FVOCI are to be recognised in the Income Statement. However, any surplus / (deficit) arising as a result of subsequent movement in the fair value of equity securities classified as FVOCI is to be recognised in other comprehensive income and is not recycled to the Income Statement on derecognition.

3.2.2.2 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)"
- fair value through profit or loss "(FVPL)"

based on the business model of the entity.

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

3.2.3 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. 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

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

3.2.5 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.

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 values 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

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

3.8 Distributions to unit holders

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

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

3.10 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 fair value through profit or loss' are included in the Income Statement in the period in which they arise;

- Income on sukuk certificates and government securities 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; and

- Profit on savings account with banks is recognised on time proportion basis using the effective yield method.

3.11 Expenses

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

3.12 Taxation

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

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

3.13 Earnings / (loss) per unit

Earnings / (loss) per unit is calculated by dividing the net profit / 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
4 BALANCES WITH BANKS			
Balances with banks in savings accounts	4.1	**3,131,683,805**	470,188,675

4.1 These include a balance of Rs. 197.32 million (2024: Rs. 155.64 million) maintained with Faysal Bank Limited (a related party) that carries profit at the rate of 11.75% (2024: 20%) per annum. Other savings accounts of the Fund carry profit rates ranging from 5% to 11.75% (2024: 6.65% to 21.5%) per annum.

	Note	2025	2024
		------------- (Rupees) -------------	
5 INVESTMENTS			
Financial assets 'at fair value through profit or loss'			
Listed equity securities	5.1	**9,790**	6,676
Corporate sukuk certificates	5.2	**276,506,934**	1,081,966,144
GoP Ijarah sukuk certificates	5.3	**173,281,000**	673,403,000
		449,797,724	1,755,375,820

5.1 Listed equity securities

Name of the investee company	As at July 1, 2024	Purchased during the year	Bonus / right shares received	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 as at June 30, 2025	Market value as a percentage of net assets	Market value as a percentage of total investments	Paid-up capital of investee company (with face value of investment)
	---- Number of shares held ----					---- Rupees ----			---- % ----		
OIL & GAS MARKETING COMPANIES											
Hascol Petroleum Limited *	1,100	-	-	-	1,100	6,677	9,790	3,113	-	-	-
Total as at June 30, 2025						6,677	9,790	3,113	-	-	-
Total as at June 30, 2024						6,105	6,676	571			

* Nil figures due to rounding off difference.

5.1.1 This investment represents 1,100 bonus shares as at June 30, 2025, which is equivalent to 5% (representing tax impact of a bonus announcement) that has been withheld by the investee company during previous years. These shares have a face value of Rs. 10 each.

5.2 Corporate sukuk certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised diminution as at June 30, 2025	Percentage in relation to Net assets of the Fund	Percentage in relation to Total market value of investments
				---- (Number of certificates) ----				---- (Rupees) ----			---- % ----	
Commercial Banks												
BankIslami Pakistan Limited Additional Tier - I (A, PACRA) (Face value of 5,000 per certificate)	Monthly / At maturity	Perpetual	1 month KIBOR plus base rate of 2.75%	5,000	-	-	5,000	25,000,000	25,000,000	-	0.69%	5.56%
BankIslami Pakistan Limited Additional Tier - I (A, PACRA) (Face value of 5,000 per certificate)	Monthly / At maturity	Perpetual	1 month KIBOR plus base rate of 2.75%	10,000	-	10,000	-	-	-	-	-	-
Meezan Bank Limited Additional Tier - I (AA+, VIS) (Face value of 1,000,000 per certificate)	Monthly / At maturity	Perpetual	1 month KIBOR plus base rate of 1.75%	310	-	220	90	90,000,000	90,000,000	-	2.50%	20.01%
Dubai Islamic Bank Pakistan Limited (AA-, VIS, traded) (Face value of 1,000,000 per certificate)	Semi-annually / At maturity	December 2, 2032	6 months KIBOR plus base rate of 0.70%	3	20	-	23	23,009,858	23,145,199	135,341	0.64%	5.15%
Al Baraka Bank (Pakistan) Limited (A, VIS, traded) (Face value of 1,000,000 per certificate)	Semi-annually / At maturity	August 22, 2024	6 months KIBOR plus base rate of 0.75%	25	-	25	-	-	-	-	-	-
Al Baraka Bank (Pakistan) Limited (A+, VIS, traded) (Face value of 1,000,000 per certificate)	Semi-annually / At maturity	December 22, 2031	6 months KIBOR plus base rate of 1.50%	29	-	20	9	9,027,000	9,067,500	40,500	0.25%	2.02%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised diminution as at June 30, 2025	Percentage in relation to Net assets of the Fund	Percentage in relation to Total market value of investments
				---------- (Number of certificates) ----------				---------------------- (Rupees) ----------------------			---------- % ----------	
Power Generation & Distribution												
K-Electric Limited Sukuk V (AA+, VIS, traded) (Face value of 3,250 per certificate)	Quarterly/ At maturity	August 3, 2027	3 months KIBOR plus base rate of 1.70%	1,700	7,600	9,300	-	-	-	-	-	-
Hub Power Holdings Company (AA+, PACRA, traded) (Face value of 75,000 per certificate)	Semi-annually / At maturity	November 12, 2025	6 months KIBOR plus base rate of 2.50%	1,337	-	1,337	-	-	-	-	-	-
K-Electric Limited Sukuk VI (AA+, VIS, non-traded) (Face value of 1,000,000 per certificate)	Quarterly / At maturity	November 23, 2029	3 months KIBOR plus base rate of 1.70%	2,510	-	2,380	130	11,797,246	11,963,250	166,004	0.33%	2.66%
Pakistan Energy Sukuk - II (Face value of 5,000 per certificate)	Semi-annually/ At maturity	May 21, 2030	6 months KIBOR minus base rate of 0.10%	20,000	-	20,000	-	-	-	-	-	-
Chemical												
Ghani Chemical Industries Limited GCILSC2 (A+ , PACRA) (Face value of 100,000 per certificate)	Quarterly / At maturity	January 18, 2030	3 months KIBOR plus base rate of 1.25%	1,200	-	300	900	90,000,000	90,227,250	227,250	2.51%	20.06%
Engineering												
Crescent Steel & Allied Products Limited (A-, VIS, non-traded) (Face value of 83,333 per certificate)	Semi-annually / At maturity	October 11, 2025	6 months KIBOR plus base rate of 2.00%	900	-	-	900	15,099,386	14,976,585	(122,801)	0.42%	3.33%
Miscellaneous												
Shakarganj Food Products Limited (BBB-, VIS, non-traded) (note 5.2.1 and 5.2.2) (Face value of 250,000 per certificate)	Quarterly	July 10, 2025	3 months KIBOR plus base rate of 2.5%	50	-	-	50	12,524,533	12,127,150	(397,383)	0.34%	2.70%
Total as at June 30, 2025								**276,458,023**	**276,506,934**	**48,911**	**0.00%**	**0.00%**
Total as at June 30, 2024								1,083,337,806	1,081,966,144	(1,371,662)		

5.2.1 Investments - non-compliance

As per clause 2.1.1 of the offering document the minimum Entity/ Instrument Rating should be A- and above. As at June 30, 2025, the Fund held investment in sukuk certificates of Shakarganj Food Products Limited (SFPL) which has a credit rating of BBB-.

5.2.2 Movement of provision

	Note	2025	2024
		------------- (Rupees) -------------	
Balance as at July 1		**8,767,814**	5,809,504
Charge for the year		**-**	5,458,310
Reversal during the year	5.2.2.1	**(8,767,814)**	(2,500,000)
		(8,767,814)	2,958,310
Balance as at June 30		**-**	8,767,814

5.2.2.1 Sukuk certificates of Shakarganj Food Products Limited (SFPL) had been classified as non performing by Mutual Funds Association of Pakistan (MUFAP) in accordance with the requirement of SECP's Circular No. 33 of 2012. On September 28, 2023, the restructuring of the aforementioned sukuk was approved by all the sukuk investors whereby the four principal installments due from July 10, 2023 to April 10, 2024, have been deferred for one year from their respective due dates and the tenure of the sukuk has been extended by twelve months. During the current year, SFPL has paid the due installements and MUFAP has classified the sukuk as performing in accordance with the requirements of SECP circular. Accordingly, the sukuk certificates of SFPL are no longer classified as non-performing and have been classified as performing asset as of 30 June 2025 and the provision held amounting to Rs. 8.768 million has been reversed during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

5.3 GoP Ijarah sukuk certificates

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised diminution as at June 30, 2025	Percentage in relation to	
												Net assets of the Fund	Total market value of investments
					----------- (Number of certificates) -----------				---------------------- (Rupees) ----------------------			----------- % -----------	
GoP Ijarah Sukuk Certificates - XI - FRR	Semi-annually / At maturity	December 15, 2021	December 15, 2026	11.40%	2,500	-	1,500	1,000	92,633,846	101,230,000	8,596,154	2.81%	22.51%
GoP Ijarah Sukuk Certificates - XVIII - VRR	Semi-annually / At maturity	April 30, 2020	April 30, 2025	Weighted average 6 months T-Bills	75	-	75	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates -XXVI - VRR	Semi-annually / At maturity	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	3,450	-	3,450	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates -GIS - PSX - VRR *	Semi-annually / At maturity	May 10, 2024	May 10, 2029	Weighted average 6 months T-Bills	20,000	-	20,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates -GIS - PSX - FRR *	Semi-annually / At maturity	October 21, 2024	October 21, 2027	12.00%	-	14,000	-	14,000	70,129,681	72,051,000	1,921,319	2.00%	16.02%
GoP Ijarah Sukuk Certificates -GIS - PSX - FRR *	Semi-annually / At maturity	September 18, 2024	September 18, 2027	13.89%	-	30,000	30,000	-	-	-	-	-	-
Total as at June 30, 2025									**162,763,527**	**173,281,000**	**10,517,473**	**4.81%**	**38.53%**
Total as at June 30, 2024									683,302,354	673,403,000	(9,889,354)		

5.3.1 The nominal value of these sukuk certificates is Rs 100,000 each except for GIS - PSX having nominal value of Rs. 5,000 each.

		Note	2025	2024
5.4	**Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net**		--------------- Rupees ---------------	
	Market value of investments	5.1, 5.2 & 5.3	**449,797,724**	1,755,375,820
	Less: carrying value of investments	5.1, 5.2 & 5.3	**(439,228,227)**	(1,766,646,265)
			10,569,497	(11,270,445)

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	2025	2024
Security deposit with:			
National Clearing Company of Pakistan Limited (NCCPL)		**2,500,000**	2,500,000
Central Depository Company of Pakistan Limited (CDC)		**100,000**	100,000
		2,600,000	2,600,000
Profit receivable on:			
- Balances with banks	6.1	**10,398,787**	12,097,602
- Corporate sukuk certificates		**5,102,390**	34,166,548
- GoP Ijarah sukuk certificates		**1,985,654**	17,737,042
		17,486,831	64,001,192
Advance tax	6.2	**1,300,776**	1,300,716
Dividend receivable		**391,800**	391,800
Prepaid Rating / Ranking Fee		**322,058**	-
Other Receivables		**35,569**	-
		22,137,034	68,293,708

6.1 This includes profit receivable amounting to Rs. 5.28 million (June 30, 2024: Rs. 0.69 million) on balance held with Faysal Bank Limited, a related party.

6.2 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 sections 150 and 151, but withholding tax on profits from savings accounts, sukuk certificates, and dividends paid to the Fund has been deducted by withholding agents, based on FBR's interpretation (letter C. no.1(43) DG (WHT)/2008-Vol.II-66417-R dated May 12, 2015), requiring withholding agents to withhold tax at applicable rates unless a valid exemption certificate under section 159(1) is provided, with tax withheld amounting to Rs. 1.301 million (June 30, 2024: Rs. 1.301 million).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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The Mutual Funds Association of Pakistan (MUFAP), representing various mutual funds (including those managed by the Management Company), filed a petition in the Sindh High Court (SHC) challenging the FBR's interpretation, but the SHC ruled in favor of the FBR. Subsequently, a petition was filed in the Supreme Court of Pakistan (SCP) by the Funds and other CISs, with the SCP granting leave to appeal the SHC's decision. Pending the resolution, the withheld tax on profit from savings accounts, corporate sukuk certificates, and commercial papers has been recorded as advance tax under "Advances, deposits and other receivables" as of June 30, 2025, as management believes the amount is likely to be refunded.

		Note	2025	2024
7	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------ (Rupees)	-----------
	Remuneration payable to the Management Company	7.1	**180,835**	267,279
	Sindh Sales Tax payable on remuneration of the Management Company	7.2	**27,125**	34,746
	Selling and marketing expenses payable	7.3	**-**	-
			207,960	302,025

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates:

Period	Rate Applicable
From July 01, 2024 to June 30, 2025	**0.15% of average annual net assets**

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

7.2 During the year, an amount of Rs. 0.270 million (2024: Rs. 0.342 million) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

7.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company based on its discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses (June 30, 2024: 0% to 0.05% of the average annual net asset of the Fund) during the year.

7.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling and marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling and marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 0.208 million to specified unitholders by issuing additional units in its funds in Islamic Money Market Category during the year.

		Note	2025	2024
8	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		-------------- (Rupees)	--------------
	Remuneration payable to the Trustee	8.1	**80,060**	132,876
	Sindh Sales Tax payable on remuneration of the Trustee	8.2	**23,918**	17,274
			103,978	150,150

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (2024: 0.075%) per annum of the average annual net assets of the Fund.

8.2 During the year, an amount of Rs. 0.140 million (2024: Rs. 0.197 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%).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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		Note	2025	2024
			-------------- (Rupees) --------------	
9	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**			
	Fee payable	9.1	**114,527**	167,704

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of fee to 0.095% (2024: 0.095%) per annum of the daily net assets of the Fund.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		Note	2025	2024
			-------------- (Rupees) --------------	
10	**ACCRUED EXPENSES AND OTHER LIABILITIES**			
	Transaction charges payable		**57,791**	56,335
	Withholding tax payable		**961,348**	584,669
	Auditors' remuneration payable		**995,635**	533,082
	Capital Gain Tax payable		**1,681,650**	-
	Shariah advisory fee payable		**150,000**	170,999
	Fees and subscription payable		**57,331**	55,090
	Printing charges payable		**-**	73,723
	Zakat payable		**147,882**	147,882
	Legal and professional charges payable		**762,429**	501,157
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company and sales load	10.1	**680,669**	680,669
	Other liabilities		**259,899**	98,278
			5,754,633	2,901,884

10.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013, a constitutional petition was filed with the Honourable Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.681 million (2024: Rs. 0.681 million) is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at June 30, 2025 would have been higher by Re. 0.017 (2024: Re. 0.027) per unit.

11 CONTINGENCIES AND COMMITMENTS

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

		2025	2024
		-------------- (Rupees) --------------	
12	**AUDITORS' REMUNERATION**		
	Annual audit fee	**672,570**	500,000
	Half yearly review of condensed interim financial statements	**316,250**	275,000
	Fee for other certifications	**-**	85,000
	Out of pocket expenses	**59,570**	54,022
		1,048,390	914,022
	Sindh Sales Tax	**83,871**	73,122
		1,132,261	987,144

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13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2025 to the unit holders in the manner as explained above 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 of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 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.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 0.54% (2024: 0.62%) which includes 0.13% (2024: 0.13%) representing government levies on the Fund such as sales taxes, fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Asset Allocation Scheme'.

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

16.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

16.2 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

	2025	2024
Transactions during the year	---------------- (Rupees)	----------------
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**1,802,371**	2,638,204
Sindh Sales Tax on remuneration of the Management Company	**270,343**	342,967
Selling and marketing expenses	**-**	400,232
Faysal Bank Limited - Group Company		
Profit on balance with bank	**16,438,577**	12,590,245
Bank charges	**9,504**	34,941

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Transactions during the year	2025	2024
	---------------- (Rupees) ----------------	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**891,585**	1,518,379
Sindh Sales Tax on remuneration of the Trustee	**140,090**	197,389
Settlement charges	**48,098**	89,617
Unit holders with more than 10% holding		
Units issued: 140,906,321 units (2024: 27,390,696 units)	**13,696,216,281**	2,899,850,346
Units redeemed: 121,418,991 units (2024: 22,616,513 units)	**11,567,708,529**	2,462,428,458
Amounts / balances outstanding as at year end		
Faysal Asset Management Limited - Management Company		
Remuneration payable	**180,835**	267,279
Sindh Sales Tax payable on remuneration of the Management Company	**27,125**	34,746
Faysal Bank Limited - Group Company		
Balance with bank	**197,316,601**	155,664,886
Profit receivable on balance with bank	**5,275,545**	694,578
Central Depository Company of Pakistan Limited - Trustee		
Security deposit	**100,000**	100,000
Remuneration payable	**80,060**	132,876
Sindh Sales Tax payable on remuneration of the Trustee	**23,918**	17,274
Unit holders with more than 10% holding		
Units outstanding: 38,549,749 units (2024: 24,142,330 units)	**3,466,933,127**	2,166,049,869

17 FINANCIAL INSTRUMENTS BY CATEGORY

	2025		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees	----------------------------	
Financial assets			
Balances with banks	3,131,683,805	-	3,131,683,805
Investments	-	449,797,724	449,797,724
Deposits and other receivables	20,514,200	-	20,514,200
	3,152,198,005	449,797,724	3,601,995,729
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	207,960	-	207,960
Payable to Central Depository Company of Pakistan Limited - Trustee	103,978	-	103,978
Accrued expenses and other liabilities	2,283,084	-	2,283,084
	2,595,022	-	2,595,022

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2024		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balances with banks	470,188,675	-	470,188,675
Investments	-	1,755,375,820	1,755,375,820
Deposits and other receivables	66,992,992	-	66,992,992
	537,181,667	1,755,375,820	2,292,557,487
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	302,025	-	302,025
Payable to Central Depository Company of Pakistan Limited - Trustee	150,150	-	150,150
Accrued expenses and other liabilities	1,488,664	-	1,488,664
	1,940,839	-	1,940,839

18 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 Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

18.1 Market risk

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

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

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

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with banks and sukuk certificates. 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 and investment in sukuk certificates 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. 34.79 million (2024: Rs. 19.06 million).

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

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

	2025					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	4.5% - 16.15%	3,131,683,805	-	-	-	3,131,683,805
Investments	11.4% - 21.26%	127,127,150	14,976,585	307,684,199	9,790	449,797,724
Deposits and other receivables		-	-	-	20,514,200	20,514,200
		3,258,810,955	14,976,585	307,684,199	20,523,990	3,601,995,729
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	207,960	207,960
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	103,978	103,978
Accrued expenses and other liabilities		-	-	-	2,283,084	2,283,084
		-	-	-	2,595,022	2,595,022
On-balance sheet gap (a)		3,258,810,955	14,976,585	307,684,199	17,928,968	3,599,400,707
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		3,258,810,955	14,976,585	307,684,199		
Cumulative profit rate sensitivity gap		3,258,810,955	3,273,787,540	3,581,471,739		

	2024					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	6.65% - 21.50%	470,188,675	-	-	-	470,188,675
Investments	11.40% - 25.91%	802,354,874	734,064,270	218,950,000	6,676	1,755,375,820
Deposits, profit and other receivables		-	-	-	66,992,992	66,992,992
		1,272,543,549	734,064,270	218,950,000	66,999,668	2,292,557,487
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	302,025	302,025
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	150,150	150,150
Accrued expenses and other liabilities		-	-	-	1,488,664	1,488,664
					1,940,839	1,940,839
On-balance sheet gap (a)		1,272,543,549	734,064,270	218,950,000	65,058,829	2,290,616,648
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		1,272,543,549	734,064,270	218,950,000		
Cumulative profit rate sensitivity gap		1,272,543,549	2,006,607,819	2,225,557,819		

(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.

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(iii) Price risk

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

Equity price risk is a 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 significant investment in equity securities as of June 30, 2025 and hence, is not exposed to price risk.

18.2 Liquidity risk

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

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

As per the NBFC Regulations the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any 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 dates. 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 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	3,131,683,805	-	-	-	-	-	3,131,683,805
Investments	-	12,127,150	14,976,585	307,684,199	-	115,009,790	449,797,724
Deposits and other receivables	10,826,156	5,102,390	1,985,654	-	-	2,600,000	20,514,200
	3,142,509,961	17,229,540	16,962,239	307,684,199	-	117,609,790	3,601,995,729
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	207,960	-	-	-	-	-	207,960
Payable to Central Depository Company of Pakistan Limited - Trustee	103,978	-	-	-	-	-	103,978
Accrued expenses and other liabilities	1,287,449	995,635	-	-	-	-	2,283,084
	1,599,387	995,635	-	-	-	-	2,595,022
Net financial assets	3,140,910,574	16,233,905	16,962,239	307,684,199	-	117,609,790	3,599,400,707

	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	470,188,675	-	-	-	-	-	470,188,675
Investments	-	-	335,512,772	662,940,634	396,915,738	360,006,676	1,755,375,820
Deposits and other receivables	12,489,402	34,166,548	17,737,042	-	-	2,600,000	66,992,992
	482,678,077	34,166,548	353,249,814	662,940,634	396,915,738	362,606,676	2,292,557,487
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	302,025	-	-	-	-	-	302,025
Payable to Central Depository Company of Pakistan Limited - Trustee	150,150	-	-	-	-	-	150,150
Accrued expenses and other liabilities	955,582	533,082	-	-	-	-	1,488,664
	1,407,757	533,082	-	-	-	-	1,940,839
Net financial assets	481,270,320	33,633,466	353,249,814	662,940,634	396,915,738	362,606,676	2,290,616,648

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18.3 Credit risk

18.3.1 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		2024	
	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	**3,131,683,805**	**3,131,683,805**	470,188,675	470,188,675
Investments	**449,797,724**	**276,506,934**	1,755,375,820	1,081,966,144
Deposits and other receivables	**20,514,200**	**15,928,546**	66,992,992	49,255,950
	3,601,995,729	**3,424,119,285**	2,292,557,487	1,601,410,769

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.

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.

18.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, investment in sukuk certificates and profit accrued thereon. The credit rating profile of bank balances, sukuk certificates and its accrued profit is as follows:

Rating	% of financial assets exposed to credit risk	
	2025	2024
Bank balances and profit accrued thereon		
AAA	**0.09%**	14.45%
AA	**5.72%**	6.83%
AA-	**0.00%**	-
A+	**81.52%**	0.07%

Rating	% of financial assets exposed to credit risk	
	2025	2024
Sukuk certificates and profit accrued thereon		
AA+	**2.88%**	18.45%
AA	**0.00%**	11.24%
AA-	**0.65%**	4.57%
A+	**2.81%**	5.46%
A	**0.71%**	5.82%
A-	**0.42%**	2.06%
BBB-	**0.34%**	1.04%

Deposit with CDC and NCCPL is highly rated and risk of default is considered minimal.

18.3.3 Concentration of credit risk

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

All financial assets of the Fund as at June 30, 2025 and June 30, 2024 are unsecured and are not impaired.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

19 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			
	Level 1	Level 2	Level 3	Total
ASSETS	---------- (Rupees) ----------			
Financial assets at fair value through profit or loss				
Listed equity securities	9,790	-	-	9,790
Corporate sukuk certificates	-	276,506,934	-	276,506,934
GoP Ijarah sukuk certificates*	72,051,000	101,230,000	-	173,281,000
	72,060,790	377,736,934	-	449,797,724

	2024			
ASSETS	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------			
Financial assets at fair value through profit or loss				
Listed equity securities	6,676	-	-	6,676
Corporate sukuk certificates	-	1,081,966,144	-	1,081,966,144
GoP Ijarah sukuk certificates*	100,000,000	573,403,000	-	673,403,000
	100,006,676	1,655,369,144	-	1,755,375,820

* GOP Ijara sukuk certificates stated in Level 1 are traded and quoted on PSX.

Valuation techniques used in determination of fair value of corporate sukuk certificates and unquoted GoP Ijarah sukuk certificates is explained in Note 19.1.

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.

19.1 Valuation techniques used in determination of fair values within level 2

Fair values of investment in GoP Ijarah sukuk certificates are measured on the basis of PKISRV, which are 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 long term corporate sukuk 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

20 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

In accordance with the risk management policies as stated in note 18, the Fund endeavors to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

21 UNIT HOLDING PATTERN OF THE FUND

Category	2025			2024		
	Number of unit holders	Number of units held	Percentage of total	Number of unit holders	Number of units held	Percentage of total
Insurance company	1	1,113,978	2.78%	1	1,231,690	4.82%
Retirement funds	4	63,305	0.16%	3	57,413	0.22%
Individuals	161	33,309,512	83.27%	140	109,641	0.43%
Banks / DFIs	2	5,513,802	13.78%	1	5,079,912	19.90%
Others	1	247	0.001%	2	19,062,634	74.63%
	169	40,000,844	100.00%	147	25,541,290	100.00%

22 LIST OF TOP BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Percentage of commission paid	2024 Percentage of commission paid
Continental Exchange (Private) Limited	**0.00%**	12.57%
Next Capital Limited	**100.00%**	87.43%
	100.00%	100.00%

22.1 The Fund has traded with only the above mentioned 1 broker / dealer during the year ended June 30, 2025 (2024: 2 brokers / dealers).

23 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 33 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 25 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 22 Years
Mr. Nafees Imtiaz Malik	Chief Innovation & Product Officer	MBA	Over 12 Years
Syed Shahid Iqbal	Head of Fixed Income	B.Com	Over 32 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 18 Years
Ms. Sarah Rehman	Head of Research	MBA/CFA	Over 9 years
Mr. Mustajab Alam	Fund Manager	MBA/, CFA	Over 9 years
Mr. Syed Noman Ahmed	Head of Equity	MBA(Finance)	Over 15 years
Syed Eunas Viqar	Head of Internal Audit and Compliance	ACCA	Over 16 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

24 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Shahid Iqbal	Fund Manager	B.Com	Faysal Islamic Savings Growth Fund, Faysal Halal Amdani Fund, Faysal Islamic Cash Fund, Faysal Islamic Special Income Plan I, Faysal Islamic Financial Planning Fund II (Faysal Sharia Capital Preservation Plan X), Faysal Islamic Sovereign Fund (Faysal Islamic Sovereign Plan I), Faysal Islamic Special Income Plan III, Faysal Islamic Sovereign Fund (Faysal Islamic Sovereign Plan II), Faysal Islamic Financial Growth Fund (Faysal Islamic Financial Growth Plan I), Faysal Islamic Mustakil Munafa Fund (Faysal Islamic Mehdood Muddat Plan I), Faysal Islamic Mustakil Munafa Fund (Faysal Islamic Mehdood Muddat Plan II)

25 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

26 GENERAL

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

26.2 Prior period's 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 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 period.

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I) AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	June 30, 2025 Rupees	June 30, 2024 Rupees	June 30, 2023 Rupees	June 30, 2022 Rupees	June 30, 2021 Rupees
Net assets	3,597,437,464	2,290,336,440	1,997,075,854	2,435,558,204	2,665,463,250
Net assets value per unit	89.93	89.67	89.57	77.77	70.77
Offer price per unit	93.04	92.71	92.61	80.41	73.17
Repurchase price per unit	89.93	89.67	89.57	77.77	70.77
Highest offer price per unit	110.38	112.66	92.61	80.41	73.23
Highest repurchase price per unit	106.70	108.97	89.57	77.77	70.82
Lowest offer price per unit	92.76	92.61	80.44	73.18	67.56
Lowest repurchase price per unit	89.72	89.57	77.80	70.78	65.34
Total return:	19.61%	21.97%	15.17%	9.89%	8.33%
- capital growth	2.34%	0.14%	15.17%	9.89%	8.33%
- income distribution	17.27%	21.83%	-	-	-
Average annual return: (Launch date: September 9, 2015)					
- one year	19.61%	21.97%	15.17%	9.89%	8.33%
- two years	20.79%	18.57%	12.53%	9.11%	9.61%
- three years	18.92%	15.68%	11.13%	9.70%	N/A
Four years	16.66%	13.84%	11.07%	N/A	N/A
Five Years	14.99%	13.25%			
Distribution per unit:					
- Interim distribution (% per unit)	17.27%	21.83%	-	-	-
- Final distribution (% per unit)	-	-	-	-	-
	17.27%	21.83%	-	-	-

* Announced on 23 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) Responsibilities towards Proxy Voting as per Regulation 38A

Faysal Asset Management Limited (FAML) on behalf of Faysal Islamic Asset Allocation Fund (FIAAF) a collective investment scheme (CIS) under its management did not participate in shareholders' meetings. Further, the proxy voting policy of the FIAAF is available on the website of the FAML and detailed information regarding actual proxies voted by the FAML (if any) in respect of the CIS is also available without charge, upon request, to all unit holders.

(iii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iv) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(vi) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vii) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(viii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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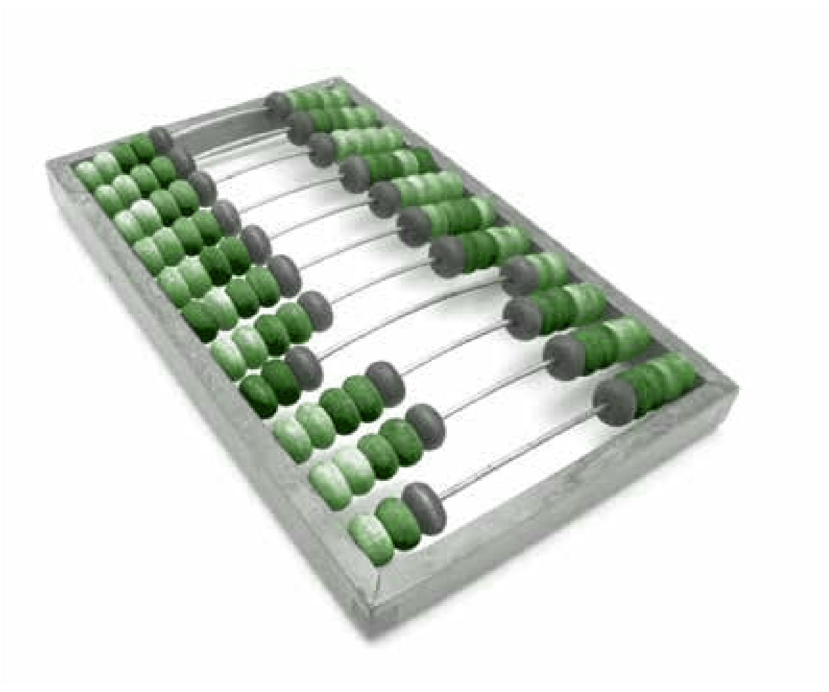
Faysal Islamic Dedicated Equity Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited
Dubai Islamic Bank
Meezan Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

FIDEF is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah compliant equities.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين,والصلاة والسلام على خاتم النبيّين وسيد المرسلين،
وعلى آله واصحابه أجمعين.أمّا بعد

Annual Report
of
Faysal Islamic Dedicated Equity Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Dedicated Equity Fund (FIDEF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of **FIDEF** in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of **FIDEF** by **FAML** Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Dedicated Equity Fund (FIDEF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Farooqi

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC DEDICATED EQUITY FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Dedicated Equity Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

Independent Assurance Report on Compliance with the Shari'ah Governance Regulations, 2023
To the Board of Directors of Faysal Islamic Dedicated Equity Fund, Shariah Compliant Company

1. Introduction

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

2. Applicable Criteria

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

"Shariah principles and rules" means requirements, standards, rulings or permissions, pertaining to Islamic financial services, derived from the following:

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 30 June 2025, which are annexed.

3. Management's Responsibility for Shari'ah Compliance

Management is responsible to ensure that the financial arrangements, contracts and transactions having Shari'ah 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 Shari'ah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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-: 2 :-

4. Our Independence and Quality Management

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.

EY also applies International Standard on Quality Management 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services engagements, which requires that we design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our responsibility and summary of the work performed

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

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shari'ah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shari'ah 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, transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shari'ah principles. (criteria specified in para 2 above).

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

6. Conclusion

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

EYFord Rhodes

Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 26 September 2025

Place: Karachi

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EY FORD RHODES
CHARTERED ACCOUNTANTS
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +92 21 111 11 39 37 (EYFR)
Tel: +92 21 3565 0007
ey.khi@pk.ey.com
https://www.ey.com

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Dedicated Equity Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Faysal Islamic Dedicated Equity Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2025**, and the income statement, the statement of comprehensive income, the statement of movement in unit holders' fund and the 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 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.

Key Audit Matters

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

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Existence of bank balances	
As disclosed in note 4 to the accompanying financial statements of the Fund for the year ended 30 June 2025, the bank balances held by the Fund represent 71.83% of the total assets of the Fund as at the year end. In view of the significance of bank balances in relation to the total assets and the Net Assets Value (NAV) of the Fund, we have considered the existence of such bank balances as a key audit matter.	We performed a combination of audit procedures focusing on the existence of bank balances. Our key procedures included the following: - We obtained independent confirmations for verifying the existence of the bank balances as at 30 June 2025 and reconciled it with the books and records of the Fund. - We have obtained bank reconciliation statements and tested reconciling items on a sample basis.

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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.

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.

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- 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.

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

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

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.

EY Ford Rhodes

Chartered Accountants

Date: 26 September 2025

Place: Karachi

UDIN: AR202510076ZajJ79urG

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	June 30, 2025	June 30, 2024
		(Rupees)	
Assets			
Balances with banks	4	**1,964,681**	782,475
Investments	5	**-**	31,068,065
Advances, deposits and other receivables	6	**472,776**	6,007,225
Receivable from Faysal Asset Management Limited - Management Company	7	**200,000**	1,600,000
Preliminary expenses and flotation cost	8	**97,571**	104,375
Total assets		**2,735,028**	39,562,140
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	9	**3,078**	67,905
Payable to Central Depository Company of Pakistan Limited - Trustee	10	**-**	-
Payable to the Securities and Exchange Commission of Pakistan	11	**-**	2,256
Accrued expenses and other liabilities	12	**2,731,950**	3,728,340
Total liabilities		**2,735,028**	3,798,501
Net assets		**-**	35,763,639
Unit holders' fund (as per statement attached)		**-**	35,763,639
Contingencies and commitments	13		
		(Number of units)	
Number of units in issue		**-**	229,646
		(Rupees)	
Net asset value per unit		**-**	155.73

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		---------- (Rupees) ---------	
Income			
Profit on balances with banks		**-**	7,575,018
Realized gain on sale of investments - net		**460,225**	196,981,426
Unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net		**-**	6,744,611
Dividend Income		**-**	25,668,998
Other income		**5,172**	16,191
Total income		**465,397**	236,986,244
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	9.1	**28,835**	6,545,616
Sindh Sales Tax on remuneration of the Management Company	9.2	**4,281**	850,930
Selling and marketing expenses	9.3	**-**	5,168,978
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	**2,563**	774,492
Sindh Sales Tax on remuneration of the Trustee	10.2	**228**	100,684
Auditors' remuneration		**32,184**	786,839
Fee to the Securities and Exchange Commission of Pakistan	11.1	**1,217**	391,508
Amortisation of preliminary expenses and floatation costs	8	**6,804**	207,522
Legal and professional charges		**8,569**	490,862
Transaction charges		**174,911**	9,585,108
Printing charges		**324**	9,713
Shariah advisory fee		**5,652**	-
Reimbursement of expenses from the Management Company	7.1	**(200,000)**	(4,620,000)
Bank charges		**13**	10,666
Total expenses		**65,581**	20,302,918
Net operating income for the year		**399,816**	216,683,326
Write off - receivable balance		**(4,647,525)**	-
Net (loss) / income for the period before taxation		**(4,247,709)**	216,683,326
Taxation	15	**-**	-
Net (loss) / income for the period after taxation		**(4,247,709)**	216,683,326
(Loss) / earnings per unit	16		
Allocation of net income for the period			
Net income for the period after taxation		**-**	216,683,326
Income already paid on units redeemed		**-**	(216,459,462)
		-	223,864
Accounting income available for distribution			
- Relating to capital gains		**-**	223,864
- Excluding capital gains		**-**	-
		-	223,864

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	---------- (Rupees) ---------	
Net (loss) / income for the year after taxation	**(4,247,709)**	216,683,326
Other comprehensive year for the period	**-**	-
Total comprehensive (loss) / income for the year	**(4,247,709)**	216,683,326

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For The Year Ended June 30, 2025			For The Year Ended June 30, 2024		
	Capital value	Accumulated Loss	Total	Capital value	Accumulated Loss	Total
	----(Rupees)----			----(Rupees)----		
Net assets at the beginning of the year	**799,425,104**	**(763,661,465)**	**35,763,639**	2,348,121,301	(763,885,329)	1,584,235,972
Issuance of 126,743 units (2024: 240,439 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**19,737,643**	**-**	**19,737,643**	23,731,329	-	23,731,329
- Element of income	**262,357**	**-**	**262,357**	13,197,623	-	13,197,623
Total proceeds on issuance of units	**20,000,000**	**-**	**20,000,000**	36,928,952	-	36,928,952
Redemption of 356,389 units (2024: 16,061,010 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(55,500,366)**	**-**	**(55,500,366)**	(1,585,221,687)	-	(1,585,221,687)
- Element of income/ (loss)	**3,984,436**	**-**	**3,984,436**	(403,462)	(216,459,462)	(216,862,924)
Total payments on redemption of units	**(51,515,930)**	**-**	**(51,515,930)**	(1,585,625,149)	(216,459,462)	(1,802,084,611)
Total comprehensive (loss) / income for the period	**-**	**(4,247,709)**	**(4,247,709)**	-	216,683,326	216,683,326
Net assets at the end of the year	**767,909,174**	**(767,909,174)**	**-**	799,425,104	(763,661,465)	35,763,639

	2025	2024
Accumulated loss brought forward		
- Realised loss	**(770,406,076)**	(696,231,914)
- Unrealised income / (loss)	**6,744,611**	(67,653,415)
	(763,661,465)	(763,885,329)
Accounting income available for distribution		
- Relating to capital gains	**-**	223,864
- Excluding capital gains	**-**	-
	-	223,864
Net loss for the year after taxation	**(4,247,709)**	-
Accumulated loss carried forward	**(767,909,174)**	(763,661,465)
Accumulated loss carried forward		
- Realised loss	**(767,909,174)**	(770,406,076)
- Unrealised income	**-**	6,744,611
	(767,909,174)	(763,661,465)
	(Rupees)	**(Rupees)**
Net asset value per unit at the beginning of the year	**155.73**	98.70
Net asset value per unit at the end of the year	**-**	155.73

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period before taxation		**(4,247,709)**	216,683,326
Adjustments for:			
Profit on balances with banks		**-**	(7,575,018)
Realized gain on sale of investments - net		**(460,225)**	(196,981,426)
Unrealised appreciationon re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net		**-**	(6,744,611)
Amortisation of preliminary expenses		**6,804**	207,522
Dividend Income		**-**	(25,668,998)
Write off - receivable balance		**4,647,525**	-
		(53,605)	(20,079,205)
Decrease / (Increase) in assets			
Investments - net		**31,528,290**	1,471,469,739
Receivable from Faysal Asset Management Limited - Management Company		**1,400,000**	(925,000)
Advances, deposits and other receivables		**1,002,442**	1,438,171
		33,930,732	1,471,982,910
Decrease in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(64,827)**	(10,703,908)
Payable to Central Depository Company of Pakistan Limited - Trustee		**-**	(212,740)
Payable to the Securities and Exchange Commission of Pakistan		**(2,256)**	(456,524)
Payable against purchase of investments		**-**	
Accrued expenses and other liabilities		**(1,111,908)**	(3,592,611)
		(1,178,991)	(14,965,783)
Profit received on balances with banks		**-**	8,364,152
Dividend received		**-**	26,572,898
		-	34,937,050
Net cash generated from operating activities		**32,698,136**	1,471,874,972
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		**20,000,000**	36,928,952
Payments against redemption and conversion of units		**(51,515,930)**	(1,802,084,611)
Net cash used in financing activities		**(31,515,930)**	(1,765,155,659)
Net increase / (decrease) in cash and cash equivalents during the period		**1,182,206**	(293,280,687)
Cash and cash equivalents at the beginning of the period		**782,475**	294,063,162
Cash and cash equivalents at the end of the period	4	**1,964,681**	782,475

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

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Dedicated Equity Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on February 25, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an open end Shariah Compliant Islamic Dedicated Equity scheme by the Board of Directors of the Management Company persuant to the provisions contained in circular 7 of 2009. The units of the Fund were intially offered for public subsription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continous basis from January 02, 2020 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide other ‘Fund of Funds’ Schemes an avenue for investing in Shariah Compliant Equities. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) by VIS. Further, VIS Credit Rating Company Limited has assigned a "MFR-1 Star" rating to Faysal Islamic Dedicated Equity Fund as of May 23, 2024 (June 30, 2024: MFR-1 Star dated May 23, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.7 During the year all the unitholders have redeemed their respective units upto July 12, 2024 resulting in nil net assets as at June 30, 2025. The duration of the Fund is perpetual hence, these financial statements have been prepared for the year ended June 30, 2025. The management is of the view that there is no uncertainty which may cast a doubt on the Fund's ability to continue as a going concern. Subsequent to the year end sufficient investment have been made by investors in the fund and accordingly these financial statements have been prepared on a going concern basis.

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) and the requirements of the Trust Deed.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

2.2 Standards, interpretations of and amendments to accounting and reporting standards that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

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

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

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 these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5).

2.5 Accounting convention

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

2.6 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. These policies have been applied consistently to all the years presented, unless otherwise stated.

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 Equity instruments

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

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

The dividend income for equity securities classified under FVPL is recognised in the Income Statement.

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

3.2.3 Impairment (other than debt securities)

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

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

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

3.2.4 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 Pakistan Stock Exchange Regulations.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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 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 values 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 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

3.8 Distributions to unit holders

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

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

3.10 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.
- Unrealised gains / (losses) 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 balances with banks is recognised on a time proportion basis using the effective yield method.

3.11 Expenses

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

3.12 Preliminary expenses and floatation costs

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

3.13 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders in cash.

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.

3.14 Earnings per unit

Earnings per unit is calculated by dividing the net income for the year after taxation of the Fund by the weighted average number of units outstanding during the year. The determination of earnings per unit is not practicable as

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.

	Note	June 30, 2025	June 30, 2024
		-------------- (Rupees)	---------------
4 BALANCES WITH BANKS			
In Saving accounts	4.1	**1,964,681**	782,475

4.1 These carry mark-up ranging between 4.50% to 12.50% (June 30, 2024: 6.69% to 20%) per annum and include balance of Rs. 0.461 million (June 30, 2024: Rs. 0.042 million) held with Faysal Bank Limited, a related party, and carry profit at the rate of 4.5% (June 30, 2024: 20.00%) per annum.

	Note	June 30, 2025	June 30, 2024
5 INVESTMENTS		-------------- (Rupees)	---------------
At 'fair value through profit or loss'			
Listed equity securities	5.1	-	31,068,065
		-	31,068,065

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

5.1 Listed equity securities

Name of the investee company	As at July 01, 2024	Purchased during the period	Right / bonus of shares during the period	Sold during the period	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Investment as percentage of Net Assets: Net assets	Total invest-ments	Investee company's paid-up capital
	------------------------------ Number of shares ------------------------					------------------- (Rupees) ------------------			------------------ % ------------------		
						-	-	-	-	-	-
Cement											
D.G. Khan Cement Company Limited	3,700	-	-	3,700	-	-	-	-	-	-	-
Fauji Cement Company Limited	110,800	-	-	110,800	-	-	-	-	-	-	-
Lucky Cement Limited	1,939	-	-	1,939	-	-	-	-	-	-	-
Attock Cement Pakistan Limited	6,450	-	-	6,450	-	-	-	-	-	-	
Maple Leaf Cement Factory Limited	29,622	-	-	29,622	-	-	-	-	-	-	-
Pioneer Cement Limited	7,200	-	-	7,200	-	-	-	-	-	-	-
						-	-	-	-	-	-
Commercial banks											
Faysal Bank Limited	13,800	-	-	13,800	-	-	-	-	-	-	-
Meezan Bank Limited	9,313	2,500	-	11,813	-	-	-	-	-	-	-
						-	-	-	-	-	-
Automobile Assembler											
Exide Pakistan Limited	800	-	-	800	-	-	-		-	-	
Thal Limited	1,505	-	-	1,505	-	-	-	-	-	-	
Glass & ceramics											
Tariq Glass Industries Limited	2,800	-	-	2,800	-	-	-	-	-	-	-
						-	-	-	-	-	-
Chemical											
Engro Polymer & Chemicals Limited	7,300	-	-	7,300	-	-	-	-	-	-	-
Dynea Pakistan Limited	1,500	-	-	1,500	-				-	-	
						-	-	-	-	-	-
Fertilizer											
Engro Fertilizers Limited	8,454	-	-	8,454	-	-	-	-	-	-	-
Engro Corporation Limited	4,180	-	-	4,180	-	-	-	-	-	-	-
						-	-	-	-	-	-
Transport											
Pakistan International Bulk Terminal Limited	53,000	-	-	53,000	-	-	-	-	-	-	-
Engineering											
International Industries Limited	1,630	900	-	2,530	-	-	-	-	-	-	-
						-	-	-	-	-	-
Pharmaceuticals											
Agp Limited	4,932	-	-	4,932	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	700	-	-	700	-	-	-	-	-	-	-
Haleon Pakistan Limited	2,500	-	-	2,500	-				-	-	
Highnoon Laboratories Limited	1,250	-	-	1,250	-	-	-	-	-	-	-
The Searle Company Limited	5,000	-	-	5,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Oil & gas exploration & marketing companies											
Mari Petroleum Company Limited	476	-	-	476	-	-	-	-	-	-	-
Oil & Gas Development Company Limited	20,801	-	-	20,801	-	-	-	-	-	-	-
Pakistan Petroleum Limited	20,124	1,100	-	21,224	-	-	-	-	-	-	-
Shell Pakistan Limited	-	3,800	-	3,800	-						
Sui Northern Gas Pipelines Limited	-	3,500	-	3,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Textile Composite											
Interloop Limited	13,800	-	-	13,800	-	-	-	-	-	-	-
Nishat Mill Limited	1,000	1,000	-	2,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Technology & communication											
Systems Limited	2,547	420	-	2,967	-	-	-	-	-	-	-
						-	-	-	-	-	-
Power generation and distribution											
The Hub Power Company Limited	23,032	450	-	23,482	-	-	-	-	-	-	-
						-	-	-	-	-	-
Total as at June 30, 2025						-	-	-	-	-	
Total as at June 30, 2024						24,323,454	31,068,065	6,744,611	86.66	100.00	

5.1.1 Investments include the following shares of the companies which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the investee company	2025 Number of shares	2025 Market value in Rupees	2024 Number of shares	2024 Market value in Rupees
Oil and Gas Development Company Limited	-	-	14,301	1,935,926
Engro Fertilizers Limited	-	-	7,454	1,239,004
The Hub Power Company Limited	-	-	20,932	3,413,591
Systems Limited	-	-	2,147	898,090
Engro Corporation Limited	-	-	3,340	1,111,251
Lucky Cement Limited	-	-	1,479	1,341,054
	-	-	49,653	9,938,916

5.2 Unrealised apppreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

	Note	June 30, 2025	June 30, 2024
		---- (Rupees) ----	
Market value of investments	5.1	-	31,068,065
Less: carrying value of investments	5.1	-	(24,323,454)
		-	6,744,611

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	June 30, 2025	June 30, 2024
Security deposit with:			
Central Depository Company of Pakistan Limited		**100,000**	100,000
National Clearing Company of Pakistan Limited (NCCPL)		**-**	1,000,000
		100,000	1,100,000
Dividend Receivable from equity securities		**32,897**	32,897
Profit receivable on balances with banks		**-**	4,532,007
Advance tax	6.1	**280,492**	280,492
Trustee fee receivable		**59,036**	61,829
Other receivable		**351**	-
		472,776	6,007,225

6.1 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on dividend and profits 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 May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profits on bank deposits and dividend amounts to Rs. 280,492 (June 30, 2024: Rs.

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 the FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividends and profit on bank deposits has been shown as other receivable as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

7 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT COMPANY - MANAGEMENT COMPANY

	June 30, 2025	June 30, 2024
	---- (Rupees) ----	
Receivable from the Management Company	**200,000**	1,600,000

7.1 The Total Expense Ratio (TER) of the Fund shall be within the maximum limit of 4.5% as prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme. Hence, the Fund has recorded reimbursement from the Management Company to ensure compliance with the maximum limit of 4.5% for TER of the

8 PRELIMINARY EXPENSES AND FLOATATION COSTS

	Note	June 30, 2025	June 30, 2024
		---- (Rupees) ----	
At the beginning of the year		104,375	311,897
Less: Amortisation during the year		(6,804)	(207,522)
At the end of the year	8.1	97,571	104,375

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

9 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	**Note**	**June 30, 2025**	**June 30, 2024**
		---------------- (Rupees)	----------------
Remuneration payable	9.1	**726**	60,093
Sindh Sales Tax payable on remuneration of the Management Company	9.2	**2,352**	7,812
		3,078	67,905

9.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the following rates:

Period	Rate Applicable
From July 01, 2024 to July 12, 2024	2.25% of average annual net assets

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

9.2 During the period, an amount of Rs. 0.004 million (June 30, 2024: Rs. 0.851 million) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

9.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company based on its discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses (June 30, 2024: 0% to 2% of the average annual net asset of the Fund).

9.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling and marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling and marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 38.278 million to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the year ended June 30,

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	**Note**	**June 30, 2025**	**June 30, 2024**
		---------------- (Rupees)	----------------
Remuneration payable	10.1	**-**	-
Sindh Sales Tax payable on remuneration of the Trustee	10.2	**-**	-
		-	-

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

Net Assets (Rs.)	Tariff
up to Rs. 1,000 million	0.2% per annum of net assets or Rs.700,000 whichever is higher.
over Rs.1,000 million	Rs. 2.0 million plus 0.10% per annum of net assets exceeding Rs. 1,000 million.

10.2 During the period, an amount of Rs. 228 (June 30, 2024: Rs.100,684) 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% (June 30, 2024: 13%).

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	**Note**	**June 30, 2025**	**June 30, 2024**
		---------------- (Rupees)	----------------
Fee payable	11.1	**-**	2,256

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.095% (June 30, 2024: 0.095%) of average annual net assets of the Fund. Further, the Fund is required to pay SECP fee within fifteen days of the closure of every calendar month.

			June 30, 2025	June 30, 2024
12	**ACCRUED EXPENSES AND OTHER LIABILITIES**		-------------- (Rupees)	---------------
	Auditors' remuneration payable		**99,330**	630,960
	Legal and professional charges payable		**1,054,463**	1,045,894
	Printing charges payable		**14,265**	37,296
	Shariah advisory fee payable		**176,651**	170,999
	Transaction charges payable		**989,240**	1,275,869
		12.1	**2,333,949**	3,161,018
	Withholding tax payable		**100,460**	269,774
	Others		**297,541**	297,548
			2,731,950	3,728,340

12.1 As per regulation 60 of the NBFC Regulations, the Management Company may charge certain expenses to a Collective Investment Scheme as given in schedule XX including auditors' fees and out of pocket expenses, legal and related costs, shariah advisory fee and priniting costs. Accordingly, the Management Company based on its discretion has not charged these expenses from July 13, 2024 to the fund.

13 CONTINGENCIES AND COMMITMENTS

Monitoring proceedings initiated for tax year 2021 vide show cause notice dated September 21, 2024 issued under section 161/205 of the Ordinance. No adverse inference has been drawn by the Commissioner after submission of the response by the Fund.

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

14 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at June 30, 2025 based on the current period results is 5.08% (June 30, 2024: 4.98%) which includes 1.07% (June 30, 2024: 0.55%) representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

15 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Fund has incurred net loss during the current year, no provision for taxation has been made in the income statement.

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.

16 (LOSS) / EARNINGS PER UNIT

(Loss) / 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.

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

17.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

17.2 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

17.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

17.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

	2025	2024
Transactions during the year	---- (Rupees) ----	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**28,835**	6,545,616
Sindh Sales Tax on remuneration of the Management Company	**4,281**	850,930
Selling and marketing expenses	**-**	5,168,978
Faysal Bank Limited (Group / Associated Company)		
Profit on balances with banks	**-**	2,450,336
Bank Charges	**13**	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	**2,563**	774,492
Sindh Sales Tax on remuneration of the Trustee	**228**	100,684
Faysal Sharia Capital Preservation Plan - VIII (fund managed by the Management Company)		
Units issued: Nil units (2024: 4,047 units)	**-**	423,555
Units redeemed: Nil units (2024: 1,936,169 units)	**-**	207,943,571
Faysal Sharia Capital Preservation Plan - IX (fund managed by the Management Company)		
Units issued: Nil units (2024: 4,047 units)	**-**	423,555
Units redeemed: Nil units (2024: 9,487,201 units)	**-**	1,054,059,203
Faysal Sharia Capital Preservation Plan - X (fund managed by the Management Company)		
Units issued: 126,743 units (2024: 2,698 units)	**20,000,000**	282,370
Units redeemed: 356,389 units (2024: 4,407,994 units)	**51,515,944**	504,282,370
Balances outstanding as at year end		
Faysal Asset Management Limited - Management Company		
Management fee payable	726	60,093
Sindh Sales Tax payable on remuneration of the Management Company	2,352	7,812
Faysal Bank Limited (Group / Associated Company)		
Balance with bank	460,734	41,754
Profit receivable on balance with bank	-	4,203,084
Central Depository Company of Pakistan Limited - Trustee		
Receivable from trustee	59,036	61,829
Faysal Islamic Financial Planning Fund II - Faysal Sharia Capital Preservation Plan - X (fund managed by the Management Company)		
Outstanding Nil units (June 30, 2024: 229,646 units)	-	35,762,772

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

18 FINANCIAL INSTRUMENTS BY CATEGORY

	2025		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balances with banks	**1,964,681**	**-**	**1,964,681**
Investments	**-**	**-**	**-**
Receivable from Faysal Asset Management Limited - Management Company	**200,000**	**-**	**200,000**
Advances, Deposits and other receivables	**192,284**	**-**	**192,284**
	2,356,965	**-**	**2,356,965**
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	**726**	**-**	**726**
Payable to Central Depository Company of Pakistan Limited - Trustee	**-**	**-**	**-**
Accrued expenses and other liabilities	**2,631,490**	**-**	**2,631,490**
	2,632,216	**-**	**2,632,216**

	2024		
	At amortised cost	At fair value through profit or loss	Total
	---------------------------- Rupees ----------------------------		
Financial assets			
Balances with banks	782,475	-	782,475
Investments	-	31,068,065	31,068,065
Receivable from Faysal Asset Management Limited - Management Company	1,600,000	-	1,600,000
Advances, Deposits and other receivables	5,726,733	-	5,726,733
	8,109,208	31,068,065	39,177,273
Financial liabilities			
Payable to Faysal Asset Management Limited -	67,905	-	67,905
Management Company	-	-	-
Payable to Central Depository Company of Pakistan	-	-	-
Limited - Trustee	-	-	-
Accrued expenses and other liabilities	3,458,566	-	3,458,566
	3,526,471	-	3,526,471

19 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 Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

19.1 Market risk

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

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

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

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

(a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds 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 no impact (2024: higher / lower by Rs. 0.007 million).

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 the 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:

	2025					
	Effective profit rate (%)	Exposed to profit rate risk: Up to three months	More than three months and up to one year	More than one year	Not exposed to profit rate risk	Total
		Rupees				
Financial assets						
Balances with banks	5%-11.75%	1,964,681	-	-	-	1,964,681
Investments		-	-	-	-	-
Receivable from Faysal Asset Management Limited - Management Company					200,000	200,000
Advances, deposits and other receivables		-	-	-	192,284	192,284
		1,964,681	-	-	392,284	2,356,965
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	726	726
Payable to Central Depository Company of Pakistan Limited - Trustee					-	-
Accrued expenses and other liabilities		-	-	-	2,631,490	2,631,490
		-	-	-	2,632,216	2,632,216
On-balance sheet gap (a)		1,964,681	-	-	(2,239,932)	(275,251)
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		1,964,681	-	-		
Cumulative profit rate sensitivity gap		1,964,681	1,964,681	1,964,681		

	2024					
	Effective profit rate (%)	Exposed to profit rate risk: Up to three months	More than three months and up to one year	More than one year	Not exposed to profit rate risk	Total
		Rupees				
Financial assets						
Balances with banks	6.69% - 20%	782,475	-	-	-	782,475
Investments		-	-	-	31,068,065	31,068,065
Advances, deposits and other receivables		-	-	-	7,326,733	7,326,733
		782,475	-	-	38,394,798	39,177,273
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	67,905	67,905
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	-	-
					-	-
Accrued expenses and other liabilities		-	-	-	3,458,566	3,458,566
		-	-	-	3,526,471	3,526,471
On-balance sheet gap (a)		782,475	-	-	34,868,327	35,650,802
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		782,475	-	-		
Cumulative profit rate sensitivity gap		782,475	782,475	782,475		

(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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

(iii) Price risk

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

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.

In case of 1% increase / decrease in KMI All Share Index on June 30, 2025, with all other variables held constant, the total comprehensive income of the Fund for the year would have no impact (2024: increase / decrease by Rs. 0.311 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 KMI All Share Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI All Share 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 KMI All Share Index.

19.2 Liquidity risk

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

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

As per the NBFC Regulations the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any 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 dates. 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 and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	1,964,681	-	-	-	-	-	1,964,681
Investments	-	-	-	-	-	-	-
Deposits and other receivables	200,000	-	-	-	-	192,284	392,284
	2,164,681	-	-	-	-	192,284	2,356,965
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	726	-	-	-	-	-	726
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	2,631,490	-	-	-	-	2,631,490
	726	2,631,490	-	-	-	-	2,632,216
Net financial assets	2,163,955	(2,631,490)	-	-	-	192,284	(275,251)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	2024						
	Within 1 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 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Balances with banks	782,475	-	-	-	-	-	782,475
Investments	-	-	-	-	-	31,068,065	31,068,065
Deposits and other receivables	6,164,904	-	61,829	-	-	1,100,000	7,326,733
	6,947,379		61,829	-	-	32,168,065	39,177,273
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	67,905	-					67,905
Payable to Central Depository Company Limited - Trustee	-	-					-
Accrued expenses and other liabilities	3,182,585	275,981	-	-	-	-	3,458,566
	3,250,490	275,981	-	-	-	-	3,526,471
Net financial assets	3,696,889	(275,981)	61,829	-	-	32,168,065	35,650,802

19.3 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:

	2025		2024	
	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	**1,964,681**	**1,964,681**	782,475	782,475
Investments	**-**	**-**	31,068,065	31,068,065
Advances, deposits and other receivables	**392,284**	**392,284**	7,326,733	7,326,733
	2,356,965	**2,356,965**	39,177,273	39,177,273

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, however, is not exposed to credit risk and have been excluded from the above analysis.

19.3.1 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:

Rating	% of financial assets exposed to credit risk	
	2025	2024
Bank balances and profit accrued thereon		
AAA	**2.71%**	-
AA+	**23.45%**	4.19%
AA-	**0.55%**	0.18%
AA	**73.28%**	95.64%

Deposit with CDC is highly rated and risk of default is considered minimal.

19.3.2 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

20 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. However, the Fund is exempt from any "Minimum Fund Size" requirements in NBFC and Notified Entity Regulations, 2008 as it is designed to provide equity exposure to other "Fund-of-Fund" schemes, therefore, the Fund size may decline to zero when there no "Fund-of-Funds" invested in the Fund.

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

21 FAIR VALUE MEASUREMENT

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

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

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

21.1 Fair value hierarchy

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

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

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

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

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

	As at June 30, 2025			
Financial assets at fair value through profit or loss	**Level 1**	**Level 2**	**Level 3**	**Total**
	---------- (Rupees) ---------			
Listed equity securities	-	-	-	-
	-	-	-	-

	As at June 30, 2024			
Financial assets at fair value through profit or loss	**Level 1**	**Level 2**	**Level 3**	**Total**
	---------- (Rupees) ---------			
Listed equity securities	31,068,065	-	-	31,068,065
	31,068,065	-	-	31,068,065

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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

22 UNIT HOLDING PATTERN OF THE FUND

Category	2025			2024		
	Number of unit holders	Number of units held	Percentage of total	Number of unit holders	Number of units held	Percentage of total
Associated companies	-	-	-	1	229,646	100.00%

23 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Percentage of commission paid	2024 Percentage of commission paid
Taurus Securities Limited	-	9.30%
A. H. M. Securities (Private) Limited	-	6.23%
Al Habib Capital Markets (Private) Limited	-	5.07%
Topline Securities Limited	-	4.74%
Optimus Capital Management Limited	-	4.58%
Next Capital Limited	92.90%	4.50%
ABA Ali Habib Securities (Private) Limited	-	4.28%
Alfalah CLSA Securities (Private) Limited	0.67%	4.19%
Intermarket Securities Limited	-	4.15%
Arif Habib Limited	-	4.01%
Trust Securities & Brokerage Limited	5.78%	-
Chase Securities Pakistan (Private) Limited	0.65%	-

24 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	Bs Economics	34 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	26 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	23 Years
Mr. Nafees Imtiaz Malik	Chief Innovation & Product Officer	MBA	13 Years
Mr. Salman Muslim	Chief Financial Officer & Company Secretary	FCA	19 Years
Mr. Syed Eunas Viqar	Chief Compliance & Risk Officer	ACCA	17 Years
Mr. Syed Shahid Iqbal	Head of Fixed Income	B.Com	33 Years
Mr. Syed Noman Ahmed	Head of Equity	MBA	15 Years
Ms. Sarah Rehman	Head of Research	MBA,CFA	9 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	10 Years

25 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Mr. Syed Noman Ahmed	Fund Manager	Bachelors in Commerce	Faysal Islamic Asset Allocation Fund – II, Faysal Islamic Stock Fund, Faysal Islamic Stock Fund - II, Faysal Islamic Dedicated Equity Fund

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

27 GENERAL

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

27.2 Prior year's 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 13, 2025________ by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	June 30, 2025 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2022 (Rupees)	June 30, 2021 (Rupees)
Net assets	N/A	35,763,639	1,584,235,972	2,685,981,220	4,181,837,379
Net assets value per unit	N/A	155.73	98.7	90.78	114.97
Offer price per unit	N/A	161.01	102.05	93.86	118.87
Repurchase price per unit	N/A	155.73	98.7	90.78	114.97
Highest offer price per unit	N/A	161.17	108.43	121.4	124.18
Highest repurchase price per unit	N/A	155.89	104.87	117.41	120.1
Lowest offer price per unit	N/A	102.06	90.43	92.45	82.57
Lowest repurchase price per unit	N/A	98.71	87.46	89.41	79.86
Total return:	N/A	57.79%	8.72%	-21.04%	47.23%
- capital growth	N/A	57.79%	8.72%	-21.04%	47.23%
- income distribution	N/A	0.00%	0.00%	0.00%	0.00%
Average annual return:					
(Launch date: January 02, 2020)					
- one year	N/A	57.79%	8.72%	-21.04%	47.23%
- two years	N/A	15.16%	11.64%	13.10%	47.23%
- three years	N/A	23.18%	11.64%	13.10%	N/A
four years	N/A	23.18%	11.64%	N/A	N/A
Five Years	N/A	23.18%			
Distribution per unit:					
- Interim distribution (% per unit)	-	-	-	-	-
- Final distribution (% per unit)	-	-	-	-	-
	-	0.00%	0.00%	0.00%	0.00%

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) Responsibilities towards Proxy Voting as per Regulation 38A

The proxy voting policy of the Faysal Asset Management Limited is available on the website of the FAML and detailed information regarding actual proxies voted by the FAML in respect of the CIS is also available without charge, upon request, to all unit holders.

SUMMARY OF ACTUAL PROXY VOTED BY THE FUND

		Resolutions	For	Against	Abstain
Number		0	0	0	0
Percentage			0%	0%	0%

(iii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iv) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(vi) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	ttended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02, Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F **92 21 38657800**

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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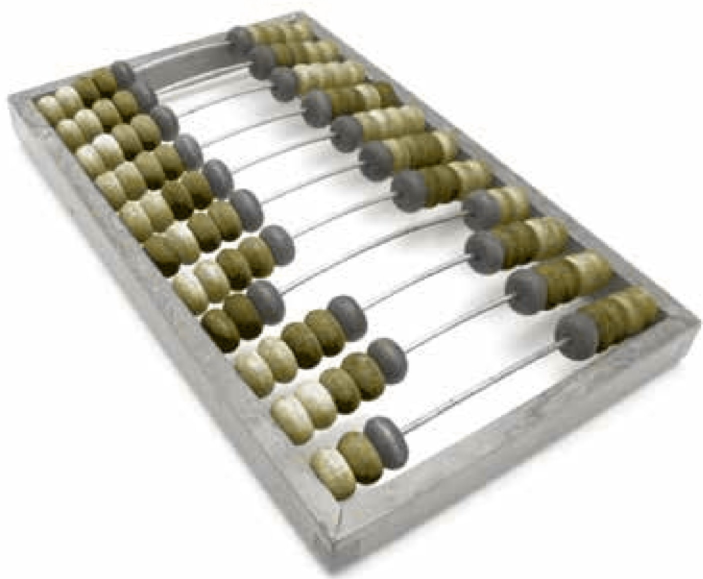
Faysal Islamic Stock Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited
Habib bank Limited (Islamic Banking)
Meezan Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Islamic Stock Fund (FISF) endeavors to provide investors with an opportunity to earn capital growth by investing in a large pool of fund representing Shariah compliant equity investment in a broad range of sectors and financial instruments.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

EQUITY MARKET REVIEW

The KSE-100 Index concludes FY25 on a strong note, delivering ~60% returns marking its 2nd highest performance in the past 22 years, following an exceptional ~89% return in FY24 driven by macro-level structural reforms. On a month-on-month basis, the index recuperated in the latter half of June, posting a ~5% gain, supported by waning geopolitical risks following the Israel-Iran ceasefire and a favorable investor response to the FY26 federal budget both of which reinvigorated the market optimism. Moreover, with regards to trading activity, the overall average daily volumes and traded value in the KSE-All Share Index increased ~41.2% MoM to ~0.80bn shares and ~PKR 29.6bn (from ~PKR 28.1bn in the previous month), respectively.

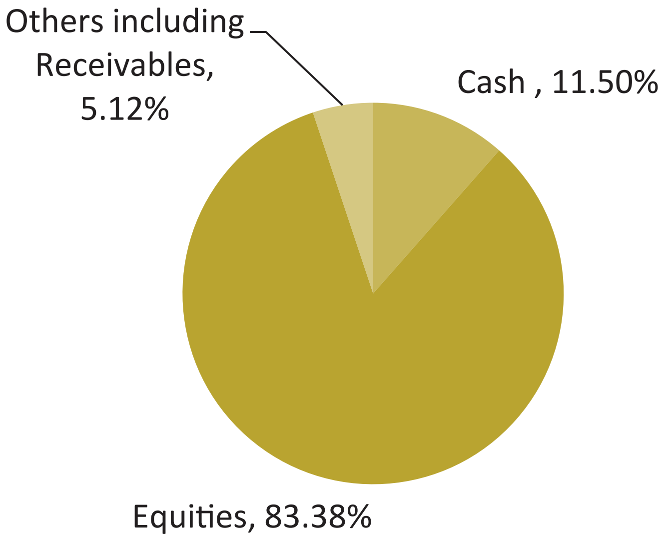
The major sectors which drove the bourse during the month were the Commercial Banks (3,076 points), Fertilizer (889 points) and Oil and Gas Exploration (626 points) and Cement (520 points). On the flipside, sectors which dragged the bourse included Auto Assembler (-154 points) and Technology and Communication (-112 points). With regards to investor flows Individuals, Companies and Mutual Funds primarily drove the market with a net buy of ~USD 22mn, ~USD 18mn and ~USD 10mn respectively, whereas Foreign Institutions and Banks/DFIs led the selling to the tune of ~USD 43mn and ~USD 19mn respectively.

Going forward, market sentiment is poised to be shaped by evolving geopolitical dynamics in the Middle East and the sectoral implications of the FY26 budget particularly changes in tariff structures. The downward revision of duties on raw materials is likely to benefit the textile sector, while the removal of protectionist duties poses headwinds for the auto industry. We maintain a positive outlook on equities, supported by improved liquidity, attractive valuations (P/E at 6.8x vs the long-term average of 7.2x), and favorable macro indicators. While cyclicals may lead in the short term, long-term gains are likely to hinge on structural reforms and fiscal discipline. Key positives include easing inflation, soft commodity prices, a pickup in LSM and improving liquidity position. However, risks persist from revenue shortfalls (PKR 11.7trn collection vs the target of PKR 11.9trn), oil price volatility, and currency pressures.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Equity Scheme
Risk Profile	High
Launch Date	July 24, 2020
Custodian/Trustee	CDC
Auditor	A.F. Ferguson & Co.
Management Fee	Up to 3% of Average Annual N.A. (Actual Rate of Management Fee Charged is 2.00%)
Selling and Marketing Expense	0.00%
Front/Back end Load	FEL up to 3% of NAV & BEL 0%
Min Subscription	PKR 5,000
Benchmark	KMI 30 Index
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	Mon - Thu 9:00 am - 3:30 pm, Fri 9:00 am - 4:30 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	95.81
Net Assets (mn)	698
Net Assets (PKR mn) excluding FoF	698
Total Expense Ratio (Annualized) Total Expense Ratio (Monthly)	4.83% 5.35%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	49.72%	70.24%
Benchmark (YTD)	45.90%	78.70%

Asset Allocation



FUND PERFORMANCE

During the period under review, the fund posted an absolute FY25 to date return of 49.72% against its existing benchmark return of 45.90%. The funds' exposure in Equities, Cash and Others stood at 83.38%, 11.50% and 5.12% of assets, respectively. During this period, an overweight stance relative to the KMI-30 index was taken in the Cement, Pharmaceuticals and Oil & Gas Marketing Companies sector, whereas an underweight stance was taken in the remaining sectors.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين،والصلاة والسلام على خاتم النبيّين وسيد المرسلين،
وعلى آله واصحابه أجمعين،أما بعد

Annual Report
of
Faysal Islamic Stock Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Stock Fund (FISF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.
It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of **FISF** in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of **FISF** by **FAML** Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Stock Fund (FISF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd.

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 UNIT HOLDERS

FAYSAL ISLAMIC STOCK FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Stock Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 08, 2025

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
www.yousufadil.com

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

To The Board of Directors of Faysal Asset Management Limited (Management Company of Faysal Islamic Stock 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 **Faysal Islamic Stock Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

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

a) legal and regulatory framework administered by the SECP;

b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;

c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;

d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and

e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 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 unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

4. Our Independence and Quality Management

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

The firm applies International Standard on Quality Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *'Assurance Engagements Other than Audits or Reviews of Historical Financial Information'*, issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

6. Conclusion

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

The engagement partner on the assurance resulting in this independent assurance report is Shafqat Ali.

Yousuf Adil
Chartered Accountants

Date: September 27, 2025
Place: Karachi

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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Stock Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Faysal Islamic Stock Fund (the Fund / Collective Investment Scheme), 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 unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	**Net Asset Value** (Refer notes 5 & 6 to the financial statements)	
	Balances with banks and investments constitute the most significant component of the net asset value. Balances with banks aggregated to Rs. 89.31 million and investments of the Fund amounted to Rs. 703.17 million as at June 30, 2025. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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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.

Responsibilities of Management and Board of Directors of the Management Company 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, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;

b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and

c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar.**

Afferguson&Co.

A. F. Ferguson & Co.
Chartered Accountants
Dated: September 26, 2025
Karachi
UDIN: AR202510068smSjFhPbL

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
Assets			
Balances with banks	5	89,307,894	50,054,801
Investments	6	703,165,855	121,914,755
Receivable against sale of investments		41,387,387	10,143,854
Receivable against sale of units		7,684,680	-
Receivable from Faysal Asset Management Company Limited	7	255,000	-
Advances, deposits, prepayments and profit receivable	8	1,527,306	1,532,651
Preliminary expenses and floatation costs	9	15,175	307,675
Total assets		843,343,297	183,953,736
Liabilities			
Payable against redemption of units		58,469,688	31,122,795
Payable against purchase of investments		74,627,386	3,091,977
Payable to Faysal Asset Management Limited - Management Company	10	2,136,330	724,359
Payable to Central Depository Company of Pakistan Limited - Trustee	11	134,374	35,559
Payable to the Securities and Exchange Commission of Pakistan	12	54,298	13,385
Accrued expenses and other liabilities	13	10,058,785	8,311,211
Total liabilities		145,480,861	43,299,286
Net assets		697,862,436	140,654,450
Unit holders' fund (as per statement attached)		697,862,436	140,654,450
Contingencies and commitments	14		
		--------(Number of Units)--------	
Number of units in issue		7,283,259	1,498,596
		--------- (Rupees) ---------	
Net asset value per unit		95.8173	93.8575

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
Income			
Profit on savings accounts with banks		3,249,769	8,111,962
Dividend income		22,696,816	28,824,907
Realised gain on sale of investments		91,548,479	223,217,055
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	6.2	33,851,503	8,409,770
Total income		151,346,567	268,563,694
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	10.1	8,915,764	3,110,384
Sindh sales tax on remuneration of the Management Company	10.2	1,337,365	404,350
Selling and marketing expenses	10.3	-	589,570
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	911,908	810,532
Sindh sales tax on remuneration of the Trustee	11.2	136,786	105,369
Fee to the Securities and Exchange Commission of Pakistan	12.1	433,729	383,980
Auditors' remuneration	15	1,087,514	786,580
Transaction charges		9,423,044	10,028,278
Legal and professional charges		143,499	261,459
Shariah advisory fee		150,000	167,189
Amortisation of preliminary expenses and floatation costs	9	292,500	292,500
Bank charges		44,501	11,284
Printing charges		14,616	9,883
Reimbursement of expenses from the Management Company	7	(755,000)	-
Total expenses		22,136,226	16,961,358
Net income for the year before taxation		129,210,341	251,602,336
Taxation	16	-	-
Net income for the year after taxation		129,210,341	251,602,336
Allocation of net income for the year			
Net income for the year after taxation		129,210,341	251,602,336
Income already paid on units redeemed		(97,133,701)	(239,943,977)
		32,076,640	11,658,359
Accounting income available for distribution			
- Relating to capital gains		32,076,640	11,658,359
- Excluding capital gains		-	-
		32,076,640	11,658,359

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	2025	2024
	------------- (Rupees) -------------	
Net income for the year after taxation	129,210,341	251,602,336
Other comprehensive income for the year	-	-
Total comprehensive income for the year	129,210,341	251,602,336

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	2025			2024		
	Capital value	Accumulated losses	Total	Capital value	Accumulated losses	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the year	257,154,807	(116,500,357)	140,654,450	466,910,642	(116,506,922)	350,403,720
Issuance of 49,141,272 units (2024: 26,961,198 units)						
- Capital value (at net asset value per unit at the beginning of the year)	4,612,276,147	-	4,612,276,147	2,528,690,728	-	2,528,690,728
- Element of income	1,582,108,582	-	1,582,108,582	730,969,022	-	730,969,022
Total proceeds on issuance of units	6,194,384,729	-	6,194,384,729	3,259,659,750		3,259,659,750
Redemption of 43,356,609 units (2024: 29,198,737 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(4,069,342,233)	-	(4,069,342,233)	(2,738,549,556)	-	(2,738,549,556)
- Element of loss	(1,422,179,520)	(97,133,701)	(1,519,313,221)	(683,838,470)	(239,943,977)	(923,782,447)
Total payments on redemptions of units	(5,491,521,753)	(97,133,701)	(5,588,655,454)	(3,422,388,026)	(239,943,977)	(3,662,332,003)
Total comprehensive income for the year	-	129,210,341	129,210,341	-	251,602,336	251,602,336
Distribution for the year ended June 30, 2025 @ 43.7971 declared on June 24, 2025	(161,006,195)	(16,725,435)	(177,731,630)	-	-	-
Distribution for the year ended June 30, 2024 @ 65.76 declared on June 24, 2024	-	-	-	(47,027,559)	(11,651,794)	(58,679,353)
Net income for the year less distribution	(161,006,195)	112,484,906	(48,521,289)	(47,027,559)	239,950,542	192,922,983
Net assets at the end of the year	799,011,588	(101,149,152)	697,862,436	257,154,807	(116,500,357)	140,654,450

	2025	2024
Accumulated loss brought forward		
- Realised loss	(124,910,127)	(107,472,069)
- Unrealised income / (loss)	8,409,770	(9,034,853)
	(116,500,357)	(116,506,922)
Accounting income available for distribution		
- Relating to capital gains	32,076,640	11,658,359
- Excluding capital gains	-	-
	32,076,640	11,658,359
Distribution made during the year	(16,725,435)	(11,651,794)
Accumulated losses carried forward	(101,149,152)	(116,500,357)
Accumulated losses carried forward		
- Realised loss	(135,000,655)	(124,910,127)
- Unrealised income	33,851,503	8,409,770
	(101,149,152)	(116,500,357)
	(Rupees)	**(Rupees)**
Net asset value per unit at the beginning of the year	93.8575	93.7900
Net asset value per unit at the end of the year	95.8173	93.8575

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	2025	2024
		------------- (Rupees) -------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		129,210,341	251,602,336
Adjustments for:			
Profit on savings accounts with banks		(3,249,769)	(8,111,962)
Dividend income		(22,696,816)	(28,824,907)
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	6.2	(33,851,503)	(8,409,770)
Amortisation of preliminary expenses and floatation costs	9	292,500	292,500
		69,704,753	206,548,197
(Increase) / decrease in assets			
Investments - net		(547,399,597)	234,696,559
Advances, deposits, prepayments and profit receivable		-	1,792,257
Receivable against sale of investments		(31,243,533)	50,504,296
Receivable from Faysal Asset Management Limited - Management Company		(255,000)	-
		(578,898,130)	286,993,112
Increase / (decrease) in liabilities			
Payable to Faysal Asset Management Limited - Management Company		1,411,971	(1,710,867)
Payable to Central Depository Company of Pakistan Limited - Trustee		98,815	(34,627)
Payable to the Securities and Exchange Commission of Pakistan		40,913	(74,766)
Payable against purchase of investments		71,535,409	(50,736,708)
Accrued expenses and other liabilities		1,747,574	4,201,443
		74,834,682	(48,355,525)
Profit received on savings accounts with banks		3,255,114	8,563,809
Dividend received		22,696,816	28,824,907
Net cash (used in) / generated from operating activities		(408,406,765)	482,574,500
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipt against issuance and conversion of units - net of refund of capital		6,025,693,854	3,212,632,191
Dividend paid		(16,725,435)	(11,651,794)
Payment against redemption of units		(5,561,308,561)	(3,668,096,095)
Net cash generated from / (used in) financing activities		447,659,858	(467,115,698)
Net increase in cash and cash equivalents during the year		39,253,093	15,458,802
Cash and cash equivalents at the beginning of the year		50,054,801	34,595,999
Cash and cash equivalents at the end of the year	19	89,307,894	50,054,801

The annexed notes from 1 to 30 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Stock Fund (the Fund) is an open end mutual fund established through a Trust Deed under the Trust Act, 1882, entered into on February 25, 2019 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. This was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The investment activities and administration of the Fund are managed by the Management Company.

In the year 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trust Act, 2020' (the Sindh Trust Act). Accordingly, on September 09, 2021 the above-mentioned Trust Deed has been registered under the Sindgh Trust Act.

1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as a 'Shariah Compliant Open Ended Equity Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from July 24, 2020 and are transferable and redeemable by surrendering them to the Fund.

1.4 According to the Trust Deed, the objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital by investing in Shariah compliant listed equity securities. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated September 10, 2024 (2024: 'AM2++' dated December 29, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance `

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

3.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2025) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 Critical accounting estimates and judgments

The preparation of financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. 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 current and future years.

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 4.2 and 6).

3.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 23.

3.6 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.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.1 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost.

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.

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 fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Equity instruments

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

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

The dividend income 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.

4.2.3 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.

4.2.4 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.

4.2.5 Derecognition

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.3 Financial liabilities

4.3.1 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 values and subsequently stated at amortised cost.

4.3.2 Derecognition

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

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.

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

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 Net asset value per unit

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

4.7 Issue and redemption of units

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

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

4.8 Distributions to unit holders

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

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

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.10 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 securities classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise;
- Dividend income is recognised when the Fund's right to receive the same is established, i.e. on the date of commencement of book closure of the investee company / institution declaring the dividend; and
- Profit on saving accounts with banks is recognised on an time proportion basis using the effective yield method.

4.11 Expenses

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

4.12 Preliminary expenses and floatation costs

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

4.13 Taxation

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

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

	Note	2025	2024
5 BALANCES WITH BANKS		---------------- (Rupees)	----------------
Savings accounts	5.1	89,307,894	50,054,801

5.1 These savings accounts carry profit rates at 5.00% (2024: 6.50% to 20.00%) per annum. Deposits in savings accounts include Rs. 88.78 million (2024: Rs. 2.23 million) maintained with Faysal Bank Limited, a related party and carry profit at the rate of 11.75% (2024: 20.00%) per annum.

	Note	2025	2024
6 INVESTMENTS		---------------- (Rupees)	----------------
At fair value through profit or loss			
Shares of listed companies - 'ordinary shares'	6.1	703,165,855	121,914,755

6.1 Shares of listed companies - 'ordinary shares'

Name of the investee company	As at July 1, 2024	Purchased during the year	Split 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 (diminution) / appreciation on re-measurement of investments	Investment as a percentage of: Net assets of the Fund	Total market value of investments of the Fund	Paid-up-capital of the investee company (with face value of investments)
	---- Number of shares held				----	---- Rupees		----	---- Percentage		----
Chemicals											
Engro Polymer and Chemicals Limited	28,600	17,500		46,100	-	-	-	-	-	-	-
Sitara Chemical Industries Limited	-	15,901	-	-	15,901	6,649,959	7,883,875	1,233,916	1.13%	1.12%	0.07%
Dynea Pakistan Limited **(note 6.1.1)**	6,150	1,480	-	7,630	-	-	-	-	-	-	-
									1.13%	**1.12%**	**0.07%**
Industrial Engineering											
International Industries Limited	9,900	98,865		108,765	-	-	-	-	-	-	-
									-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the investee company	As at July 1, 2024	Purchased during the year	Split 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 (diminution) / appreciation on re-measurement of investments	Investment as a percentage of: Net assets of the Fund	Total market value of investments of the Fund	Paid-up-capital of the investee company (with face value of investments)
	---------------- Number of shares held ----------------					------------------ Rupees -------------------			----------- Percentage -----------		
Commercial Banks											
BankIslami Pakistan Limited	-	442,569	-	442,569	-	-	-	-	-	-	-
Faysal Bank Limited	64,950	493,731	-	337,600	221,081	10,425,572	15,413,767	4,988,196	2.21%	2.19%	0.01%
Meezan Bank Limited	44,876	470,610	-	410,660	104,826	30,338,555	34,807,473	4,468,918	4.99%	4.95%	0.01%
									7.20%	**7.13%**	**0.01%**
Textile Composite											
Nishat Mills Limited	-	353,190	-	271,584	81,606	9,225,861	10,272,563	1,046,702	1.47%	1.46%	0.02%
Interloop Limited	64,318	384,400	-	448,718	-	-	-	-	-	-	-
									1.47%	**1.46%**	**0.02%**
Cables and Electrical Goods											
Fast Cables Limited	-	400,000	-	400,000	-	-	-	-	-	-	-
									-	**-**	**-**
Automobile Assembler											
Ghandara Automoibles Limited	-	43,736	-	20,150	23,586	11,705,196	8,900,649	(2,804,547)	1.28%	1.27%	0.04%
Al-Ghazi Tractors Limited	-	41,124	-	41,124	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	-	33,302	-	18,880	14,422	18,072,769	16,438,484	(1,634,285)	2.36%	2.34%	-
									3.63%	**3.60%**	**0.04%**
Cement											
D.G. Khan Cement Company Limited	8,700	510,560	-	315,750	203,510	31,135,405	33,693,116	2,557,710	4.83%	4.79%	0.05%
Attock Cement Pakistan Limited **(note 6.1.4)**	24,973	92,500	-	100,544	16,929	3,880,401	4,953,425	1,073,025	0.71%	0.70%	0.01%
Fauji Cement Company Limited	423,975	4,129,329	-	3,786,805	766,499	34,978,156	34,239,510	(738,645)	4.91%	4.87%	0.03%
Flying Cement Company Limited	-	313,000	-	313,000	-	-	-	-	-	-	-
Kohat Cement Company Limited	-	18,053	-	18,053	-	-	-	-	-	-	-
Lucky Cement Limited **(note 6.1.1 & 6.1.3)**	7,771	369,811	141,496	376,568	142,510	47,367,341	50,625,252	3,257,911	7.25%	7.20%	0.01%
Maple Leaf Cement Factory Limited	106,061	1,493,780	-	1,457,550	142,291	9,001,439	11,992,285	2,990,846	1.72%	1.71%	0.01%
Pioneer Cement Limited	25,535	270,631	-	162,550	133,616	28,952,926	30,481,818	1,528,892	4.37%	4.33%	0.06%
									23.78%	**23.61%**	**0.17%**
Automobile Parts and Accessories											
Exide Pakistan Limited	2,555	2,250	-	4,805	-	-	-	-	-	-	-
Thal Limited **(note 6.1.1)**	7,016	52,629	-	59,645	-	-	-	-	-	-	-
									-	**-**	**-**
Glass and Ceramics											
Emco Industries Limited	-	47,245	-	47,245	-	-	-	-	-	-	-
Tariq Glass Industries Limited	11,750	195,938	-	179,472	28,216	5,246,261	7,087,013	1,840,752	1.02%	1.01%	0.02%
									1.02%	**1.01%**	**0.02%**
Fertilizer											
Engro Corporation Limited	13,706	77,950	-	91,656	-	-	-	-	-	-	-
Fatima Fertilizer Company Limited	-	98,339	-	98,339	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	91,500	-	91,500	-	-	-	-	-	-	-
Engro Fertilizers Limited	28,642	546,590	-	455,270	119,962	21,757,295	22,263,748	506,453	3.19%	3.17%	0.01%
									3.18%	**3.17%**	**0.01%**
Foods & Personal Care Products											
Barkat Frisian Agro Limited	-	197,030	-	-	197,030	4,691,086	8,068,379	3,377,293	1.16%	1.15%	0.06%
National Foods Limited	-	64,000	-	23,150	40,850	10,453,865	13,367,346	2,913,480	1.92%	1.90%	0.02%
									3.06%	**3.04%**	**0.07%**
Power Generation and Distribution											
K-Electric Limited* **(note 6.1.1)**	-	1,688,960	-	688,960	1,000,000	5,712,070	5,250,000	(462,070)	0.75%	0.75%	-
The Hub Power Company Limited	87,249	1,374,401	-	1,169,963	291,687	40,360,999	40,197,385	(163,613)	5.76%	5.72%	0.02%
									6.51%	**6.46%**	**0.02%**
Synthetic and Rayon											
Image Pakistan Limited	-	453,107	-	453,107	-	-	-	-	-	-	-
									-	**-**	**-**
Technology and Communication											
Systems Limited **(note 6.1.1)**	9,138	274,742	326,068	360,568	249,380	27,102,884	26,718,573	(384,311)	3.83%	3.80%	0.02%
									3.83%	**3.80%**	**0.02%**
Miscellaneous											
Pakistan Hotels Developers Limited	-	8,800	-	8,800	-	-	-	-	-	-	-
Shifa International Hospitals Limited.	-	111,114	-	78,164	32,950	13,915,075	15,655,534	1,740,458	2.24%	2.23%	0.05%
									2.24%	**2.23%**	**0.05%**
Oil and Gas Exploration Companies											
Mari Energies Limited*	1,830	98,098	-	64,270	35,658	23,139,628	22,353,644	(785,984)	3.20%	3.18%	-
Oil and Gas Development Company Limited	100,171	1,296,820	-	1,119,263	277,728	59,449,434	61,255,708	1,806,274	8.78%	8.71%	0.01%
Pakistan Petroleum Limited	61,516	1,564,231	-	1,291,370	334,377	55,974,023	56,900,934	926,912	8.15%	8.09%	0.01%
									20.13%	**19.98%**	**0.02%**

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the investee company	As at July 1, 2024	Purchased during the year	Split 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 (diminution) / appreciation on re-measurement of investments	Investment as a percentage of: Net assets of the Fund	Total market value of investments of the Fund	Paid-up-capital of the investee company (with face value of investments)
	---------------- Number of shares held ----------------					------------------ Rupees ------------------			----------- Percentage -----------		
Oil and Gas Marketing Companies											
Pakistan State Oil Company Limited	-	395,279	-	295,200	100,079	37,686,254	37,782,825	96,571	5.41%	5.37%	0.02%
Sui Northern Gas Pipelines Limited	-	795,401	-	607,100	188,301	21,976,121	21,976,610	489	3.15%	3.13%	0.03%
Wafi Energy Pakistan Limited	-	17,600	-	17,600	-	-	-	-	-	-	-
Attock Petroleum Limited	-	11,500	-	11,500	-	-	-	-	-	-	-
									8.56%	**8.50%**	**0.05%**
Refinery											
Attock Refinery Limited	-	64,500		54,350	10,150	6,285,532	6,896,113	610,581	0.99%	0.98%	0.01%
									0.99%	**0.98%**	**0.01%**
Transport											
Secure Logistics Group Limited		136,500	-	136,500	-	-	-	-	-	-	-
									-	**-**	**-**
Pharmaceuticals											
Agp Limited	27,500	215,028	-	181,594	60,934	11,686,820	11,635,957	(50,864)	1.67%	1.65%	0.02%
Citi Pharma Limited	-	40,500	-	40,500	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	6,230	24,825	-	31,055	-	-	-	-	-	-	-
Haleon Pakistan Limited	10,905	58,892	-	46,286	23,511	17,826,167	17,311,855	(514,313)	2.48%	2.46%	0.02%
Abbott Laboratories (Pakistan) Limited	-	34,260	-	34,260	-	-	-	-	-	-	-
Glaxosmithkline Pakistan Limited	-	148,500	-	122,650	25,850	9,819,467	10,100,112	280,645	1.45%	1.44%	0.01%
Hoechst Pakistan Limited	-	1,096	-		1,096	2,171,408	3,597,839	1,426,431	0.52%	0.51%	0.01%
Highnoon Laboratories Limited	5,032	32,625	-	23,180	14,477	12,730,380	14,302,697	1,572,317	2.05%	2.03%	0.03%
									8.16%	**8.10%**	**0.09%**
Inv. Bank/Inv. Companies/Securities Co.											
Engro Holdings Limited **(note 6.1.2)**	-	653,030	-	429,863	223,167	39,596,004	40,741,368	1,145,363	5.84%	5.79%	0.02%
									5.84%	**5.79%**	**0.02%**
Leather & Tanneries											
Service Global Footwear Limited	-	74,451	-	74,451	-	-	-	-	-	-	-
									-	**-**	**-**
Total as at June 30, 2025						669,314,352	703,165,855	33,851,503			
Total as at June 30, 2024						113,504,985	121,914,755	8,409,770			

*Nil due to rounding off

6.1.1 All shares have a nominal value of Rs.10 each except for the shares of following:

Name of the investee company	Nominal value per share as on June 30, 2025 (Rs.)	Subdivision of share during the year	Additional shares received on account of subdivision of shares during the year
K-Electric Limited	3.5	-	-
Thal Limited	5	-	-
Dynea Pakistan Limited	5	-	-
Lucky cement Limited	2	On April 28, 2025 from Rs .10/- to Rs .2/- per share	141,496
Systems Limited	2	On June 2, 2025 from Rs .10/- to Rs .2/- per share	326,068

6.1.2 During the year, Engro Corporation Limited (ENGRO) has been merged with and into Engro Holdings Limited (ENGROH) (formerly known as Dawood Hercules Corporation Limited), upon sanction of the scheme of arrangement by the Honourable Islamabad High Court on July 18, 2024. In accordance with the Scheme of Arrangement, and in consideration for the merger in terms thereof, ENGROH will allot and issue ordinary shares of ENGROH to the ENGRO Shareholders (being the members of ENGRO, other than ENGROH and its nominees, if any), based on a swap ratio of 2.24407865 ENGROH shares for each ordinary share held by them (subject to the adjustment of fractional shares), in the manner detailed in the Scheme.

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As a result of the above arrangement, the Fund received 88,104 shares of Engro Holdings Limited in lieu of 39,261 shares of Engro Corporation Limited based on the ratio of DH Corp (renamed as Engro Holdings Limited) Shares to Engro Corp Shares Under the Scheme (i.e. 2.24407865).

6.1.3 During the period, Lucky Cement Limited, pursuant to a resolution passed by its shareholders in the Extraordinary General meeting held on March 18, 2025, approved the subdivision of the face value of its shares from Rs. 10 per share to Rs. 2 per share.

6.1.4 On June 02, 2025, Pakistan Stock Exchange (PSX) issued a notice no PSX/N-570 regarding the recomposition exercise carried out by PSX on KMI All Share Index. In the stated notice, Attock Cement Pakistan Limited was declared as non-compliant of the Index and hence is considered to be the non-compliant investments as at June 30, 2025. However, these shares were compliant according to the KMI All Share Index at the time of investment. The Fund may retain these previously purchased shares unitl next two quarters after Shariah status is updated. The Fund is required to disclose the shariah non-compliant investments in accordance with the additional disclosure requirements enacted vide S.R.O.600(I)/2025, dated April 10, 2025, issued by the SECP.

6.1.5 Investments include the following shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

Name of the investee company	2025		2024	
	Number of shares	Market value in Rupees	Number of shares	Market value in Rupees
Fauji Cement Company Limited	450,000	20,101,500	-	-
Meezan Bank Limited	83,800	27,825,790	-	-
Maple Leaf Cement Factory Limited	142,000	11,967,760	-	-
Pioneer Cement Limited	50,000	11,406,500	-	-
Pakistan State Oil Company Limited	30,000	11,325,900	-	-
Engro Fertilizers Limited	112,842	20,942,347	21,942	3,647,199
The Hub Power Company Limited	186,500	25,701,565	50,000	8,154,000
Lucky Cement Limited	100,000	35,524,000	5,000	4,533,650
Mari Energies Company Limited	25,000	15,672,250	1,770	4,800,842
Oil And Gas Development Company Limited	198,100	43,692,936	48,100	6,511,297
Pakistan Petroleum Limited	250,000	42,542,500	50,000	5,855,500
Systems Limited	-	-	8,138	3,404,125
	1,628,242	266,703,048	184,950	36,906,613

	Note	2025	2024
6.2 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		---------------- (Rupees)	----------------
Market value of investments	6.1	703,165,855	121,914,755
Less: carrying value of investments		669,314,352	113,504,985
		33,851,503	8,409,770

7 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT COMPANY LIMITED

	Note	2025	2024
Receivable from Faysal Asset Management Company Limited	7.1	255,000	-

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

During the year ended June 30, 2025, the Fund was in breach of the TER of 4.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an equity scheme. As a result, the Fund has recorded reimbursement from the Management Company to comply with the TER limit.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

8 ADVANCES, DEPOSITS, PREPAYMENTS AND PROFIT RECEIVABLE	Note	2025	2024
		---------------- (Rupees) ----------------	
Security deposits with:			
- Central Depository Company of Pakistan Limited		100,000	100,000
- National Clearing Company of Pakistan Limited		1,000,000	1,000,000
		1,100,000	1,100,000
Profit receivable on savings accounts with banks		199,948	205,293
Prepaid listing fee		26,051	26,051
Advance tax	8.1	201,307	201,307
		1,527,306	1,532,651

8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, during prior years, withholding tax on profit on dividend and profit on bank deposits 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 dividend and profit on bank deposits amounts to Rs. 0.201 million (2024: Rs. 0.201 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. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividend and profit on bank deposits 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.

9 PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	2025	2024
		---------------- (Rupees) ----------------	
Balance at the beginning of the year		307,675	600,175
Less: amortisation during the year		(292,500)	(292,500)
At the end of the year	9.1	15,175	307,675

9.1 Preliminary expenses and flotation 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 July 24, 2020 in accordance with the Trust Deed of the Fund and the NBFC Regulations.

10 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	2025	2024
		---------------- (Rupees) ----------------	
Management remuneration payable	10.1	1,153,808	82,721
Sindh sales tax payable on remuneration of the Management company	10.2	171,447	9,344
Selling and marketing expenses payable	10.3	-	589,023
Preliminary expenses and flotation costs payable		12,256	12,256
Sales load payable		788,819	21,015
Other payable		10,000	10,000
		2,136,330	724,359

10.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.5% to 2% (June 30, 2024: 0.5% to 2%) per annum of the average net assets of the Fund during the year ended June 30, 2025. The remuneration is payable to the Management Company monthly in arrears.

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, revised the management fee cap to 3% to be calculated on a per annum basis of the average daily net assets, applicable to an "Equity Scheme". This revision is effecitve from July 01, 2025. As at June 30, 2025 the Fund is not subject to a management fee cap.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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10.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Management Company has been enhanced from rate of 13 to 15% (June 30, 2024: 13%) effectively July 1, 2024 vide Sindh Finance Act, 2024.

Further, Sindh sales tax at the rate of 15% has also been levied on any reimbursable expenditure to the Management Company effective July 1, 2024 vide Sindh Finance Act, 2024.

10.3 The SECP had allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses. The Management Company has discountinued to charge the above mentioned expenses with effect from July 01, 2024.

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

11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	**Note**	**2025**	**2024**
		---------------- **(Rupees)**	----------------
Remuneration payable	11.1	116,892	31,468
Sindh sales tax payable on remuneration of the Trustee	11.2	17,482	4,091
		134,374	35,559

11.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the following rates:

Net Assets (Rs.)	**Tariff**
up to Rs. 1 billion	0.20% per annum of net assets
over Rs. 1 billion	Rs.2.0 million plus 0.10% p.a. of net Assets, on amount exceeding Rs.1 billion

11.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Trustee has been enhanced from rate of 13% to 15% (June 30, 2024: 13%) effectively July 1, 2024 vide Sindh Finance Act, 2024.

12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	**Note**	**2025**	**2024**
		---------------- **(Rupees)**	----------------
Fee payable	12.1	54,298	13,385

12.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of fee to 0.095% (June 30, 2024: 0.095%) per annum of the daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

13 ACCRUED EXPENSES AND OTHER LIABILITIES	**Note**	**2025**	**2024**
		---------------- **(Rupees)**	----------------
Auditors' remuneration payable	15	792,939	594,157
Transaction charges payable		3,507,500	3,652,124
Shariah advisory fee payable		150,000	172,049
Legal and professional charges payable		640,597	497,097
Withholding tax payable		98,575	184,623
Withholding tax on dividend		2,233,092	1,799,395
Capital gain tax payable		2,167,084	973,736
Payable to Central Zakat Fund		25,225	-
Sales tax withheld		16,459	-
Printing charges payable		-	10,716
Other payable		427,314	427,314
		10,058,785	8,311,211

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14 CONTINGENCIES AND COMMITMENTS

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

15 AUDITORS' REMUNERATION

	2025	2024
	---------------- (Rupees) ----------------	
Annual audit fee	730,101	529,059
Half yearly review of condensed interim financial statements	218,083	158,031
Out of pocket expenses	58,773	41,225
	1,006,957	728,315
Sindh sales tax	80,557	58,265
	1,087,514	786,580

16 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2025 to the unit holders in the manner as explained above, 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 of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

17 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 4.85% (2024: 4.20%) which includes 0.67% (2024: 0.48%) representing government levies on the Fund such as sales taxes and fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Equity Scheme'.

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio Caps (TER) with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the mangemnet fee cap whcih has been disclosed in note 10.1 to the financial statements.

18 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

18.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, Faysal Bank Limited being the holding company of the Management Company, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the capital or voting power of the Management Company or the net assets of the Fund.

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

18.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the offering document.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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18.5 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period end are as follows:

18.6 Transactions during the year

	2025	2024
	---------------- (Rupees) ----------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	8,915,764	3,110,384
Sindh sales tax on remuneration of the Management Company	1,337,365	404,350
Reimbursement of expenses from the Management Company	755,000	-
Selling and marketing expenses	-	589,570
Issuance of 325,373 units (2024: nil units)	37,695,536	-
Redemption of 218,831 units (2024: nil units)	30,017,879	-
Divident Re-invest 6,290 units (2024: nil units)	590,343	
Faysal Bank Limited		
Profit on savings accounts with bank	2,917,001	2,859,682
Bank charges	44,501	11,284
Redemption of nil units (2024: 930,953 units)	-	134,950,904
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	911,908	810,532
Sindh sales tax on remuneration of the Trustee	136,786	105,369
Faysal Bank Limited - Staff Provident Fund		
Redemption of Nil units (2024: 590,551units)	-	80,692,913
Directors, their close family members and key management personnel of the Management Company		
Issuance of 29,124 units (2024: nil units)	3,362,445	-
Redemption of 18,274 units (2024: nil units)	2,041,892	-

18.7 Outstanding balances

	2025	2024
	---------------- (Rupees) ----------------	
Faysal Asset Management Limited - Management Company		
Management remuneration payable	1,153,808	82,721
Sindh sales tax payable on remuneration of the Management Company	171,447	9,344
Selling and marketing expenses payable	-	589,023
Preliminary expenses and flotation costs payable	12,256	12,256
Sales load payable	788,819	21,015
Other payable	10,000	10,000
Receivable from Faysal Asset Management Company Limited	255,000	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	116,892	31,468
Sindh sales tax payable on remuneration of the Trustee	17,482	4,091
Security deposit	100,000	100,000
Faysal Bank Limited		
Balance with bank	88,775,320	2,227,218
Profit receivable on savings accounts	196,946	28,690
Faysal Asset Management Limited		
Outstanding: 112,832 units (2024: nil units)	10,811,191	-
Directors, their close family members and key management personnel of the Management Company		
Outstanding: 10,850 units (2024: Nil units)	1,039,533	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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		Note	2025	2024
19	**CASH AND CASH EQUIVALENTS**		---------------- (Rupees) ----------------	
	Balances with banks	5	89,307,894	50,054,801

20 FINANCIAL INSTRUMENTS BY CATEGORY

	---- 2025 ----		
	At amortised cost	**At fair value through profit or loss**	**Total**
	---- Rupees ----		
Financial assets			
Balances with banks	89,307,894	-	89,307,894
Investments	-	703,165,855	703,165,855
Receivable against sale of units	7,684,680	-	7,684,680
Receivable against sale of investments	41,387,387	-	41,387,387
Receivable from Faysal Asset Management Company Limited	255,000	-	255,000
Deposits and profit receivable	1,299,948	-	1,299,948
	139,934,909	703,165,855	843,100,764
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	2,136,330	-	2,136,330
Payable to Central Depository Company of Pakistan Limited - Trustee	134,374	-	134,374
Payable against redemption of units	58,469,688	-	58,469,688
Payable against purchase of investments	74,627,386	-	74,627,386
Accrued expenses and other liabilities	5,518,350	-	5,518,350
	140,886,128	-	140,886,128

	---- 2024 ----		
	At amortised cost	**At fair value through profit or loss**	**Total**
	---- Rupees ----		
Financial assets			
Balances with banks	50,054,801	-	50,054,801
Investments	-	121,914,755	121,914,755
Receivable against sale of units	-	-	-
Receivable against sale of Investments	10,143,854	-	10,143,854
Receivable from Faysal Asset Management Company Limited	-	-	-
Deposits and profit receivable	1,305,293	-	1,305,293
	61,503,948	121,914,755	183,418,703
Financial liabilities			
Payable to Faysal Asset Management Limited - Management Company	724,359	-	724,359
Payable to Central Depository Company of Pakistan Limited - Trustee	35,559	-	35,559
Accrued expenses and other liabilities	5,353,457	-	5,353,457
Payable against redemption of units	31,122,795	-	31,122,795
Payable against purchase of investments	3,091,977	-	3,091,977
	40,328,147	-	40,328,147

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

21.1 Market risk

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

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

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

(i) 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. As of June 30, 2025, the Fund is exposed to such risk on its balances held with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds 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. 0.97 million (2024: Rs. 0.50 million).

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 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 instruments is based on the 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:

	2025					
	Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	5%-11.75%	89,307,894	-	-	-	89,307,894
Investments		-	-	-	703,165,855	703,165,855
Deposits and profit receivable		-	-	-	1,299,948	1,299,948
Receivable against sale of units		-	-	-	7,684,680	7,684,680
Receivable from Faysal Asset Management Company Limited		-	-	-	255,000	255,000
Receivable against sale of investments		-	-	-	41,387,387	41,387,387
		89,307,894	-	-	753,792,870	843,100,764
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	2,136,330	2,136,330
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	134,374	134,374
Payable against redemption of units		-	-	-	58,469,688	58,469,688
Payable against purchase of investments		-	-	-	74,627,386	74,627,386
Accrued expenses and other liabilities		-	-	-	5,518,350	5,518,350
		-	-	-	140,886,128	140,886,128
On-balance sheet gap (a)		89,307,894	-	-	612,906,742	702,214,636
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		89,307,894	-	-		
Cumulative profit rate sensitivity gap		89,307,894	89,307,894	89,307,894		

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For The Year Ended June 30, 2025

	------ 2024 ------					
	Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		------ Rupees ------				
Financial assets						
Balances with banks	6.50% - 20.00%	50,054,801	-	-	-	50,054,801
Investments		-	-	-	121,914,755	121,914,755
Deposits and profit receivable		-	-	-	1,305,293	1,305,293
Receivable against sale of units		-	-	-	-	-
Receivable from Faysal Asset Management Company Limited		-	-	-	-	-
Receivable against sale of investments		-	-	-	10,143,854	10,143,854
		50,054,801	-	-	133,363,902	183,418,703
Financial liabilties						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	724,359	724,359
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	35,559	35,559
Payable against redemption of units		-	-	-	31,122,795	31,122,795
Accrued expenses and other liabilities		-	-	-	5,353,457	5,353,457
Payable against purchase of investments		-	-	-	3,091,977	3,091,977
		-	-	-	40,328,147	40,328,147
On-balance sheet gap (a)		50,054,801	-	-	93,035,755	143,090,556
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		50,054,801	-	-		
Cumulative profit rate sensitivity gap		50,054,801	50,054,801	50,054,801		

(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 yield / profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk on investments held by the Fund classified as 'at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 15% of net assets and issued capital of the investee company and sector exposure limit to 35% of the net assets or index weight, whichever is higher, subject to maximum of 40%.

In case of 1% increase / decrease in KMI-30 all share index on June 30, 2025, with all other variables held constant, the total comprehensive income of the Fund for the period would increase / decrease by Rs. 7.03 million (2024: Rs. 1.22 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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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 KMI All Share Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI All Share 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 KMI All Share Index.

21.2 Liquidity risk

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

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

As per the NBFC Regulations, 2008, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemption requests during the year ended June 30, 2025.

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 dates. However, the assets and liabilities that are receivable / payable on demand including balances with banks have been included in the maturity grouping of one month:

	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	89,307,894	-	-	-	-	-	89,307,894
Investments	-	-	-	-	-	703,165,855	703,165,855
Deposits and profit receivable	199,948	-	-	-	-	1,100,000	1,299,948
Receivable against sale of units	7,684,680	-	-	-	-	-	7,684,680
Receivable from Faysal Asset Management Company Limited	255,000	-	-	-	-	-	255,000
Receivable against sale of investments	41,387,387	-	-	-	-	-	41,387,387
	138,834,909	-	-	-	-	704,265,855	843,100,764
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	2,136,330	-	-	-	-	-	2,136,330
Payable to Central Depository Company of Pakistan Limited - Trustee	134,374	-	-	-	-	-	134,374
Payable against redemption of units	58,469,688	-	-	-	-	-	58,469,688
Payable against purchase of investments	74,627,386	-	-	-	-	-	74,627,386
Accrued expenses and other liabilities	4,575,411	792,939	150,000	-	-	-	5,518,350
	139,943,189	792,939	150,000	-	-	-	140,886,128
Net financial assets / (financial liabilities)	(1,108,280)	(792,939)	(150,000)	-	-	704,265,855	702,214,636

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

	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	50,054,801	-	-	-	-	-	50,054,801
Investments	-	-	-	-	-	121,914,755	121,914,755
Deposits and profit receivable	205,293	-	-	-	-	1,100,000	1,305,293
Receivable against sale of units	-	-	-	-	-	-	-
Receivable from Faysal Asset Management Company Limited	-	-	-	-	-	-	-
Receivable against sale of investments	10,143,854	-	-	-	-	-	10,143,854
	60,403,948	-	-	-	-	123,014,755	183,418,703
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	724,359	-	-	-	-	-	724,359
Payable to Central Depository Company of Pakistan Limited - Trustee	35,559	-	-	-	-	-	35,559
Payable against redemption of units	31,122,795	-	-	-	-	-	31,122,795
Payable against purchase of investments	3,091,977	-	-	-	-	-	3,091,977
Accrued expenses and other liabilities	5,353,457	594,157	172,049	-	-	-	5,353,457
	40,328,147	594,157	172,049	-	-	-	40,328,147
Net (financial liabilities) / financial assets	20,075,801	(594,157)	(172,049)	-	-	123,014,755	143,090,556

21.3 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 balances with banks and financial institutions, profit receivable on bank deposits, dividend receivable and receivable against sale of investments.

Credit risk arising on financial assets is monitored through a regular analysis of financial position of brokers and other parties. In accordance with the risk management policy of the Fund, the investment manager monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The table below analyses the Fund's maximum exposure to credit risk:

	2025		2024	
	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	89,307,894	89,307,894	50,054,801	50,054,801
Investments	703,165,855	-	121,914,755	-
Deposits and profit receivable	1,299,948	1,299,948	1,305,293	1,305,293
Receivable against sale of units	7,684,680	7,684,680	-	-
Receivable from Faysal Asset Management Company Limited	255,000	255,000	-	-
Receivable against sale of investments	41,387,387	41,387,387	10,143,854	10,143,854
	843,100,764	139,934,909	183,418,703	61,503,948

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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, however, are not exposed to credit risk and have been excluded from the above analysis.

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

21.3.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its balances with banks and profit accrued thereon. The credit rating profile of balances with banks is as follows:

Name of the Bank	Rating Agency	Latest available published rating	% of financial assets exposed to credit risk
			2025
Faysal Bank Limited	PACRA	AA	99.40%
Meezan Bank Limited	VIS	AAA	0.58%
Habib Bank Limited	PACRA	AAA	0.02%
			100.00%

Name of the Bank	Rating Agency	Latest available published rating	% of financial assets exposed to credit risk
			2024
Faysal Bank Limited	PACRA	AA	4.45%
Meezan Bank Limited	PACRA	AAA	95.55%
			100.00%

21.3.2 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 thereby 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.

Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of counter party to honour its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions in securities is considered to be minimal as the Fund uses brokers with high creditworthiness and the transactions are settled or paid for only upon delivery using the central clearing system.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

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

In accordance with the risk management policies as stated in note 21, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

23 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.

23.1 Fair value hierarchy

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

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

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

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

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

	As at June 30, 2025			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	---------------------- (Rupees) ----------------------			
Shares of listed companies				
- 'ordinary shares'	703,165,855	-	-	703,165,855
	703,165,855	-	-	703,165,855

	As at June 30, 2024			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	---------------------- (Rupees) ----------------------			
Shares of listed companies				
- 'ordinary shares'	121,914,755	-	-	121,914,755
	121,914,755	-	-	121,914,755

23.2 Valuation techniques used in determination of fair values

Item	Valuation approach and input used
Listed securities	The valuation has been determined through closing rates of Pakistan Stock Exchange.

23.3 There were no transfers between levels during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

24 UNIT HOLDING PATTERN OF THE FUND

Category	------------------------ June 30, 2025 ------------------------			
	Number of unit held	Number of unit holders	Investment amount (Rupees)	Percentage of total (%)
Individual	4,593,774	685	440,163,129	63.07%
Associated Companies	112,831	1	10,811,191	1.55%
Insurance Company	573,731	1	54,973,411	7.88%
Banks & DFIs	81,348	1	7,794,506	1.11%
Retirement Funds	1,823	1	174,650	0.03%
Other	1,919,752	8	183,945,549	26.36%
Total	7,283,259	697	697,862,436	100.00%

Category	------------------------ June 30, 2024 ------------------------			
	Number of unit held	Number of unit holders	Investment amount (Rupees)	Percentage of total (%)
Individual	1,163,953	192	109,245,700	77.67%
Insurance	169,496	1	15,908,468	11.31%
Other	165,147	3	15,500,282	11.02%
Total	1,498,596	196	140,654,450	100.00%

25 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Percentage of commission
Topline Securities Limited	14.33%
EFG Hermes Pakistan Limited	9.88%
Spectrum Securities Limited	8.42%
Insight Securities (Private) Limited	8.09%
DJM Securities (Private) Limited	7.07%
Taurus Securities Limited	5.96%
Next Capital Limited	5.77%
Trust Securities & Brokerage Limited	5.47%
JS Global Capital Limited	5.40%
Summit Capital (Private) Limited	5.06%
	75.45%

Name of broker	2024 Percentage of commission
Next Capital Limited	6.81%
Optimus Capital Management (Private) Limited	4.29%
Akik Capital (Private) Limited	4.80%
Alfalah CLSA Securities (Private) Limited	6.01%
Taurus Securities Limited	4.27%
Insight Securities (Private) Limited	6.51%
Arif Habib Limited	6.08%
JS Global Capital Limited	4.74%
Ismail Iqbal Securities (Private) Limited	4.13%
Chase Securities Pakistan (Private) Limited	3.84%
	51.48%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

26 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience (in years)
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 33 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 25 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 22 Years
Mr. Nafees Imtiaz Malik	Chief Innovation & Product Officer	MBA	Over 12 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 18 Years
Ms. Sarah Rehman	Head of Reserch	MBA	Over 9.5 Years
Syed Eunas Viqar	Head of Internal Audit and Compliance	ACCA	Over 16 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years
Mr. Noman Ahmed	Head of Equity	MBA	Over 15 Years

27 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Noman Ahmed	Head of Equity	MBA, Finance	Faysal Islamic Dedicated Equity Fund, Faysal Asset Allocation Fund - II, Faysal Islamic Stock Fund-II.

28 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12, 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	-	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	-	Yes	Yes	Yes	Yes

29 GENERAL

29.1 Figures have been rounded off to the nearest rupees unless otherwise stated.

29.2 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.

30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	June 30, 2025 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2022 (Rupees)	June 30, 2021 (Rupees)
Net assets	697,862,442	140,654,450	350,403,720	505,327,714	744,808,874
Net assets value per unit	95.8173	93.86	93.79	105.35	137.27
Offer price per unit	99.1230	97.05	96.97	108.93	141.93
Repurchase price per unit	95.8173	93.86	93.79	105.35	137.27
Highest offer price per unit	148.8591	165.98	116.18	147.25	148.15
Highest repurchase price per unit	143.8948	160.54	112.37	142.42	143.29
Lowest offer price per unit	92.1321	96.97	93.89	107.53	99.96
Lowest repurchase price per unit	89.0595	93.79	91.81	104.00	96.68
Total return:	49.72%	70.24%	-10.97%	-23.25%	40.73%
- capital growth	5.92%	0.13%	-10.97%	-23.25%	38.21%
- income distribution	43.80%	70.11%	0.00%	0.00%	2.52%
Average annual return:					
(Launch date: January 02, 2020)					
- one year	49.72%	70.24%	-10.97%	-23.25%	40.73%
- two years	59.98%	29.64%	-17.11%	8.74%	N/A
- three years	36.33%	12.01%	2.17%	N/A	N/A
Four Years	21.44%	19.19%			
Five Years	25.29%	N/A			
Distribution per unit:					
- Interim distribution (% per unit) *	43.80%	70.11%	-	-	2.52%
- Final distribution (% per unit)			-	-	-
	43.80%	70.11%	-	-	2.52%

* Announced on 24 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) Responsibilities towards Proxy Voting as per Regulation 38A

Faysal Asset Management Limited (FAML) on behalf of Faysal Islamic Stock Fund (FISF) a collective investment scheme (CIS) under its management did not participate in shareholders' meetings. Further, the proxy voting policy of the FISF is available on the website of the FAML and detailed information regarding actual proxies voted by the FAML (if any) in respect of the CIS is also available without charge, upon request, to all unit holders.

(iii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iv) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(vi) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vii) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(viii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Adviso	Yes	Yes
Mufti Abdul Basit	Shariah Adviso	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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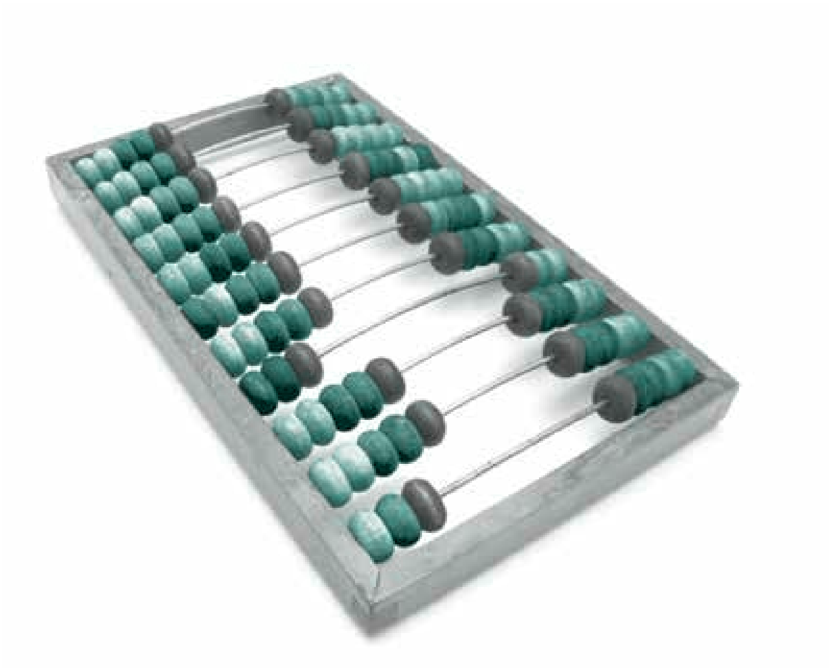
Faysal Islamic Financial Growth Fund

Financial Statements

For The Year Ended June 30, 2025



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsen Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mian Salman Ali, Member

Human Resource & Remuneration Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Management Committee
Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member
Mr. Ehsen Zafar Puri, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mian Salman Ali, Member
Mr. Ehsen Zafar Puri, Member

Board Technology Committee
Mr. Ehsen Zafar Puri, Chairman
Syed Majid Ali, Member
Mr. Nadir Rahman, Member

Shariah Board Committee
Mufti Muhammad Mohib-ul-Haq, Chairman
Mufti Muhammad Najeeb Khan, Member
Muhammad Faisal Shaikh, Member
Mufti Abdul Zahid Farooqi, Shariah Advisor
Mufti Abdul Basit, Shariah Advisor

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

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

Bankers to the Fund
Faysal Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

The Faysal Islamic Financial Growth Fund (FIFGF) aims to provide its investors with an investment avenue that is gain-oriented aiming to generate Halal competitive returns. Inspired by a customer-centric approach, FIFGF is all set to provide a responsible Shariah-compliant investment solution to its investors honoring the utmost professional standards.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun’25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP’s ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country’s FX reserve position remained resilient, surpassing the IMF’s target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May’25 (vs a surplus of USD 47mn

during April’25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

Headline inflation in Jun’25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It’s noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

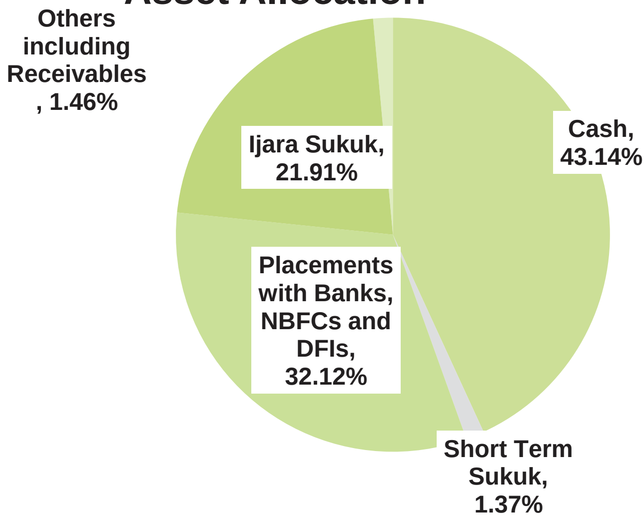
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the nearterm inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

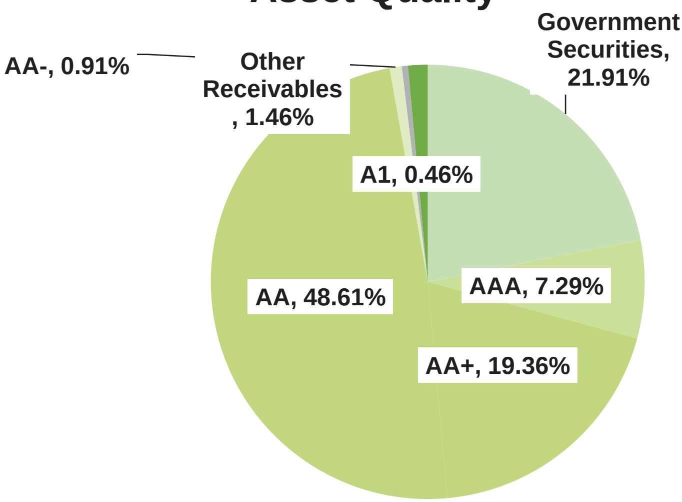
Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Aggressive Fixed Income Scheme (non-equity)
Risk Profile	Medium
Launch Date	July 25, 2023
Custodian/Trustee	CDC
Stability Rating	A+(f) (VIS) August 23 ,2024
Auditor	A.F. Ferguson & Co.
Management Fee	Upto 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 2.00%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	90% twelve (12) months PKISRV + 10% twelve (12) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	9:00 am - 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	100.46
Net Assets (mn)	10,843
Total Expense Ratio (Annualized)	2.17%
Total Expense Ratio (Monthly)	2.46%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	13.80%	20.92%
Benchmark (YTD)	10.53%	10.10%

Asset Allocation



Asset Quality



FUND PERFORMANCE

Faysal Islamic Financial Growth Fund (FIFGP-I) outpaced its benchmark return by 3.27%, posting an annualized return of 13.80% in FY25 to date. Most of the funds were allocated in Cash (43.14%), Ijarah Sukuks (21.91%), Short Term Sukuk (1.37%), Placements with Banks, NBFCs and DFIs (32.12%) and Others (1.46%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

FUND MANAGER'S REPORT

MACRO-ECONOMIC REVIEW

The month of Jun'25 was marked by heightened macro volatility, largely driven by the escalation of geopolitical tensions between Israel and Iran. The conflict triggered a surge in Brent crude prices to USD 79/bbl, restricting the SBP's ability to implement further monetary easing, given the likely pass-through to headline inflation and upward pressure on the NCPI. Despite these geopolitical headwinds, situation improved towards the end of the month following a ceasefire, which helped ease oil price pressures. Moreover, the country's FX reserve position remained resilient, surpassing the IMF's target of USD 14bn, supported by a modest current account deficit and the successful rollover of USD 3.4bn in bilateral loans from China. From a fiscal perspective, the FY26 federal budget introduced revised tax slabs for the salaried class a move expected to enhance disposable income and stimulate domestic consumption. This signals a policy pivot from stabilization toward a gradual economic recovery, which could support earnings growth and improve visibility across consumption-linked sectors in the medium term.

On the external front, the Current Account slipped into a marginal deficit, clocking in at ~USD -103mn in May'25 (vs a surplus of USD 47mn during April'25). The fringe dip in the current account balance was primarily attributed to a rebound in import activity, which offset the positive impact of steady remittance inflows. Nonetheless, sustained growth in remittances with an average of ~USD 3.0bn per month is expected to contribute to a full-year current account surplus of USD 1.5bn. Moreover, FX reserves held by the SBP increased to USD 18bn, reflecting a 12.5% MoM surge. Moreover, on a YoY basis, reserves have increased by 29.3%, indicating improved external liquidity.

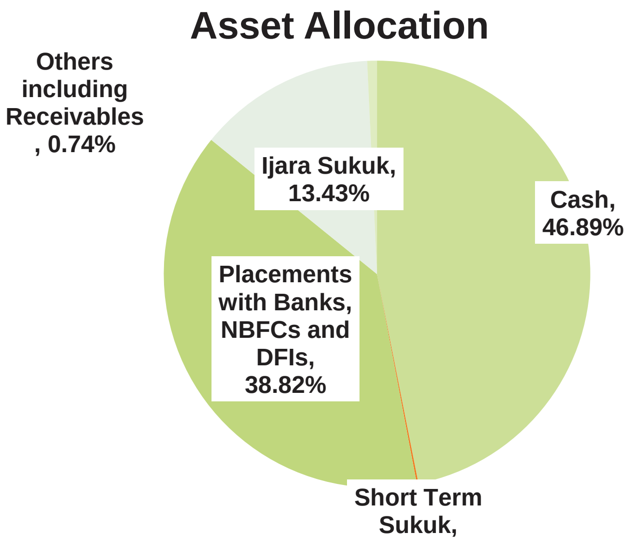
Headline inflation in Jun'25 clocked in at 3.20% (largely accredited to fading base effect from the previous year), compared with 12.60% in SPLY and 3.50% illustrated in the previous month. It's noteworthy that core inflation has commenced to moderate, albeit at a gradual pace, easing to 7.55% YoY in the latest reading compared to 7.93% recorded in the previous month. Going forward, easing geopolitical tensions in the Middle East, OPEC+ plans to raise output, and softening global commodity prices are expected to support a more favorable near-term inflation outlook.

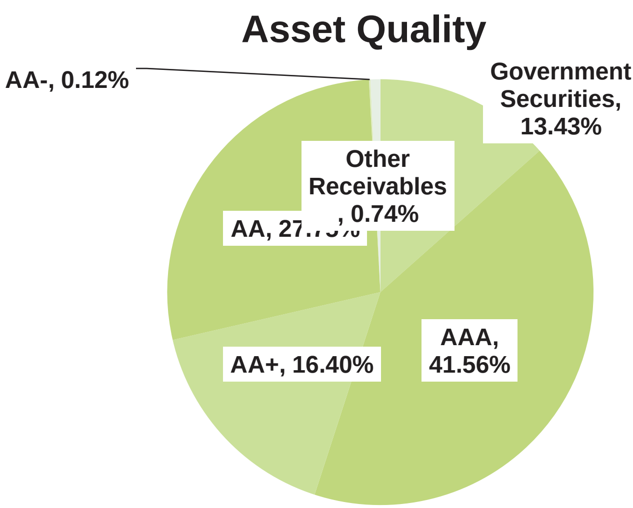
DEBT MARKET REVIEW

In its latest Monetary Policy Committee (MPC) meeting, the SBP opted to keep the policy rate unchanged, citing elevated risks to the nearterm inflation outlook stemming from heightened geopolitical tensions in the Middle East and associated volatility in global oil prices. Given this, real interest rates remain firmly positive at 7.80%, providing a continued buffer against inflationary pressures. During the month of June'25, SBP held three T-bill auctions, raising ~PKR 702bn, ~PKR 909bn and ~PKR 233bn. In the first auction, weighted average yields realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.06% / 10.95% / 10.95% / 10.92%, respectively. Weighted average yields in the second auction for the 22-Day tenor clocked in at ~11.30%. Whereas, weighted average yields in the third auction realized in the 1M / 3M / 6M / 12M tenors clocked in at ~11.00% / 10.95% / 10.90% / 10.88%. Moreover, SBP held one PIB auction, raising ~PKR 303bn. Weighted average yields realized for the 2Y / 3Y / 5Y / 10Y / 15Y auction clocked in at 11.36% / 11.37% / 11.69% / 12.40% / 12.70% respectively. Going forward, we expect interest rates to remain modest, reinforced by a softening inflation outlook and improving macroeconomic indicators as witnessed by the flattening of T-bill yields in the recent auctions.

Fund Information	
Fund Type	Open Ended
Category	Shariah Compliant Aggressive Fixed Income Scheme (non-equity)
Risk Profile	Medium
Launch Date	August 6, 2024
Custodian/Trustee	CDC
Stability Rating	Not Rated
Auditor	A.F. Ferguson & Co.
Management Fee	Upto 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 1.11%)
Selling and Marketing Expense	0.00%
Front/Back-end Load	FEL up to 2% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark*	90% twelve (12) months PKISRV + 10% twelve (12) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	9:00 am - 4:00 pm
AMC Rating	AM1 (VIS) September 10, 2024
NAV per Unit (PKR)	100.12
Net Assets (mn)	36,426
Total Expense Ratio (Annualized)	0.78%
Total Expense Ratio (Monthly)	1.31%

Fund Returns (% p.a)		
	FY25	**FY24**
YTD	14.73%	-
Benchmark (YTD)	10.50%	-





FUND PERFORMANCE

Faysal Islamic Financial Growth Fund (FIFGP-II) outpaced its benchmark return by 4.23%, posting an annualized return of 14.73% in FY25 to date. Most of the funds were allocated in Cash (46.89%), Short Term Sukuk (0.12%), Ijarah Sukuks (13.43%), Placements with Banks, NBFCs and DFIs (38.82%), and Others (0.74%). In the future, your fund will take exposure to other investment avenues, keeping in view the country's economic position.

بسم الله الرحمن الرحيم
الحمد لله رب العالمين والصلاة والسلام على خاتم النبيين وسيد المرسلين،
وعلى آله واصحابه أجمعين أمّا بعد

Annual Report
of
Faysal Islamic Financial Growth Fund

July 31, 2025

By the blessing of ALLAH, the year ended 30 June, 2025 under analysis of **Faysal Islamic Financial Growth Fund (FIFGF)**. I, as the Shariah Advisor of the fund am issuing the report in accordance with the trust deed of the fund. The scope of the report is to express an opinion on the Shariah Compliance of the fund's activities.

In the capability of Shariah Advisor, I have set out criteria and guideline to be followed in ensuring Shariah Compliance in the each and every transaction.

It is the responsibility of the management of the fund to establish and maintain a system of internal control to ensure Shariah Compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the management company' personal and review of various documents prepared by the management company to comply with the prescribed criteria.

In the light of above, I hereby certify that:

- I have reviewed and approved the modes of investment of **FIFGF** in light of the Shariah guidelines.
- All the provisions of the scheme and investment made on account of **FIFGF** by **FAML** Fund Managers are Shariah Compliant and in accordance with the criteria established.

On the basis of information provided by the management, all operations of **Faysal Islamic Financial Growth Fund (FIFGF)** for year ended 30 June 2025 have been in compliance with the Shariah Principles.

May Allah make us successful and accept efforts of the management company for developing of Islamic Finance System.

وصلى الله على حبيبه محمد صلى الله عليه وسلم

Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Limited

Mufti Abdul Zahid Farooqi
Shariah Advisor
Faysal Asset Management Ltd

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 UNIT HOLDERS

FAYSAL ISLAMIC FINANCIAL GROWTH FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Islamic Financial Growth Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 11, 2025

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

Tel: +92 (0) 21 3454 6494-7
www.yousufadil.com

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

To The Board of Directors of Faysal Asset Management Limited (Management Company of Faysal Islamic Financial Growth 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 **Faysal Islamic Financial Growth Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. **Applicable Criteria**

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

a) legal and regulatory framework administered by the SECP;

b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;

c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;

d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and

e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 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 unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

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Yousuf Adil
Chartered Accountants

4. Our Independence and Quality Management

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

The firm applies International Standard on Quality Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *'Assurance Engagements Other than Audits or Reviews of Historical Financial Information'*, issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

6. Conclusion

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

The engagement partner on the assurance resulting in this independent assurance report is Shafqat Ali.

Chartered Accountants

Date: September 27, 2025
Place: Karachi

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INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Faysal Islamic Financial Growth Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Faysal Islamic Financial Growth Fund (the Fund / Collective Investment Scheme), 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 unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	**Net Asset Value** (Refer notes 5 & 6 to the financial statements)	
	Balances with banks and investments constitute the most significant component of the net asset value. Balances with banks aggregated to Rs. 21,880.77 million and investments of the Fund amounted to Rs. 25,229.57 million as at June 30, 2025. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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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.

Responsibilities of Management and Board of Directors of the Management Company 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.

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- 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, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;

b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and

c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar.**

A. F. Ferguson & Co.
Chartered Accountants
Dated: September 26, 2025
Karachi
UDIN: AR202510068LG4TqYUZv

STATEMENT OF ASSETS AND LIABILITIES

As at June 30, 2025

	Note	June 30, 2025 Faysal Islamic Financial Growth Plan-I	June 30, 2025 Faysal Islamic Financial Growth Plan-II	June 30, 2025 Total	June 30, 2024 Faysal Islamic Financial Growth Plan-I
		(Rupees)	(Rupees)	(Rupees)	(Rupees)
Assets					
Balances with banks	5	4,731,512,656	17,149,252,969	21,880,765,625	2,489,858,056
Investments	6	6,075,982,438	19,153,584,625	25,229,567,063	5,229,088,750
Profit receivable	7	150,205,777	269,946,519	420,152,296	154,089,861
Advances, deposits and prepayments	8	9,731,039	415,260	10,146,299	2,623,656
Preliminary expenses and floatation costs	9	312,972	-	312,972	415,034
Total assets		10,967,744,882	36,573,199,373	47,540,944,255	7,876,075,357
Liabilities					
Payable to Faysal Asset Management Limited - Management Company	10	21,095,867	42,772,433	63,868,300	9,126,739
Payable to Central Depository Company of Pakistan Limited - Trustee	11	730,943	2,646,094	3,377,037	519,016
Payable to the Securities and Exchange Commission of Pakistan	12	635,602	2,309,767	2,945,369	429,748
Payable against redemption and conversion of units		-	-	-	6,430,577
Accrued expenses and other liabilities	13	101,924,280	99,791,844	201,716,124	13,702,496
Total liabilities		124,386,692	147,520,138	271,906,830	30,208,576
Net assets		10,843,358,190	36,425,679,235	47,269,037,425	7,845,866,781
Unit holders' fund (as per statement attached)		10,843,358,190	36,425,679,235	47,269,037,425	7,845,866,781
Contingencies and commitments	14				
		(Number of units)	(Number of units)		(Number of units)
Number of units in issue		107,934,097	363,825,181		78,256,848
		(Rupees)	(Rupees)		(Rupees)
Net asset value per unit		100.4628	100.1186		100.2600

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

INCOME STATEMENT
For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025 Faysal Islamic Financial Growth Plan-I	For the period from July 25, 2024 to June 30, 2025 Faysal Islamic Financial Growth Plan-II	Total	For the year ended June 30, 2024 Faysal Islamic Financial Growth Plan-I
		---------- (Rupees) ----------			
Income					
Profit on corporate sukuk certificates		351,446,257	80,543,202	431,989,459	30,543,836
Profit on GoP Ijarah sukuk certificates		558,541,712	171,357,172	729,898,884	228,437,975
Profit on term deposits receipts		250,467,291	124,071,501	374,538,792	-
Profit on Letter of Placements		326,561,779	236,383,403	562,945,182	-
Profit on savings accounts with banks		348,270,215	1,356,984,658	1,705,254,873	147,649,748
Profit on certificates of musharakah		-	-	-	8,306,723
Net realised loss on sale of investments		(13,080,319)	(49,566,103)	(62,646,422)	(17,967,500)
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.5	16,611,211	39,103,307	55,714,518	7,584,350
Other Income		73,163	-	73,163	-
Total income		1,838,891,309	1,958,877,140	3,797,768,449	404,555,132
Expenses					
Amortisation of preliminary expenses and floatation costs	9	102,062	91,982	194,044	95,491
Remuneration of Faysal Asset Management Limited - Management Company	10.1	215,178,865	89,714,783	304,893,648	10,333,739
Sindh Sales Tax on remuneration of the Management Company	10.2	32,278,164	13,457,217	45,735,381	1,343,386
Selling and marketing expenses	10.3	-	-	-	719,724
Allocated expenses	10.4	-	-	-	724,989
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	9,341,828	11,375,324	20,717,152	1,490,984
Sindh Sales Tax on remuneration of the Trustee	11.2	1,404,249	1,706,250	3,110,499	193,828
Annual fees to the Securities and Exchange Commission of Pakistan	12	9,344,822	11,375,324	20,720,146	1,490,993
Auditors' remuneration	15	515,201	500,009	1,015,210	383,907
Legal and professional charges		71,782	58,894	130,676	122,078
Transaction charges		2,126,694	3,755,480	5,882,174	94,270
Subscription Charges		209,660	11,910	221,570	-
Bank charges		36,366	15,629	51,995	11,511
Other Expenses		15,961	10,268	26,229	-
Printing expenses		19,136	8,317	27,453	8,255
Shariah advisory fee		74,999	75,000	149,999	160,877
Total expenses		270,719,789	132,156,386	402,876,176	17,174,032
Net income for the year / period before taxation		1,568,171,520	1,826,720,754	3,394,892,273	387,381,100
Taxation	16	-	-	-	-
Net income for the year / period after taxation		1,568,171,520	1,826,720,754	3,394,892,273	387,381,100
Allocation of net income for the year / period					
Net income for the year / period after taxation		1,568,171,520	1,826,720,754	3,394,892,273	387,381,100
Income already paid on units redeemed		(1,463,854,910)	(1,330,330,130)	(2,794,185,040)	(194,880,479)
		104,316,610	496,390,624	600,707,234	192,500,621
Accounting income available for distribution					
- Relating to capital gains		3,530,892	-	3,530,892	-
- Excluding capital gains		100,785,718	496,390,624	597,176,342	192,500,621
		104,316,610	496,390,624	600,707,234	192,500,621

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

STATEMENT OF COMPREHENSIVE INCOME

For The Year Ended June 30, 2025

	For the year ended June 30, 2025	For the period from July 25, 2024 to June 30, 2025	Total	For the year ended June 30, 2024
	Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II		Faysal Islamic Financial Growth Plan-I
	(Rupees)			
Net income for the year / period after taxation	1,568,171,520	1,826,720,754	3,394,892,273	387,381,100
Other comprehensive income for the year / period	-	-	-	-
Total comprehensive income for the period	1,568,171,520	1,826,720,754	3,394,892,273	387,381,100

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

For The Year Ended June 30, 2025

	For the year ended June 30, 2025			For the period from July 25, 2024 to June 30, 2025			For the year ended June 30, 2025			For the year ended June 30, 2024		
	Faysal Islamic Financial Growth Plan-I			Faysal Islamic Financial Growth Plan-II			Total			Total		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Net assets at beginning of the year	7,825,674,107	20,192,674	7,845,866,781	-	-	-	7,825,674,107	20,192,674	7,845,866,781	-	-	-
Issuance of 520,551,029 (GP-I) & 2,252,859,649 (GP-II) (2024: 283,291,869) units												
- Capital value (at net asset value per unit at beginning of the year)	52,190,446,185	-	52,190,446,185	225,285,964,856	-	225,285,964,856	277,476,411,041	-	277,476,411,041	28,329,186,902	-	28,329,186,902
- Element of income	3,187,701,720	-	3,187,701,720	5,175,033,421	-	5,175,033,421	8,362,735,141	-	8,362,735,141	1,016,284,623	-	1,016,284,623
Total proceeds on issuance of units	55,378,147,905	-	55,378,147,905	230,460,998,277	-	230,460,998,277	285,839,146,182		285,839,146,182	29,345,471,525	-	29,345,471,525
Redemption of 490,873,779 (GP-I) & 1,889,034,466 (GP-II) (2024 :205,035,021) units												
- Capital value (at net asset value per unit at beginning of the year)	(49,215,005,039)	-	(49,215,005,039)	(188,903,446,632)	-	(188,903,446,632)	(238,118,451,671)	-	(238,118,451,671)	(20,503,502,065)	-	(20,503,502,065)
- Element of loss	(1,997,567,498)	(1,463,854,910)	(3,461,422,408)	(2,923,767,854)	(1,330,330,130)	(4,254,097,984)	(4,921,335,352)	(2,794,185,040)	(7,715,520,392)	(520,049,621)	(194,880,479)	(714,930,100)
Total payments on redemption of units	(51,212,572,537)	(1,463,854,910)	(52,676,427,447)	(191,827,214,486)	(1,330,330,130)	(193,157,544,616)	(243,039,787,023)	(2,794,185,040)	(245,833,972,063)	(21,023,551,686)	(194,880,479)	(21,218,432,165)
Total comprehensive income for the year / period	-	1,568,171,520	1,568,171,520	-	1,826,720,754	1,826,720,754	-	3,394,892,274	3,394,892,274	-	387,381,100	387,381,100
Distribution during the year / period	(1,252,076,488)	(20,324,081)	(1,272,400,569)	(2,240,199,089)	(464,296,092)	(2,704,495,180)	(3,492,275,576)	(484,620,173)	(3,976,895,749)	-	-	-
Distribution for the period ended June 30, 2024 @ Rs. 1.53 per unit declared on August 24, 2023	-	-	-	-	-	-	-	-	-	(6,778,941)	(1,883,845)	(8,662,786)
Distribution for the period ended June 30, 2024 @ Rs. 14.15 per unit declared on April 29, 2024	-	-	-	-	-	-	-	-	-	(320,081,266)	(149,778,000)	(469,859,266)
Distribution for the period ended June 30, 2024 @ Re. 0.50 per unit declared on May 13, 2024	-	-	-	-	-	-	-	-	-	(605,341)	(16,672,767)	(17,278,108)
Distribution for the period ended June 30, 2024 @ Rs. 2.37 per unit declared on June 25, 2024	-	-	-	-	-	-	-	-	-	(168,780,184)	(3,973,335)	(172,753,519)
Net income for the period less distribution	(1,252,076,488)	1,547,847,439	295,770,951	(2,240,199,089)	1,362,424,662	(877,774,426)	(3,492,275,576)	2,910,272,101	(582,003,475)	(496,245,732)	215,073,153	(281,172,579)
Net assets at the end of the year / period	10,739,172,987	104,185,203	10,843,358,190	36,393,584,702	32,094,532	36,425,679,235	47,132,757,690	136,279,735	47,269,037,425	7,825,674,107	20,192,674	7,845,866,781
Undistributed income Brought forward												
- Realised income		12,608,324			-			12,608,324				
- Unrealised income		7,584,350			-			7,584,350				
		20,192,674			-			20,192,674				
Accounting income available for distribution												
- Relating to capital gains		3,530,892			-			3,530,892			-	
- Excluding capital gains		100,785,718			496,390,624			597,176,342			192,500,621	
		104,316,610			496,390,624			600,707,234			192,500,621	
Distributions made during the period		(20,324,081)			(464,296,092)			-			(172,307,947)	
Undistributed income carried forward		104,185,203			32,094,532			620,899,908			20,192,674	
Undistributed income carried forward												
- Realised income		87,573,992			(7,008,775)			565,185,391			12,608,324	
- Unrealised income		16,611,211			39,103,307			55,714,517			7,584,350	
		104,185,203			32,094,532			620,899,908			20,192,674	
			(Rupees)			**(Rupees)**						(Rupees)
Net asset value per unit at the end of the year/ period			100.2600			100.0000						100.0000
Net asset value per unit at the end of the year/ period			100.4628			100.1186						100.2600

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CASH FLOW STATEMENT
For The Year Ended June 30, 2025

	Note	For the year ended June 30, 2025	For the period from July 25, 2023 to June 30, 2024	Total	For the year ended June 30, 2024
		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-I		Faysal Islamic Financial Growth Plan-I
		------ (Rupees) --------------	(Rupees) -------		------- (Rupees) ------
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the year / period before taxation		1,568,171,520	1,826,720,754	3,394,892,274	387,381,100
Adjustments for:					
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	6.5	(16,611,211)	(39,103,307)	(55,714,518)	(7,584,350)
Profit on corporate sukuk certificates		(351,446,257)	(80,543,202)	(431,989,459)	(30,543,836)
Profit on GoP Ijarah sukuk certificates		(558,541,712)	(171,357,172)	(729,898,884)	(228,437,975)
Profit on term deposits receipts		(250,467,291)	(124,071,501)	(374,538,792)	-
Profit on Letter of Placements		(326,561,779)	(236,383,403)	(562,945,182)	-
Profit on savings accounts with banks		(348,270,215)	(1,356,984,658)	(1,705,254,873)	(147,649,748)
Profit on certificates of musharakah		-	-	-	(8,306,723)
Amortisation of preliminary expenses and floatation costs	9	102,062	91,982	194,044	95,491
		(283,624,883)	(181,630,507)	(465,255,390)	(35,046,041)
Increase in assets					
Investments - net		(830,282,477)	(19,114,481,318)	(19,944,763,795)	(5,221,504,400)
Advances, deposits and prepayments		(7,107,383)	(415,260)	(7,522,643)	(2,623,656)
Preliminary expenses and floatation costs		-	(91,982)	(91,982)	(510,525)
		(837,389,860)	(19,114,988,560)	(19,952,378,420)	(5,224,638,581)
Increase in liabilities					
Payable to Faysal Asset Management Limited		11,969,128	42,772,433	54,741,561	9,126,739
Payable to Central Depository Company of		211,927	2,646,094	2,858,021	519,016
Payable to the Securities and Exchange		205,854	2,309,767	2,515,621	429,748
Payable against redemption of units		(6,430,577)	-	(6,430,577)	-
Accrued expenses and other liabilities		88,221,784	99,791,844	188,013,628	13,702,496
		94,178,116	147,520,138	241,698,254	23,777,999
Profit received on investments and savings accounts		1,839,171,338	1,699,393,418	3,538,564,756	260,848,421
Net cash generated from / (used in) operating activities		812,334,711	(17,449,705,512)	(16,637,370,800)	(4,975,058,202)
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts against against issuance and conversion of units - net of refund of capital		55,378,147,905	230,460,998,277	285,839,146,182	28,849,225,793
Payments against redemption and conversion of units		(52,676,427,447)	(193,157,544,616)	(245,833,972,063)	(21,212,001,588)
Dividend paid		(1,272,400,569)	(2,704,495,180)	(3,976,895,749)	(172,307,947)
Net cash generated from financing activities		1,429,319,889	34,598,958,481	36,028,278,370	7,464,916,258
Net increase in cash and cash equivalents during the period		2,241,654,600	17,149,252,969	19,390,907,570	2,489,858,056
Cash and cash equivalents at the beginning of the period		2,489,858,056	-	2,489,858,056	-
Cash and cash equivalents at the end of the period	5	4,731,512,656	17,149,252,969	21,880,765,626	2,489,858,056

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Faysal Asset Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Financial Growth Fund (The Fund) is an open end fund constituted under a trust deed entered into on July 20, 2022 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.2 The Fund is categorised as an 'Aggressive Fixed Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from October 10, 2005 and are transferable and redeemable by surrendering them to the Fund.

1.3 The objective of the Fund is to aim to generate Competitive returns and consistent returns while seeking capital growth through a diversified portfolio of shariah compliant debt securities, liquid money market instruments and placements. In particular, the aim is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short-term Shariah Compliant instruments The investment objective and policies are more fully explained in Fund's Offering Document.

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 The Management Company has been assigned a quality rating of 'AM1' with stable outlook by VIS Credit Rating Company Limited dated September 10, 2024 (2024: AM2++ dated December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of A+(f) by VIS Credit Rating Company Limited dated August 23, 2024.

1.6 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 is required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund are in conformity 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 (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) and the requirements of the Trust Deed.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

3.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 has not yet been adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 01, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

3.4 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 these financial statements of the Fund relate to classification and valuation of financial assets (notes 4.1 and 6).

3.5 Accounting convention

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

The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 21.

3.6 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Financial assets

4.1.1 Initial recognition and measurement

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.1.2 Classification and subsequent measurement

4.1.2.1 Debt instruments

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

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

based on the business model of the entity.

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

4.1.2.2 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost.

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

4.1.3 Impairment (other than debt securities)

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

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

The Fund considers 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.

4.1.4 Impairment loss on debt securities

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

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

4.1.5 Regular way contracts

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

4.1.6 Derecognition

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

4.2 Financial liabilities

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

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of

4.3 Offsetting of financial assets and financial liabilities

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

4.4 Provisions

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

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

4.5 Net asset value per unit

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

4.6 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.7 Distributions to unit holders

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

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

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

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;

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise;
- Income on sukuk certificates, government securities and certificates of musharakah 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; and
- Profit on savings account with banks is recognised on an accrual basis.

4.91 Expenses

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

4.92 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. The charge for current tax is calculated using the prevailing tax rates.

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

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

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit.

The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on enacted tax rates.

	Note	June 30, 2025			June 30, 2024
		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
5 BALANCES WITH BANKS		---(Rupees)---			
Savings accounts	5.1	4,731,512,656	17,149,252,969	21,880,765,625	2,489,858,056

5.1 These include a balance of Rs. 3,731.214 million in Plan I (2024: Rs. 264.117 million) and Rs. 9,150.069 million in Plan II maintained with Faysal Bank Limited (a related party) that carries profit at the rate of 12.00% (2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 5.00% to 12.00% (2024: 18.50% to 21.75%) per annum.

	Note	June 30, 2025			June 30, 2024
		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
5.2 Cash and cash equivalents		---(Rupees)---			
Balances with banks		4,731,512,656	17,149,252,969	21,880,765,625	2,489,858,056
Certificates of musharakah - having origin	6.1	1,900,000,000	9,400,000,000	11,300,000,000	-
Letter of Placements - having original mat	6.3	1,623,260,918	4,797,159,783	6,420,420,701	-
Corporate sukuk certificates - having origi	6.4	50,000,000	-	50,000,000	-
		8,304,773,574	31,346,412,752	39,651,186,326	2,489,858,056

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

		Note	June 30, 2025			June 30, 2024
			Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
6	**INVESTMENTS**		---(Rupees)---			
	At fair value through profit or loss					
	Certificates of musharakah	6.1	1,900,000,000	9,400,000,000	11,300,000,000	340,000,000
	Government of Pakistan (GoP) - Ijarah Sukuks	6.2	2,402,721,500	4,913,091,500	7,315,813,000	3,846,470,000
	Letter of Placements	6.3	1,623,260,918	4,797,159,783	6,420,420,701	-
	Corporate sukuks	6.4	150,000,020	43,333,342	193,333,362	1,042,618,750
			6,075,982,438	19,153,584,625	25,229,567,063	5,229,088,750

6.1 Certificates of musharakah

FIFGP-I

Name of the investee company	Maturity date	Profit rate	Face value				Balance as at June 30, 2025			Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	net assets of the Fund	total investments of the Fund
			---Rupees---							--- % ---	
First Habib Modaraba (AA+, PACRA)	October 14, 2024	20.40%	-	900,000,000	900,000,000	-	-	-	-	-	-
OLP Modaraba (AA, PACRA)	October 31, 2024	19.78%	-	200,000,000	200,000,000	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	November 18, 2024	18.89%	-	200,000,000	200,000,000	-	-	-	-	-	-
OLP Modaraba (AA, PACRA)	November 21, 2024	21.75%	340,000,000		340,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA, PACRA)	November 22, 2024	13.50%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA, PACRA)	November 29, 2024	13.25%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	December 31, 2024	11.00%	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	January 15, 2025	15.90%	-	900,000,000	900,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 17, 2025	11.50%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	January 23, 2025	15.60%	-	200,000,000	200,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	January 28, 2025	11.55%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	January 28, 2025	11.60%	-	450,000,000	450,000,000	-	-	-	-	-	-
OLP Modaraba (AA, PACRA)	January 31, 2025	15.50%	-	275,000,000	275,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 03, 2025	11.15%	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 10, 2025	11.35%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 11, 2025	11.10%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 24, 2025	11.30%	-	750,000,000	750,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	February 25, 2025	11.30%	-	600,000,000	600,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 05, 2025	11.30%	-	1,425,000,000	1,425,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 11, 2025	11.30%	-	1,350,000,000	1,350,000,000	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	April 23, 2025	11.85%	-	200,000,000	200,000,000	-	-	-	-	-	-
OLP Modaraba (AA, PACRA)	April 30, 2025	11.90%	-	200,000,000	200,000,000	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	May 06, 2025	11.75%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
OLP Modaraba (AA, PACRA)	May 14, 2025	11.85%	-	350,000,000	350,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	May 30, 2025	11.25%	-	500,000,000	500,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 05, 2025	10.75%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 17, 2025	10.65%	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	July 04, 2025	10.60%	-	1,000,000,000	-	1,000,000,000	1,000,000,000	1,000,000,000	-	9.22	16.46
OLP Modaraba (AA, PACRA)	July 30, 2025	12.05%	-	200,000,000	-	200,000,000	200,000,000	200,000,000	-	1.84	3.29
OLP Modaraba (AA, PACRA)	August 15, 2025	11.46%	-	400,000,000	-	400,000,000	400,000,000	400,000,000	-	3.69	6.58
First Habib Modaraba (AA+, PACRA)	September 19, 2025	11.05%	-	300,000,000	-	300,000,000	300,000,000	300,000,000	-	2.77	4.94
Total as at June 30, 2025						1,900,000,000	1,900,000,000	1,900,000,000	-		
Total as at June 30, 2024						340,000,000	340,000,000	340,000,000	-		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

FIFGF - II

Name of the investee company	Maturity date	Profit rate	Face value: As at July 1, 2024	Face value: Purchased during the year	Face value: Matured during the year	Face value: As at June 30, 2025	Balance as at June 30, 2025: Carrying value	Balance as at June 30, 2025: Market value	Balance as at June 30, 2025: Unrealised appreciation	Market value as a percentage of: net assets of the Fund	Market value as a percentage of: total investments of the Fund
			---Rupees---							------ % ------	
First Habib Modaraba (AA+, PACRA)	November 18, 2024	18.89%	-	500,000,000	500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 04, 2025	11.30%	-	3,100,000,000	3,100,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA, PACRA)	March 05, 2025	11.30%	-	3,100,000,000	3,100,000,000	-	-	-	-	-	-
Faysal Bank Limited (AA, PACRA)	March 12, 2025	11.30%	-	3,100,000,000	3,100,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 14, 2025	11.05%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 17, 2025	11.35%	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 21, 2025	11.35%	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 25, 2025	11.30%	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 26, 2025	11.35%	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	March 27, 2025	11.60%	-	2,900,000,000	2,900,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	April 03, 2025	11.35%	-	2,300,000,000	2,300,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	May 30, 2025	11.25%	-	500,000,000	500,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 05, 2025	10.75%	-	5,000,000,000	5,000,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	June 13, 2025	10.70%	-	2,500,000,000	2,500,000,000	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	June 13, 2025	10.70%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 17, 2025	10.65%	-	5,800,000,000	5,800,000,000	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	June 20, 2025	10.65%	-	3,000,000,000	3,000,000,000	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	July 04, 2025	10.60%	-	4,000,000,000	-	4,000,000,000	4,000,000,000	4,000,000,000	-	10.98	20.88
Zarai Taraqiati Bank Limited (AAA, VIS)	July 04, 2025	10.70%	-	4,000,000,000	-	4,000,000,000	4,000,000,000	4,000,000,000	-	10.98	20.88
First Habib Modaraba (AA+, PACRA)	September 19, 2025	11.05%	-	1,200,000,000	-	1,200,000,000	1,200,000,000	1,200,000,000	-	3.29	6.27
OLP Modaraba (AA, PACRA)	September 19, 2025	11.05%	-	200,000,000	-	200,000,000	200,000,000	200,000,000	-	0.55	1.04
Total as at June 30, 2025						9,400,000,000	9,400,000,000	9,400,000,000	-		
Total as at June 30, 2024						-	-	-	-		

6.1.1 The nominal value of these certificate of musharakah is Rs 1,000,000 each.

6.1.2 The profit and principal of term musharakah certificates is receivable at maturity.

6.2 Government of Pakistan (GoP) - Ijarah Sukuks

FIFGP-I

Name of the security	Issue date	Maturity date	Profit rate	Face Value: As at July 1, 2024	Face Value: Purchased during the year	Face Value: Sold during the year	Face Value: As at June 30, 2025	Balance as at June 30, 2025: Carrying value	Balance as at June 30, 2025: Market value	Balance as at June 30, 2025: Unrealised appreciation	Market value as a percentage of: Net assets of the Fund	Market value as a percentage of: Total market value of investments
				(Rupees)							%	
GOP Ijarah Sukuk Certificates - GIS - XLVI - VRR	October 09, 2023	October 09, 2024	Weighted average 6 months T-Bills	-	450,000,000	450,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XLVI - VRR	October 09, 2023	October 09, 2024	Weighted average 6 months T-Bills	-	450,000,000	450,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XLVII - VRR	December 04, 2023	December 04, 2024	Weighted average 6 months T-Bills	-	1,425,000,000	1,425,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.84%	-	600,000,000	600,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	10.02%	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the security	Issue date	Maturity date	Profit rate	Face Value				Balance as at June 30, 2025			Market value as a percentage of	
				As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
				---------------------------- (Rupees) ----------------------------							--------- % ---------	
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	10.02%	-	300,000,000	300,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.93%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.52%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates XXI -VRR	May 29, 2020	May 29, 2025	Weighted average 6 months T-Bills	-	1,400,000,000	1,400,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates XXI -VRR	May 29, 2020	May 29, 2025	Weighted average 6 months T-Bills	-	760,000,000	760,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 27, 2025	Weighted average 6 months T-Bills	-	20,000,000,000	20,000,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates XXI -VRR	July 29, 2020	July 29, 2025	Weighted average 6 months T-Bills	-	800,000,000	800,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	August 16, 2024	August 15, 2025	Weighted average 6 months T-Bills	-	10,000,000,000	10,000,000,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XLI - VRR	December 04, 2023	December 04, 2026	Weighted average 6 months T-Bills	2,850,000,000	-	2,850,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XLVIII - VRR	December 04, 2023	December 04, 2026	Weighted average 6 months T-Bills	-	483,500,000	483,500,000	-	473,156,737	488,880,000	15,723,263	4.51	8.05
GOP Ijarah Sukuk Certificates - GIS - XLVIII - VRR	December 04, 2023	December 04, 2026	Weighted average 6 months T-Bills	-	1,045,000,000	1,045,000,000	-	197,087,801	202,681,500	5,593,699	1.87	3.34
GOP Ijarah Sukuk Certificates - GIS - XXV - VRR	April 27, 2022	April 27, 2027	Weighted average 6 months T-Bills	-	300,000,000	300,000,000	-	506,001,860	504,150,000	(1,851,860)	4.65	8.30
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.35%	-	25,000,000,000	25,000,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.59%	-	12,000,000,000	12,000,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.59%	-	20,000,000	20,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	September 18, 2024	September 18, 2027	11.35%	-	6,000,000,000	6,000,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	October 21, 2024	October 21, 2027	11.39%	-	10,000,000,000	10,000,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XXVI - VRR	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	-	1,550,000,000	1,550,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XXVI - VRR	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	-	750,000,000	750,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XXVI - VRR	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	-	800,000,000	800,000,000	-	-	-	-	-	-
GoP Ijarah Sukuk Certificates - XLII - VRR	December 04, 2023	December 04, 2028	Weighted average 6 months T-Bills	1,000,000,000	-	1,000,000,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XLIX - VRR	December 04, 2023	December 04, 2028	Weighted average 6 months T-Bills	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	September 18, 2024	September 18, 2029	11.52%	-	20,000,100,000	6,000,100,000	14,000,000,000	715,464,436	712,810,000	(2,654,436)	6.57	11.73
GOP IJARAH SUKUK - VRR	October 21, 2024	October 21, 2029	11.55%	-	9,600,000,000	-	9,600,000,000	-	-	-	-	-
GOP IJARAH SUKUK - VRR	October 21, 2024	October 21, 2029	11.55%	-	4,980,000,000	1,000,000,000	3,980,000,000	494,399,457	494,200,000	(199,456)	4.56	8.13
Total as at June 30, 2025								2,386,110,291	2,402,721,500	16,611,210		
Total as at June 30, 2024								3,838,935,000	3,846,470,000	7,535,000		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

FIFGP-II

Name of the security	Issue date	Maturity date	Profit rate	Face Value				Balance as at June 30, 2025			Market value as a percentage of	
				As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
				(Rupees)							%	
GOP Ijarah Sukuk Certificates - GIS - XLVI - VRR	October 09, 2023	October 09, 2024	16.23%	-	4,500	4,500	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XLVI - VRR	October 09, 2023	October 09, 2024	16.25%	-	4,600	4,600	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	10.08%	-	10,000	10,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.84%	-	10,000	10,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	10.02%	-	20,000	20,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	10.02%	-	4,000	4,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.93%	-	15,000	15,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS20	April 30, 2020	April 30, 2025	9.52%	-	10,000	10,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates GIS21	May 29, 2020	May 29, 2025	10.15%	-	14,750	14,750	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 27, 2025	Weighted average 6 months T-Bills	-	540,000	540,000	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XXI - VRR	July 29, 2020	July 29, 2025	10.19%	-	41,350	41,350	-	-	-	-	-	-
GOP Ijarah Sukuk Certificates - GIS - XXI - VRR	July 29, 2020	July 29, 2025	10.19%	-	4,900	4,900	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	August 16, 2024	August 15, 2025	Weighted average 6 months T-Bills	-	400,000	400,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	November 07, 2024	November 06, 2025	Weighted average 6 months T-Bills	-	500,000	373,000	127,000	612,925,087	613,981,500	1,056,413	1.69	3.21
GOP IJARAH SUKUK - VRR	November 07, 2024	November 06, 2025	Weighted average 6 months T-Bills	-	400,000	400,000	-	-	-	-		
GOP Ijarah Sukuk Certificates - GIS - XLVIII - VRR	December 04, 2023	December 04, 2026	20.38%	-	10,380	10,380	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.20%	-	600,000	600,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.96%	-	490,000	30,000	460,000	2,284,779,323	2,322,310,000	37,530,677	6.38	12.12
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2027	11.21%	-	400,000	-	400,000	1,976,283,784	1,976,800,000	516,216	5.43	10.32
GOP Ijarah Sukuk Certificates - GIS - XLVIII - VRR	December 04, 2023	December 04, 2028	20.76%	-	5,000	5,000	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	January 24, 2024	January 24, 2029	Weighted average 6 months T-Bills	-	127,400	127,400	-	-	-	-	-	-
GOP IJARAH SUKUK - VRR	June 28, 2024	June 28, 2029	10.30%	-	240,000	240,000	-	-	-	-	-	-
Total as at June 30, 2025							987,000	4,873,988,194	4,913,091,500	39,103,306		
Total as at June 30, 2024							-	-	-	-		

6.2.1 The nominal value of these Government of Pakistan (GoP) - Ijarah Sukuks is Rs 100,000 each.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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6.3 Letter of Placements

FIFGP-I

Name of the security	Maturity date	Profit Rate	Face value				Balance as at June 30, 2025			Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
			(Rupees)							%	
United Bank Limited (AAA, VIS)	January 31, 2025	13.40%	-	1,595,826,897	1,595,826,897	-	-	-	-	-	-
United Bank Limited (AAA, VIS)	July 25, 2025	11.68%	-	799,919,206	-	799,919,206	799,919,206	799,919,206	-	7.38	13.17
Habib Bank Limited (AAA, VIS)	February 20, 2025	13.50%	-	1,009,099,507	1,009,099,507	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	February 06, 2025	13.50%	-	772,174,305	772,174,305	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	February 06, 2025	13.50%	-	823,652,592	823,652,592	-	-	-	-	-	-
Askari Bank Limited (AA+, PACRA)	May 12, 2025	11.60%	-	1,042,368,986	1,042,368,986	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	November 11, 2024	16.60%	-	499,265,445	499,265,445	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	March 21, 2025	11.60%	-	1,439,616,602	1,439,616,602	-	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	August 06, 2025	10.75%	-	823,341,712	-	823,341,712	823,341,712	823,341,712	-	7.59	13.55
Zarai Taraqiati Bank Limited (AAA, VIS)	September 20, 2024	18.40%	-	489,802,438	489,802,438	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 04, 2025	12.00%	-	1,443,017,896	1,443,017,896	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	December 26, 2024	14.60%	-	1,546,867,972	1,546,867,972	-	-	-	-	-	-
Pakistan Mortgage Refinance Company (AAA, VIS)	April 18, 2025	11.58%	-	311,835,374	311,835,374	-	-	-	-	-	-
Pakistan Mortgage Refinance Company (AAA, VIS)	April 18, 2025	11.58%	-	623,700,748	623,700,748	-	-	-	-	-	-
Total as at June 30, 2025						1,623,260,918	1,623,260,918	1,623,260,918			
Total as at June 30, 2024						-	-	-			

FIFGP-II

Name of the security	Maturity date	Profit Rate	Face Value				Balance as at June 30, 2025			Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
			(Rupees)							%	
Pak Brunei Investment Company Limited (AA+, VIS)	April 28, 2025	11.60%	-	1,529,224,556	1,529,224,556	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	April 28, 2025	11.60%	-	1,569,938,630	1,569,938,630	-	-	-	-	-	-
First Habib Modaraba (AA+, PACRA)	May 13, 2025	11.60%	-	1,042,122,534	1,042,122,534	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	May 26, 2025	11.65%	-	1,047,072,205	1,047,072,205	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	May 12, 2025	11.60%	-	1,042,368,986	1,042,368,986	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

Name of the security	Maturity date	Profit Rate	Face Value				Balance as at June 30, 2025			Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
			(Rupees)							%	
Zarai Taraqiati Bank Limited (AAA, VIS)	August 27, 2025	10.78%	-	508,239,631	-	508,239,631	508,239,631	508,239,631	-	1.40	2.65
Faysal Bank Limited (AA+, VIS)	August 27, 2025	10.78%	-	4,288,920,152	-	4,288,920,152	4,288,920,152	4,288,920,152	-	11.77	22.39
Faysal Bank Limited (AA+, VIS)	September 20, 2024	18.45%	-	500,449,501	500,449,501	-	-	-	-	-	-
Habib Bank Limited (AAA, VIS)	September 20, 2024	18.40%	-	489,802,438	489,802,438	-	-	-	-	-	-
Meezan Bank Limited (AAA, VIS)	March 18, 2025	11.75%	-	417,577,529	417,577,529	-	-	-	-	-	-
Zarai Taraqiati Bank Limited (AAA, VIS)	March 18, 2025	11.75%	-	2,087,887,644	2,087,887,644	-	-	-	-	-	-
Total as at June 30, 2025						4,797,159,783	4,797,159,783	4,797,159,783			
Total as at June 30, 2024						-	-	-			

6.4 Corporate Sukuk

FIFGF-I

Name of the security	Profit rate	Maturity date	Face value per certificate (Rupees)	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Balance as at June 30, 2025			Percentage in relation to	
								Carrying value	Market value	Unrealised appreciation	Net assets of the Fund	Total market value of investments
				(Rupees)				(Rupees)			%	
AirLink Communication Limited PPSTS (A-1, PACRA)	6 months KIBOR plus base rate of 1.75%	September 18, 2023	1,000,000	100,000,000	-	100,000,000	-	-	-	-	-	-
AirLink Communication Limited PPSTS (A-1, PACRA)	6 months KIBOR plus base rate of 1.75%	September 18, 2024	1,000,000	-	200,000,000	200,000,000	-	-	-	-	-	-
Ismail Industries Limited - Sukuk Certificate	6 months KIBOR plus base rate of 0.15%	December 10, 2024	1,000,000	-	200,000,000	200,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited PPSTS (A1+, PACRA)	6 months KIBOR plus base rate of 0.15%	December 27, 2024	1,000,000	675,000,000	-	675,000,000		-	-	-	-	-
AirLink Communication Limited PPSTS (A-1, PACRA)	6 months KIBOR plus base rate of 1.75%	January 10, 2025	1,000,000	-	300,000,000	300,000,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited STS-6	6 months KIBOR plus base rate of 0.2%	January 15, 2025	1,000,000	-	800,000,000	800,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited Sukuk - 20	6 months KIBOR plus base rate of 0.15%	February 14, 2025	1,000,000	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Al-Karam Textile Mills (Pvt) Limited Sukuk 1 (A, VIS)	6 months KIBOR plus base rate of 1.00%	April 14, 2025	1,000,000	-	600,000,000	600,000,000	-	-	-	-	-	-
Citi Pharma Limited STS II	6 months KIBOR plus base rate of 0.80%	July 23, 2025	50,000,000	-	50,000,000	-	50,000,000	50,000,000	50,000,000	-	0.46	0.82
Hub Power Holdings Limited (AA, PACRA)	6 months KIBOR plus base rate of 0.25%	November 12, 2025	75,000	3,500,000,000		3,500,000,000	-	-	-	-	-	-
Hub Power Holdings Limited (AA, PACRA)	6 months KIBOR plus base rate of 0.25%	November 12, 2025	75,000	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
TPL Corp Limited - PP Sukuk (AA-, PACRA)	6 months KIBOR plus base rate of 0.15%	June 23, 2027	100,000	-	2,150,000,000		2,150,000,000	100,000,020	100,000,020	-	0.92	1.65
Total as at June 30, 2025								150,000,020	150,000,020	-		
Total as at June 30, 2024								1,042,569,400	1,042,618,750	49,350		

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FIFGF-II

Name of the security	Profit rate	Maturity date	Face value per certificate (Rupees)	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Balance as at June 30, 2025 Carrying value	Market value	Unrealised appreciation	Percentage in relation to Net assets of the Fund	Total market value of investments
				------------------ (Rupees) ------------------				------------------------ (Rupees) ------------------------			--------------- % ---------------	
Ismail Industries Limited Sukuks	6 months KIBOR plus base rate of 0.15%	December 10, 2024		-	200,000,000	200,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited Sukuk - 20	6 months KIBOR plus base rate of 0.15%	February 14, 2025		-	750,000,000	750,000,000	-	-	-	-	-	-
TPL Corp Limited - PP Sukuks (AA-, PACRA)	6 months KIBOR plus base rate of 0.15%	June 23, 2027		-	650,000,000	-	650,000,000	43,333,342	43,333,342	-	0.40	0.71
Total as at June 30, 2025								43,333,342	43,333,342	-		
Total as at June 30, 2024								-	-	-		

6.5 Unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit and loss' - net

	Note	June 30, 2025 Faysal Islamic Financial Growth Plan-I	June 30, 2025 Faysal Islamic Financial Growth Plan-II	June 30, 2025 Total	June 30, 2024 Faysal Islamic Financial Growth Plan-I
		----------------------------------(Rupees)----------------------------------			
Market value of investments	6.1, 6.2, 6.3 & 6.4	6,075,982,438	19,153,584,625	25,229,567,063	5,229,088,750
Less: carrying value of investments	6.1, 6.2, 6.3 & 6.4	6,059,371,227	19,114,481,319	25,173,852,546	(5,221,504,400)
		16,611,211	39,103,307	55,714,517	7,584,350

7 PROFIT RECEIVABLE

	June 30, 2025 Faysal Islamic Financial Growth Plan-I	June 30, 2025 Faysal Islamic Financial Growth Plan-II	June 30, 2025 Total	June 30, 2024 Faysal Islamic Financial Growth Plan-I
Profit receivable on:				
Certificates of musharakah	19,133,082	37,259,756	56,392,838	8,306,723
Government of Pakistan (GoP) - Ijarah Sukuks	49,539,486	2,003,322	51,542,808	59,808,791
Corporate sukuks	3,080,149	244,848	3,324,998	16,793,507
Letter of placements	30,558,832	49,588,175	80,147,007	-
Balances with banks	47,894,227	180,850,417	228,744,644	69,180,840
	150,205,777	269,946,519	420,152,295	154,089,861

7.1 This include profit receivable on balances with bank held with Faysal Bank Limited - a related party, of Rs. 42.225 million in Plan I (2024: Rs. 17.225 million) and Rs. 177.189 million in Plan II.

8 ADVANCES, DEPOSITS AND PREPAYMENTS

	Note	June 30, 2025 Faysal Islamic Financial Growth Plan-I	June 30, 2025 Faysal Islamic Financial Growth Plan-II	June 30, 2025 Total	June 30, 2024 Faysal Islamic Financial Growth Plan-I
		----------------------------------(Rupees)----------------------------------			
Security deposit with:					
Central Depository Company of Pakistan Limited (CDC)		100,000	100,000	200,000	100,000
National Clearing Company of Pakistan Limited (NCCPL)		5,000	-	5,000	10,000
		105,000	100,000	205,000	110,000
Prepayments		96,765	96,765	193,531	-
Advance tax	8.1	9,529,274	218,495	9,747,770	2,513,656
		9,731,039	415,260	10,146,301	2,623,656

8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 150 and 151. However, withholding tax on profit on savings accounts, sukuk certificates and islamic term deposit receipts paid to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide its letter C. no.1(43) DG (WHT)/2008-Vol.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on savings accounts and debt securities amounts to Rs. 9.529 million in Plan I (2024: Rs. 2.514 million) and Rs. 0.218 million in Plan II.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts and debt securities has been shown as advance tax under assets as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source is likely to be refunded.

9 PRELIMINARY EXPENSES AND FLOATATION COSTS	June 30, 2025			June 30, 2024
	Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
	(Rupees)			
Balance at beginning of the year / period	415,034	91,982	507,016	510,525
Less: amortisation during the year / period	(102,062)	(91,982)	(194,044)	(95,491)
At the end of the year / period	312,972	-	312,972	415,034

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over five years commencing from July 25, 2023 in accordance with the Trust Deed of the Fund and the NBFC Regulations.

10 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	June 30, 2025			June 30, 2024
		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
		(Rupees)			
Management fee payable	10.1	16,949,407	30,193,183	47,142,590	6,891,441
Sindh Sales Tax payable on management fee	10.2	2,542,411	4,531,148	7,073,559	895,887
Preliminary expenses and floatation costs payable	9	510,525	91,982	602,507	510,525
Sales load payable		1,093,524	7,956,120	9,049,644	828,886
		21,095,867	42,772,433	63,868,300	9,126,739

10.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at rates ranging from 0.07% to 2.00% per annum in plan I (2024: 0% to 0.09%) and 0.01% to 2.00% in plan II of the average annual net assets of the Fund during the period ended June 30, 2025. The remuneration is payable to the Management Company monthly in arrears.

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, introduced the management fee cap of 1.25% to be calculated on a per annum basis of the average daily net assets, applicable to an "Money Market Scheme". This revision is effective from July 1, 2025. As at June 30, 2025 the Fund is not subject to a management fee cap.

10.2 During the year / period, an amount of Rs. 32.278 million in Plan I (2024: Rs. 1.343 million) and Rs. 13.457 million in Plan II was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024:13%).

10.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of Nil in Plan I and Nil in Plan II (2024: 0.00% to 0.05%) per annum of the average annual net assets of the Fund during the period ended June 30, 2025 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

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

The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational charges to the Fund at rates of Nil in plan I and Nil in Plan II (2024: 0% to 0.55%) per annum of the average annual net assets of the Fund during the period ended June 30, 2025, subject to total expense charged being lower than actual expense incurred.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	Note	June 30, 2025			June 30, 2024
11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
		---(Rupees)---			
Trustee fee payable	11.1	632,815	2,299,678	2,932,494	459,306
Sindh Sales Tax on Trustee fee payable	11.2	98,128	346,416	444,544	59,710
		730,943	2,646,094	3,377,037	519,016

11.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% In Plan I and 0.075% in Plan II (2024: 0.075%) per annum of the average annual net assets of the Fund.

11.2 During the year / period, an amount of Rs. 1.404 million in Plan I (2024: Rs. 0.194 million) and Rs. 1.706 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%) per annum.

	Note	June 30, 2025			June 30, 2024
12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
		---(Rupees)---			
Fee payable	12.1	635,602	2,309,767	2,945,368	429,748

12.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% in Plan I and 0.075% in Plan II (2024: 0.095%) per annum of the daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	June 30, 2025			June 30, 2024
13 ACCRUED EXPENSES AND OTHER LIABILITIES	Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
	---(Rupees)---			
Auditors' remuneration payable	357,418	361,192	718,610	257,979
Legal and professional charges payable	193,860	58,894	252,755	122,078
Transaction charges payable	1,097,520	1,339,066	2,436,587	88,508
Witholding tax payable	2,934,758	4,277,997	7,212,755	926,917
Shariah advisory fee payable	74,999	75,000	150,000	160,877
Capital gain tax payable	97,265,724	93,679,695	190,945,419	12,146,137
	101,924,280	99,791,844	201,716,125	13,702,496

14 CONTINGENCIES AND COMMITMENTS

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

	Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
	For the year ended June 30, 2025	For the period from July 25, 2024 to June 30, 2025		For the year ended June 30, 2024
15 AUDITORS' REMUNERATION	---(Rupees)---			
Annual audit fee	204,000	204,000	408,000	140,000
Fee for half yearly review of condensed interim financial state	121,248	121,248	242,496	110,000
Fee for other certifications	132,404	116,457	248,861	85,000
Out of pocket expenses	19,385	21,266	40,651	20,469
	477,038	462,971	940,008	355,469
Sindh Sales Tax	38,163	37,038	75,201	28,438
	515,201	500,009	1,015,209	383,907

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16 TAXATION

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

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

17 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 2.17% in Plan I 0.78% in Plan II and (2024: 0.81%) which includes 0.35% in Plan I and 0.16% (2024: 0.14%) 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 a Money Market scheme.

During the year ended June 30, 2025, the SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit with effect from July 1, 2025. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 10.1 of these financial statements.

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

18.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

18.2 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 in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

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

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

Transactions during the year / period	Faysal Islamic Financial Growth Plan-I	Faysal Islamic Financial Growth Plan-II	Total	Faysal Islamic Financial Growth Plan-I
	For the year ended June 30, 2025	For the period from July 25, 2024 to June 30, 2025		For the year ended June 30, 2024
	(Rupees)			
Faysal Asset Management Limited - Management Company				
Remuneration of the Management Company	215,178,865	89,714,783	304,893,648	10,333,739
Sindh Sales Tax on remuneration of the Management Company	32,278,164	13,457,217	45,735,381	1,343,386
Allocated expenses	-	-	-	724,989
Selling and marketing expenses	-	-	-	719,724
Units issued: 1,696 (2024: 3,257,681) units - Plan I	178,795	-	178,795	346,797,566
Units Issued: 21,043,451 (2024: Nil) units - Plan II	-	2,177,923,729	2,177,923,729	-
Units redeemed: 31,491 (2024: 3,227,886) units-Plan I	3,498,242	-	3,498,242	310,790,949
Units redeemed: 21,043,451 (2024: Nil) units-Plan II	-	2,187,455,379	2,187,455,379	-
Dividend paid	-	-	-	4,818,987

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Transactions during the year / period	Faysal Islamic Financial Growth Plan-I For the year ended June 30, 2025	Faysal Islamic Financial Growth Plan-II For the period from July 25, 2024 to June 30, 2025	Total	Faysal Islamic Financial Growth Plan-I For the year ended June 30, 2024
	--(Rupees)--			
Faysal Bank Limited - Group Company				
Profit on balances with bank	259,472,953	1,345,181,036	1,604,653,989	66,821,475
Bank charges	35,956	13,368	49,324	9,348
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	9,341,828	11,375,324	20,717,152	1,490,984
Sindh Sales Tax on remuneration of the Trustee	1,404,249	1,706,250	3,110,499	193,828
Unit holders holding 10% or more units of the Fund				
Units issued: 151,247,356 (2024: 88,934,384) units-Plan I	11,320,528,470	-	11,320,528,470	9,169,042,945
Units issued: 364,248,619 (2024: Nil) units-Plan II	-	37,522,491,349	37,522,491,349	-
Units redeemed: 128,111,155 (2024: 63,082,191) units-Plan I	13,793,366,966	-	13,793,366,966	6,586,987,803
Units redeemed: 325,375,832 (2024: Nil) units-Plan II	-	33,425,819,462	33,425,819,462	-
Dividend reinvested 579,666 units-Plan II	-	57,996,558	57,996,558	-
Dividend paid	-	-	-	35,629
Directors, their close family members and Key Management Personnel of the Management Company				
Units issued: 31,852 (2024: 176,025) units-Plan I	986,180	-	986,180	17,805,987
Units issued: 163,233 (2024: Nil) units-Plan II	-	16,467,823	16,467,823	-
Units redeemed: 78,809 (2024: 124,664) units-Plan I	8,187,519	-	8,187,519	12,757,360
Units redeemed: 138,160 (2024: Nil) units-Plan II	-	13,947,054	13,947,054	-

Amounts / balances outstanding as at year / period end	Faysal Islamic Financial Growth Plan-I For the year ended June 30, 2025	Faysal Islamic Financial Growth Plan-II For the period from July 25, 2024 to June 30, 2025	Total	Faysal Islamic Financial Growth Plan-I For the year ended June 30, 2024
	--(Rupees)--			
Faysal Asset Management Limited - Management Company				
Management fee payable	16,949,407	30,193,183	47,142,590	6,891,441
Sindh Sales Tax payable on management fee	2,542,411	4,531,148	7,073,559	895,887
Preliminary expenses and floatation costs payable	510,525	91,982	602,507	510,525
Sales load payable	1,093,524	7,956,120	9,049,644	828,886
Units in issue: Nil (2024: 29,795) units-Plan I	-		-	2,987,247
Units in issue: Nil (2024: Nil) units-Plan II	-	-	-	-
Faysal Bank Limited - Group Company				
Balance with bank	3,731,214,989	9,150,069,274	12,881,284,263	264,116,578
Profit receivable on balance with bank	42,225,728	177,189,991	219,415,720	17,225,086
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable	632,815	2,299,678	2,932,494	459,306
Sindh Sales Tax payable on remuneration of the Trustee	98,128	346,416	444,544	59,710
Security deposit	100,000	100,000	200,000	100,000
Directors, their close family members and Key Management Personnel of the Management Company				
Units in issue: 4,404 (2024: 51,361) units-Plan I	442,438	-	442,438	5,149,454
Units in issue: 25,073 (2024: Nil) units-Plan II	-	2,510,274	2,510,274	-
Unit holders holding 10% or more) units of the Fund				
Units Outstanding: 45,985,575 (2024: 25,852,193) units-Plan I	4,619,839,624	-	4,619,839,624	2,591,940,870
Units Outstanding: 39,452,752 (2024: Nil) units-Plan II	-	3,949,954,296	3,949,954,296	-

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19 FINANCIAL INSTRUMENTS BY CATEGORY

	June 30, 2025				
	Plan I		Plan II		
	At amortised cost	At fair value through profit or loss	At amortised cost	At fair value through profit or loss	Total
	Rupees				
Financial assets					
Balances with banks	4,731,512,656	-	17,149,252,969	-	21,880,765,625
Investments	-	6,075,982,438	-	19,153,584,625	25,229,567,063
Advances, deposits and prepayments	9,731,039	-	415,260	-	10,146,299
Profit receivable	150,205,777	-	269,946,519	-	420,152,295
	4,891,449,472	6,075,982,438	17,419,614,747	19,153,584,625	47,540,631,282
Financial liabilities					
Payable to Faysal Asset Management Limited - Management Company	21,095,867	-	42,772,433	-	63,868,300
Payable to Central Depository Company of Pakistan Limited - Trustee	730,943	-	2,646,094	-	3,377,037
Payable against redemption and conversion of units	-	-	-	-	-
Accrued expenses and other liabilities	1,723,798	-	1,834,153	-	3,557,951
	23,550,608	-	47,252,680	-	70,803,288

	June 30, 2024				
	Plan I		Plan II		
	At amortised cost	At fair value through profit or loss	At amortised cost	At fair value through profit or loss	Total
	Rupees				
Financial assets					
Balances with banks	2,489,858,056	-	-	-	2,489,858,056
Investments	-	5,229,088,750	-	-	5,229,088,750
Advances, deposits and prepayments	2,623,656	-	-	-	2,623,656
Profit receivable	154,089,861	-	-	-	154,089,861
	2,646,571,573	5,229,088,750	-	-	7,875,660,323
Financial liabilities					
Payable to Faysal Asset Management Limited - Management Company	9,126,739	-	-	-	9,126,739
Payable to Central Depository Company of Pakistan Limited - Trustee	519,016	-	-	-	519,016
Payable against redemption and conversion of units	6,430,577	-	-	-	6,430,577
Accrued expenses and other liabilities	629,442	-	-	-	629,442
	16,705,774	-			16,705,774

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

20.1 Market risk

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

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

(i) 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 yield / profit rates. As of June 30, 2025, the Fund is exposed to such risk on its balances with banks, Corporate sukuks, Government of Pakistan (GoP) - Ijarah Sukuks, Letter of placements and certificates of musharakah. 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

The Fund's yield / profit rate risk arises from the balances with banks, Corporate sukuks and Government of Pakistan (GoP) - Ijarah Sukuks. At June 30, 2025, if there had been increase / decrease of 100 basis points in interest rates, with all other variables held constant, net assets of the Fund for the year then ended would have been higher / lower by Rs. 89.075 million in Plan - I (2024: Rs. 73.789 million) and Rs. 269.028 million in Plan - II.

b) Sensitivity analysis for fixed rate instruments

As at June 30, 2025, the Fund holds Certificates of musharakah and letter of placements which the expose the Fund to fair value 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 period and net assets of the Fund would have been higher / lower by Rs. 19.000 million (2024: Rs. 3.400 million) in Plan - I and Rs. 94.000 million in Plan - II.

The composition of the Fund's investment portfolio and yield / 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 yield / 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 instruments is based on the settlement date.

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

PLAN I

	---------- June 30, 2025 ----------					
	Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		---------- Rupees ----------				
Financial assets						
Balances with banks	5% to 12%	4,731,512,656	-	-	-	4,731,512,656
Investments	10.60% to 21.75%	3,523,260,918	2,552,721,520	-	-	6,075,982,438
Profit receivable		-	-	-	150,205,777	150,205,777
Advances, deposits and prepayments		-	-	-	9,731,039	9,731,039
		8,254,773,574	2,552,721,520	-	159,936,816	10,967,431,910
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	21,095,867	21,095,867
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	730,943	730,943
conversion of units		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	1,723,798	1,723,798
		-	-	-	23,550,608	23,550,608
On-balance sheet gap (a)		8,254,773,574	2,552,721,520	-	136,386,208	10,943,881,302
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		8,254,773,574	2,552,721,520	-		
Cumulative profit rate sensitivity gap		8,254,773,574	10,807,495,094	10,807,495,094		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

PLAN II

	June 30, 2025					
	Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	5% to 12%	17,149,252,969	-	-	-	17,149,252,969
Investments	10.60% to 20.76%	14,197,159,783	4,956,424,842	-	-	19,153,584,625
Profit receivable		-	-	-	269,946,519	269,946,519
Advances, deposits and prepayments		-	-	-	415,260	415,260
		31,346,412,752	4,956,424,842	-	270,361,779	36,573,199,372
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	42,772,433	42,772,433
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	2,646,094	2,646,094
conversion of units		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	1,834,153	1,834,153
		-	-	-	47,252,680	47,252,680
On-balance sheet gap (a)		31,346,412,752	4,956,424,842	-	223,109,099	36,525,946,692
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		31,346,412,752	4,956,424,842	-		
Cumulative profit rate sensitivity gap		31,346,412,752	36,302,837,594	36,302,837,594		

	June 30, 2024					
	Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		Rupees				
Financial assets						
Balances with banks	18.50% - 21.75%	2,489,858,056	-	-	-	2,489,858,056
Investments	20.29% - 24.08%	100,000,000	5,129,088,750	-	-	5,229,088,750
Profit receivable		-	-	-	154,089,861	154,089,861
Advances, deposits and prepayments		-	-	-	2,623,656	2,623,656
		2,589,858,056	5,129,088,750	-	156,713,517	7,875,660,323
Financial liabilities						
Payable to Faysal Asset Management Limited - Management Company		-	-	-	9,126,739	9,126,739
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	519,016	519,016
Payable against redemption and conversion of units		-	-	-	6,430,577	6,430,577
Accrued expenses and other liabilities		-	-	-	629,442	629,442
		-	-	-	16,705,774	16,705,774
On-balance sheet gap (a)		2,589,858,056	5,129,088,750	-	140,007,743	7,858,954,549
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		2,589,858,056	5,129,088,750	-		
Cumulative profit rate sensitivity gap		2,589,858,056	7,718,946,806	7,718,946,806		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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(ii) Currency risk

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

(iii) Price risk

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

Equity price risk is a 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 at at June 30, 2025 and hence, is not exposed to price risk.

20.2 Liquidity risk

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

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

As per the NBFC Regulations the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any 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 dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

Plan I

	June 30, 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	4,731,512,656	-	-	-	-	-	4,731,512,656
Investments	2,049,919,206	1,523,341,712	-	2,502,721,520	-	-	6,075,982,438
Advances, deposits and prepayments	9,626,039	-	-	-	-	105,000	9,731,039
Profit receivable	79,736,742	20,515,992	-	49,953,043	-	-	150,205,777
	6,870,794,643	1,543,857,704	-	2,552,674,563	-	105,000	10,967,431,910
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	21,095,867	-	-	-	-	-	21,095,867
Payable to Central Depository Company of Pakistan Limited - Trustee	730,943	-	-	-	-	-	730,943
Payable against redemption and conversion of units	-	-	-	-	-	-	-
Accrued expenses and other liabilities	1,366,380	357,418	-	-	-	-	1,723,798
	23,193,190	357,418	-	-	-	-	23,550,608
Net financial assets	6,847,601,453	1,543,500,286	-	2,552,674,563	-	105,000	10,943,881,302

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Plan II

	June 30, 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	17,149,252,969	-	-	-	-	-	17,149,252,969
Investments	8,000,000,000	6,197,159,783	613,981,500	4,342,443,342	-	-	19,153,584,625
Advances, deposits and prepayments	315,260	-	-	-	-	100,000	415,260
Profit receivable	212,225,759	55,589,291	-	2,131,468	-	-	269,946,519
	25,361,793,988	6,252,749,074	613,981,500	4,344,574,810	-	100,000	36,573,199,372
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	42,772,433	-	-	-	-	-	42,772,433
Payable to Central Depository Company of Pakistan Limited - Trustee	2,646,094	-	-	-	-	-	2,646,094
Payable against redemption and conversion of units	-	-	-	-	-	-	-
Accrued expenses and other liabilities	54,068	361,192	-	-	-	-	415,260
	45,472,595	361,192	-	-	-	-	45,833,787
Net financial assets	25,316,321,393	6,252,387,882	613,981,500	4,344,574,810	-	100,000	36,527,365,585

Plan I

	June 30, 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	2,489,858,056	-	-	-	-	-	2,489,858,056
Investments	-	100,000,000	1,193,412,500	3,935,676,250	-	-	5,229,088,750
Deposits and profit receivable	69,180,840	-	84,909,021	-	-	110,000	154,199,861
	2,559,038,896	100,000,000	1,278,321,521	3,935,676,250	-	110,000	7,873,146,667
Financial liabilities							
Payable to Faysal Asset Management Limited - Management Company	9,126,739	-	-	-	-	-	9,126,739
Payable to Central Depository Company of Pakistan Limited - Trustee	519,016	-	-	-	-	-	519,016
Payable against redemption and conversion of units	6,430,577	-	-	-	-	-	6,430,577
Accrued expenses and other liabilities	371,463	257,979	-	-	-	-	629,442
	16,447,795	257,979	-	-	-	-	16,705,774
Net financial assets	2,542,591,101	99,742,021	1,278,321,521	3,935,676,250	-	110,000	7,856,440,893

20.3 Credit risk

20.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

	June 30, 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
	Plan I		Plan II	
	Rupees			
Balances with banks	4,731,512,656	4,731,512,656	17,149,252,969	17,149,252,969
Investments	6,075,982,438	3,673,260,938	19,153,584,625	14,240,493,125
Advances, deposits and prepayments	9,731,039	201,765	415,260	196,765
Profit receivable	150,205,777	100,666,291	269,946,519	267,943,197
	10,967,431,910	8,505,641,650	36,573,199,373	31,657,886,056

	June 30, 2024			
	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
	Plan I		Plan II	
	Rupees			
Balances with banks	2,489,858,056	2,489,858,056	-	-
Investments	5,229,088,750	1,382,618,750	-	-
Advances, deposits and prepayments	110,000	110,000	-	-
Profit receivable	154,089,861	94,281,070	-	-
	7,873,146,667	3,872,586,806	-	-

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

20.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its balances with banks, investment in Certificates of musharakah, letter of placements, Corporate sukuks and profit accrued thereon. The credit rating profile of balances with banks, Certificates of musharakah, letter of placements, Corporate sukuks and its accrued profit is as follows:

	2025	2025	2025	2024
	% of financial assets exposed to credit risk	% of financial assets exposed to credit risk	Total	% of financial assets exposed to credit risk
	Plan - I	Plan - II		Plan - I
Balances with banks and profit accrued thereon				
AAA	0.00%	40.41%	40.41%	28.85%
AA	20.93%	5.77%	26.71%	3.44%
AA+	78.95%	53.82%	132.77%	0.00%
A+	0.11%	0.00%	0.11%	0.00%

Ratings of outstanding investments have been disclosed in related notes to the financial statements. Since, the assets of the Fund are held with credit worthy counterparties, therefore any significant credit risk is mitigated.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

20.3.2.1 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 are unsecured and are not impaired.

21 FAIR VALUE MEASUREMENT

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

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the 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.

21.1 Fair value hierarchy

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

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

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

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

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

ASSETS - Plan I	2025			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	(Rupees)			
Certificates of musharakah *	-	1,900,000,000	-	1,900,000,000
Government of Pakistan (GoP) - Ijarah Sukuks	-	2,402,721,500	-	2,402,721,500
Letter of Placements	-	1,623,260,918	-	1,623,260,918
Corporate sukuks	-	150,000,020	-	150,000,020
	-	6,075,982,438	-	6,075,982,438

ASSETS - Plan II	2025			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	(Rupees)			
Certificates of musharakah *	-	1,900,000,000	-	1,900,000,000
Government of Pakistan (GoP) - Ijarah Sukuks	-	4,913,091,500	-	4,913,091,500
Letter of Placements	-	4,797,159,783	-	4,797,159,783
Corporate sukuks	-	43,333,342	-	43,333,342
	-	11,653,584,625	-	11,653,584,625

ASSETS - Plan I	2024			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	(Rupees)			
Certificates of musharakah *	-	340,000,000	-	340,000,000
Government of Pakistan (GoP) - Ijarah Sukuks	-	3,846,470,000	-	3,846,470,000
Corporate sukuks	-	1,042,618,750	-	1,042,618,750
	-	5,229,088,750	-	5,229,088,750

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2025

22 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

23 UNIT HOLDING PATTERN OF THE FUND

Category	2025				
	Plan - I		Plan - II		
	Number of unit holders	Number of units held	Number of unit holders	Number of units held	Percentage of total
Individuals	271	87,256,800	480	234,935,894	68.30%
Associated company	-	-	-	-	0.00%
Other corporates	14	16,912,023	37	122,220,267	29.49%
Retirement Funds	11	3,765,273	11	5,777,658	2.02%
Insurance Companies	-	-	1	891,362	0.19%
	296	107,934,097	529	363,825,181	100.00%

Category	2024				
	Number of unit holders	Number of units held	Number of unit holders	Number of units held	Percentage of total
Individuals	114	74,025,557	-	-	94.59%
Associated company	1	29,795	-	-	0.04%
Other corporates	4	1,034,047	-	-	1.32%
Retirement Funds	8	3,167,449	-	-	4.05%
Insurance Companies	-	-	-	-	0.00%
	127	78,256,848	-	-	100.00%

24 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2025 Faysal Islamic Financial Growth Plan-I	2025 Faysal Islamic Financial Growth Plan-II	Total Total	2024 Faysal Islamic Financial Growth Plan-I
JS Global Capital Limited	14.69%	29.86%	44.55%	100.00%
Next Capital Limited	28.97%	13.44%	42.42%	-
Arif Habib Limited	1.23%	0.63%	1.86%	-
BMA Capital Management Ltd.	41.93%	50.44%	92.37%	-
Continental Exchange (Pvt.) Limited	0.04%	0.09%	0.13%	-
Bright Capital (Pvt.) Limited	10.06%	0.00%	10.06%	-
Magenta Capital (Pvt.) Ltd.	0.00%	0.00%	0.00%	-
C&M Management (Pvt) Limited	1.83%	2.85%	4.68%	-
Alfalah Securities (Private) Limited	1.18%	0.00%	1.18%	-
Currency Markets Associates (Pvt) Limited	0.05%	2.69%	2.74%	-
	100%	100%		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For The Year Ended June 30, 2025

25 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Nadir Rahman	Chief Executive Officer	BS (Economics)	Over 34 Years
Mr. Omer Bin Javaid	Deputy Chief Executive Officer	MBA	Over 26 Years
Mr. Muhammad Imran	Chief Investment Officer	MBA	Over 23 Years
Mr. Nafees Imtiaz Malik	Chief Innovation and Product Officer	MBA	Over 13 Years
Syed Shahid Iqbal	Head of Fixed Income	B.Com	Over 33 Years
Mr. Salman Muslim	Chief Financial Officer and Company Secretary	FCA	Over 19 Years
Syed Noman Ahmed	Head of Equity	MBA Finance	Over 15 Years
Mr. Mustajab Alam	Fund Manager	MBA Finance	Over 12 Years
Syed Eunas Viqar	Chief Compliance and Risk officer	ACCA	Over 17 Years
Mr. Abdul Basit	Unit Head - Risk Management	MBA	Over 9 Years
Ms. Sarah Rehman	Head of Research	MBA (Finance), CFA	Over 9 Years

26 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other funds managed by the Fund manager
Syed Shahid Iqbal	Fund Manager	Bachelors in Commerce	Faysal Islamic Savings Growth Fund, Faysal Islamic Asset Allocation Fund, Faysal Halal Amdani Fund, Faysal Islamic Special Income Fund, Faysal Islamic Financial Planning Fund II, Faysal Islamic Sovereign Fund, Faysal Islamic Financial Growth Fund and Faysal Islamic Mustakil Munafa Fund

27 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of directors	Designation	Attended meeting held on					
		August 22, 2024	October, 18 2024	February 12 2025	April 17, 2025	May 12, 2025	May 30, 2025
Mr. Yousaf Hussain	Director	Yes	Yes	Yes	Yes	Yes	Yes
Syed Majid Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ali Waqar	Director	Yes	No	Yes	Yes	Yes	Yes
Mrs. Samia Zuberi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman	Chief Executive Officer	Yes	No	Yes	Yes	Yes	Yes

28 GENERAL

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

29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

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

SUPPLEMENTARY NON FINANCIAL INFORMATION
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PERFORMANCE TABLE

	FIFGF (FIFGP-I) June 30, 2025 (Rupees)	FIFGF (FIFGP-I) June 30, 2024 (Rupees)	FIFGF (FIFGP-II) June 30, 2025 (Rupees)
Net assets	10,843,358,190	7,845,866,781	36,425,679,235
Net assets value per unit	100.4628	100.26	100.1186
Offer price per unit	102.7734	102.53	103.5727
Repurchase price per unit	100.4628	100.26	100.1186
Highest offer price per unit	116.508	116.714	112.6102
Highest repurchase price per unit	113.8885	114.1345	108.8547
Lowest offer price per unit	102.566	102.191	100.00
Lowest repurchase price per unit	100.26	99.9325	100.00
Total return:	13.80%	20.92%	14.73%
- capital growth	0.19%	2.37%	12.45%
- income distribution	13.61%	18.55%	2.28%
Average annual return:			
FIFGP-I (Launch date: July 25, 2023)			
FIFGP-II (Launch date: Aug 06, 2024)			
- one year	13.80%	20.92%	14.73%
two year	17.36%		
Distribution per unit:			
- Interim distribution (% per unit)	13.61%	18.55%	2.28%
- Final distribution (% per unit)*			
	13.61%	18.55%	2.28%

* Announced on 23 & 26 June 2025

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

(ii) MEETINGS OF THE AUDIT COMMITTEE

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On			
		20-Aug-24	17-Oct-24	11-Feb-25	15-Apr-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes	Yes
Mian Salman Ali	Member	Yes	Yes	Yes	Yes

(iii) MEETINGS OF THE HUMAN REOUSRCE AND REMUNERATION COMMITTEE

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		20-Aug-24	31-Dec-24	26-Feb-25
Mrs. Samia Zuberi	Chairperson	Yes	Yes	Yes
Mr. Yousaf Hussain	Member	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes

(iv) MEETINGS OF THE BOARD RISK MANAGEMENT COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Risk Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mian Salman Ali	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Ali Waqar	Member	Yes	Yes	Yes
Mr. Ehsen Zafar Puri	Member	Yes	Yes	Yes

(v) MEETINGS OF THE BOARD STRATEGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Strategy Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On
		20-Jan-25
Mr. Yousaf Hussain	Chairman	Yes
Syed Majid Ali	Member	Yes
Mian Salman Ali	Member	Yes
Mr. Ehsen Zafar Puri	Member	Yes

(vi) MEETINGS OF THE BOARD TECHNOLOGY COMMITTEE

Following is the analysis of the attendance in the meetings of the Board Technology Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On		
		21-Aug-24	12-Feb-25	16-Apr-25
Mr. Ehsen Zafar Puri	Chairman	Yes	Yes	Yes
Syed Majid Ali	Member	Yes	Yes	Yes
Mr. Nadir Rahman	Member	Yes	Yes	Yes

(vii) MEETINGS OF THE SHARIAH BOARD COMMITTEE

Following is the analysis of the attendance in the meetings of the Shariah Board Committee of the Management Company during the year:

Name of Directors	Designation	Attended Meetings Held On	
		30-Dec-24	27-Jun-25
Mufti Muhammad Mohib-ul-Haq	Chairman	Yes	Yes
Mufti Muhammad Najeeb Khan	Member	Yes	Yes
Muhammad Faisal Shaikh	Member	Yes	Yes
Mufti Abdul Zahid Farooqui	Shariah Advisor	Yes	Yes
Mufti Abdul Basit	Shariah Advisor	Yes	Yes

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
F 92 21 38657800

Lahore
T 92 42 35785558
F 92 42 35755196

Islamabad
T 92 51 2605721 / 23
F 92 51 2275252

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