



MCB FUNDS
Investments for Life

ANNUAL REPORT 2026

Funds Under Management of
MCB Investment Management Limited



PAKISTAN CAPITAL MARKET FUND

TABLE OF CONTENTS

1	Fund's Information	525
2	Report of the Director of the Management Company	526
3	Report of the Fund Manager	542
4	Trustee Report to the Unit Holders	544
5	Independent Auditor's Report to the Unit Holders	546
6	Statement of Assets and Liabilities	548
7	Income Statement	549
8	Statement of Other Comprehensive Income	550
9	Statement of Movement in Unit Holder's Fund	551
10	Cash Flow Statement	552
11	Notes to and Forming Part of the Financial Statements	553
12	Pattern of Units Holding by Size	584
13	Performance Table	585
14	Proxy Issued by Fund	586

FUND'S INFORMATION

Management Company	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Muhammad Nauman Chughtai Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Ms. Sadia Muzaffar Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Ms. Sadia Muzaffar Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah Mr. Muhammad Nauman Chughtai	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Ms. Sadia Muzaffar Mr. Khawaja Khalil Shah	Member Member Member Member
IT & Digital Risk Management Committee	Ms. Mavra Adil Khan Mr. Ahmed Jahangir Mr. Khawaja Khalil Shah Mr. Syed Sohail Ahmed Mr. Shabbir Hussain Mr. Muhammad Arsalan Mr. Raheel Iqbal (CISO)	Chairman Member Member Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating & Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary & Financial Controller	Mr. Muhammad Rehan Khan	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
Bankers	MCB Bank Limited Habib Metropolitan Bank Limited United Bank Limited Allied Bank Limited	Standard Chartered Bank Limited Zarai Traqiati Bank Limited Bank Al Habib Limited Faysal Bank Limited
Auditors	BDO Ebrahim & Co. Chartered Accountants 2nd Floor, Block-C, Lakson Square, Building No.1 Sarwar Shaheed Road, Karachi	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Pakistan Capital Market Fund's** accounts review for the year ended June 30, 2026.

Economy Review

The country posted a current account deficit of USD 139 million in fiscal year 2026 (FY26) compared to a surplus of USD 1,838 million in the corresponding period last year. Trade Deficit increased by 25.4% YoY as exports declined by 4.6% while imports increased by 9.0%. The remittances inflows grew at a healthy rate of 8.6% to USD 41.6 billion. The country's external position remained robust as SBP's foreign exchange reserves increased to around USD 18.4 billion compared to USD 14.5 billion at the end of the last fiscal year. The local currency depicted strength against the greenback as the USD/PKR appreciated by 2.0% to 278.2 during the period.

Headline inflation, as measured by the Consumer Price Index, averaged 7.0% during FY26, compared with 4.5% in the previous year. The acceleration was primarily driven by higher global oil prices, which translated into increased domestic fuel prices and generated broader second-round inflationary pressures across transportation, energy-intensive goods, and other components of the consumer basket.

Pakistan's provisional GDP growth clocked at 3.7% in FY26 with Agricultural, Industrial and Services sectors increasing by 2.9%, 3.5% and 4.1% respectively. On the fiscal front, FBR tax collection increased by 10.7% during FY26 to PKR 13,004 billion, exceeding the twice downward-revised target by PKR 21 billion. Meanwhile, the fiscal deficit narrowed substantially to PKR 3,778 billion (3.0% of GDP) from PKR 6,168 billion (5.4% of GDP) in the previous year. This marked improvement was primarily supported by lower financing costs, stronger revenue mobilization, and continued fiscal discipline.

Equity Market Review

Pakistan equities delivered another strong year in FY26, with the KSE-100 Index gaining 43.5% to close at 180,302 points, marking a third consecutive year of positive returns. The market's performance was supported by continued improvement in macroeconomic conditions, including stronger foreign exchange reserves, progress under the IMF programme, sovereign credit-rating upgrades and a more supportive monetary backdrop. Investor confidence was further reinforced by improving external relations, renewed foreign investment interest, progress on circular debt resolution and resilient corporate earnings across key sectors. These developments drove the index to an all-time high of 189,167 points in January 2026.

The second half of the year was, however, characterised by elevated volatility. Escalating tensions between the US and Iran pushed international oil prices to around USD 120 per barrel, raising concerns over inflation, the external account and the domestic interest-rate outlook. This triggered a sharp market correction during February and March. Sentiment subsequently improved during the final quarter as geopolitical tensions eased, oil prices moderated and the market reassessed the underlying strength of Pakistan's macroeconomic and corporate fundamentals. The recovery was further supported by IMF approval of USD 1.3 billion under the

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

EFF and RSF programmes, the successful issuance of Pakistan's inaugural USD 250 million Panda Bond and a market-friendly FY27 Federal Budget. As a result, the KSE-100 recovered strongly through April, May and June, ending FY26 close to its record high despite significant interim volatility.

During FY26, foreign investors, insurance companies, and banks were major net sellers, with outflows of USD 847.7 million, USD 242.7 million, and USD 177.1 million, respectively. This selling was mainly absorbed by companies, mutual funds, and individuals, with inflows of USD 587.5 million, USD 406.8 million, and USD 330.1 million, respectively. On the activity front, average trading volumes for the KSE-All Index increased to 910.9 million shares, compared to about 618.4 million shares in FY25. Meanwhile, average trading value during the period increased by 54.7% over the last year to USD 151.8 million.

Banks, Fertilizer, and E&P sectors were the major contributors to the index rally, adding 21,612, 7,748, and 6,151 points, respectively. Attractive dividend yields and valuations garnered investor interest in the Banking and Fertilizer sectors, while the E&P sector also remained in the limelight due to the one-off PKR 1.2trn disbursement by the GoP under the circular debt clearance plan and rising oil prices.

FUND PERFORMANCE

During the period under review, the fund posted a return of 36.01% compared to the return of 30.71% posted by the benchmark.

On the equities front, the overall allocation stood at 66.6%. The exposure was mainly held in Commercial Banks and Oil & Gas Exploration Companies. On the fixed income side, the fund maintained its exposure towards cash to benefit from attractive rates offered by banks.

The Net Assets of the Fund as at June 30, 2026 stood at Rs. 992 million as compared to Rs. 750 million as at June 30, 2025 registering an increase of 32.26%.

The Net Asset Value (NAV) per unit as at June 30, 2026 was Rs. 31.26 as compared to opening NAV of Rs. 23.80 per unit as at June 30, 2025 showing an increase of Rs. 7.46 per unit.

Economy & Market – Future Outlook

The renewed escalation in the Iran-US conflict has triggered a sharp increase in global oil prices, with Brent crude trading at around USD 100 per barrel at the time of writing amid concerns over potential supply disruptions through the Strait of Hormuz and the Bab al-Mandab Strait. This has immediate macroeconomic implications, particularly for oil-importing economies like Pakistan, as higher oil prices raise the import bill, fuel inflation, and exert pressure on the currency. However, the situation remains highly fluid, with outcomes dependent on the duration and intensity of the conflict. If tensions do not escalate further, the impact on macros is likely to remain manageable, but a prolonged conflict could keep oil prices elevated and pose additional risks to inflation, external balances, and overall economic stability.

Given the increase in global oil prices and refinery margins, we now expect Pakistan's current account deficit to widen to approximately USD 2.5 billion, or 0.5% of GDP, in FY27, compared with USD 139 million, or 0.03% of GDP, in FY26. Elevated oil prices remain the key downside

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

risk to the external account. Based on our estimates, every USD 10 per barrel increase above our base-case oil price assumption of USD 80 per barrel could add approximately USD 2.0 billion to the import bill and, by extension, the current account deficit. Nevertheless, the continuation of the IMF program remains an important source of external stability, as it should facilitate Pakistan's access to multilateral, bilateral and commercial financing. Pakistan's continued geopolitical relevance may also support additional inflows from friendly countries. In this regard, Saudi Arabia has recently provided an additional USD 3.0 billion in deposits and extended its existing USD 5.0 billion facility for a further three years. The currency outlook will remain closely linked to the trajectory of international oil prices, external financing flows and broader geopolitical conditions. Under our base case, we have assumed approximately 5.0% depreciation in the Pakistani rupee and expect the USD/PKR exchange rate to close at around 292 by June 2027.

Higher international oil prices, together with corresponding adjustments in domestic fuel prices, are also expected to keep inflationary pressures elevated in the near term. We now project average CPI inflation of approximately 8.4% in FY27, compared with 7.0% in FY26. On the growth front, GDP is expected to expand by between 3.5% and 4.0% in FY27, although any further escalation in the Middle East conflict would pose a downside risk to this forecast. On the fiscal front, we expect the fiscal deficit to normalize to 3.6% of GDP in FY27 compared to 3.0% GDP in FY26. Fiscal deficit is expected to remain contained due to IMF strict requirement to generate a primary surplus of PKR 2.8 trillion (2.0% of GDP).

The Monetary Policy Committee increased the policy rate by 100 basis points to 11.5% at its April 2026 meeting, following an extended period of monetary easing, and subsequently maintained the rate at its June 2026 meeting. Going forward, developments in the Middle East are likely to remain a key driver of macroeconomic variables and, by extension, the monetary policy outlook. We expect the central bank to maintain a data-dependent approach in shaping upcoming policy decisions.

From the capital market perspective particularly equities, the market is still trading at attractive valuations. Market cap to GDP ratio is at 15.6%, a discount of 13.8% from its historical average of 18.1%. We believe a closer view of sectors and stocks will remain important and investment selection should focus on companies, which trade at a discount to their intrinsic value. As of the close of the quarter, the market is trading at a forward Price to Earnings ratio of 8.1x, while offering a dividend yield of 6.1%. For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year.

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 14.3% during FY26 to PKR 4,209 billion. Total money market funds declined by 0.9% since June 2025. Within the money market sphere, conventional funds showed a decrease of 6.5% to PKR 914 billion while Islamic funds increased by 5.0% to PKR 957 billion. In addition, the total fixed Income and Fixed Rate funds increased by about 15.9% since June 2025 to PKR 1,440 billion while Equity and related funds increased by 62.3% to PKR 797 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 44.5%, followed by Income and fixed return funds with 34.2% and Equity and Equity related funds having a share of 18.9% as at the end of June 2026.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

Mutual Fund Industry Outlook

Money market funds should benefit from higher liquidity as they are ideal for investors with a short-term horizon and low risk profile. For medium to long term investors the interest in capital markets particularly equities will continue to remain strong. Our operations remained seamless and given our competitive edge in digital access and online customer experience; we are prepared to get benefits of the growing number of investors available online.

HOLDING COMPANY

On April 18, 2023, MCB Bank Limited (MCB), being the parent company of MCB-Arif Habib Savings and Investments Limited, has acquired 21,664,167 (30.09%) shares of MCB-Arif Habib Savings & Investment Limited (MCB-AH) from Arif Habib Corporation Limited (AHCL). By virtue of this transaction MCB Bank Limited's shareholding in MCB-AH has increased from 36,956,768 (51.33%) shares to 58,620,935 (81.42%) and AHCL no longer holds any shares in MCB-AH.

CORPORATE GOVERNANCE

The Fund is committed to implement the highest standards of corporate governance. The Board comprises of eight (8) members including Chief Executive Officer (CEO) and has a diverse mix of gender and knowledge. The Board consists of 2 female and 6 male directors, categorized as follows:

- 4 Non – Executive Directors;
- 3 Independent Directors; and
- 1 Executive Director (CEO).

The details of above are as under:

Sr. No.	Name	Status	Membership in other Board Committees
1.	Mr. Haroun Rashid	Non-Executive Director	None
2.	Mr. Muhammad Nauman Chughtai	Non-Executive Director	HR&R* Committee
3.	Mr. Ahmed Jahangir	Non-Executive Director	HR&R* Committee Audit Committee IT&DRMC**Committee
4.	Mr. Manzar Mushtaq	Non-Executive Director	Audit Committee
5.	Ms. Sadia Muzaffar	Independent Director	Audit Committee (Chairman)

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

6.	Mr. Fahd Kamal Chinoy	Independent Director	HR&R* Committee (Chairman)
7.	Ms. Mavra Adil Khan	Independent Director	HR&R* Committee IT&DRMC**Committee (Chairman)
8.	Mr. Khawaja Khalil Shah	Executive Director	HR&R* Committee IT&DRMC**Committee

* HR&R stands for Human Resource and Remuneration

** IT&DRMC stands for IT & Digital Risk Management Committee

Management is continuing to comply with the provisions of best practices set out in the code of corporate governance. The Fund remains committed to conduct business in line with listing regulations of Pakistan Stock Exchange, which clearly defined the role and responsibilities of Board of Directors and Management.

The Board of Directors is pleased to report that:

- a. The financial statements, present fairly the state of affairs, the results of operations, cash flows and changes in equity;
- b. Proper books of accounts of the fund have been maintained;
- c. Appropriate accounting policies as stated in the notes to the financial statements have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- d. International Financial Reporting Standards, as applicable in Pakistan, provisions of the Non-Banking Finance Companies (Establishment & Regulations) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulations, 2008, requirements of the respective Trust Deeds and directives issued by the Securities & Exchange Commission of Pakistan have been followed in the preparation of financial statements.;
- e. The system of internal control is sound in design and has been effectively implemented and monitored with ongoing efforts to improve it further;
- f. There are no significant doubts upon the fund's ability to continue as going concern;
- g. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations;

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

- h. The outstanding taxes, statutory charges and duties, if any, have been fully disclosed in the audited financial statements;
- i. The statement as to the value of investments of provident/gratuity and pension fund is not applicable on the Fund but applies to the Management Company; hence no disclosure has been made in the Directors' Report;
- j. As at June 30, 2026, the Company is in compliance with the requirements of Directors' Training Program, as contained in Regulation No. 19 of the Code;
- k. The detailed pattern of shareholding as on June 30, 2026 is annexed;
- l. A formal and effective mechanism is put in place for an annual evaluation of the Board's own performance, members of the Board and Committees of the Board;
- m. The details of attendance of Board of Directors meeting is disclosed in financial statements. Below are the details of committee meetings held during the year ended June 30, 2026:

1. Meeting of the Audit Committee.

During the year, eight (8) meetings of the Audit Committee were held. The attendance of each participant is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Sadia Muzaffar*	8	2	2	-
2. Syed Savail Meekal Hussain**	8	6	6	-
3. Mr. Ahmed Jahangir	8	8	8	-
4. Mr. Manzar Mushtaq	8	8	8	-

* Appointed on February 07, 2026

** Resigned on February 06, 2026

2. Meeting of the Human Resource and Remuneration Committee.

During the year, two (2) meeting of the Human Resource and Remuneration Committee were held. The attendance of each participant is as follows:

**REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY
FOR THE YEAR ENDED JUNE 30, 2026**

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Mr. Fahd Kamal Chinoy	2	2	2	-
2. Mr. Khawaja Khalil Shah	2	2	2	-
3. Mr. Muhammad Nauman Chughtai	2	2	2	-
4. Mr. Ahmed Jahangir	2	2	2	-
5. Ms. Mavra Adil Khan	2	2	2	-

3. Meeting of the IT & Digital Risk Management Committee.

During the year, one (1) meeting of the IT & Digital Risk Management Committee were held. The attendance of each participant is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Ms. Mavra Adil Khan	1	1	1	-
2. Mr. Ahmed Jahangir	1	1	1	-
3. Mr. Khawaja Khalil Shah	1	1	1	-
4. Syed Sohail Ahmed	1	1	1	-
5. Mr. Shabbir Hussain	1	1	1	-
6. Mr. Muhammad Arsalan	1	1	1	-
7. Mr. Raheel Iqbal (CISO)*	1	1	1	-

* The Company has outsourced its Information Security function to Risk Associates. Pursuant to the outsourcing arrangement, Risk Associates has nominated Mr. Raheel Iqbal to perform the duties of the Chief Information Security Officer (CISO) on behalf of Risk Associates.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2026

- n. No trades were carried out in the Units of the Fund during the year by Directors, Chief Executive Officer, Chief Operating Officer, Chief Financial Officer, Company Secretary, and Chief Internal Auditor of the Management Company and their spouses and minor children.

EXTERNAL AUDITORS

The Fund's external auditor's **M/s. BDO Ebrahim & Co., Chartered Accountants** have retired after completion of audit for Financial Year ended June 30, 2026. The Audit Committee has recommended re-appointment of **M/s. BDO Ebrahim & Co., Chartered Accountants** as external auditors of the Fund for financial year ending June 30, 2027 and the Board has also endorsed the recommendation of the Audit Committee. **M/s. BDO Ebrahim & Co., Chartered Accountants** has also expressed their willingness to act as the Fund's external auditors.

ACKNOWLEDGMENT

The Board is thankful to the Fund's valued investors, the Securities and Exchange Commission of Pakistan and the Trustees of the Fund for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team.

On behalf of Directors,



Khawaja Khalil Shah
Chief Executive Officer
August 04, 2026



Manzar Mushtaq
Director
August 04, 2026

ڈائریکٹرز رپورٹ

n. دوران سال مینجمنٹ کمپنی کے ڈائریکٹرز، چیف ایگزیکٹو آفیسر، چیف آپریٹنگ آفیسر، چیف فنانشل آفیسر، کمپنی سیکریٹری اور چیف انٹرئل آڈیٹر اور ان کے شریک حیات اور نابالغ بچوں نے فنڈ کے یونٹس میں کوئی خرید و فروخت نہیں کی۔

خارجی آڈیٹرز

فنڈ کے خارجی آڈیٹرز M/s بی ڈی او ابراہیم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس 30 جون 2026ء کو ختم ہونے والے مالی سال کے آڈٹ کی تکمیل کے بعد ریٹائر ہو گئے ہیں۔ آڈٹ کمیٹی نے 30 جون 2027ء کو ختم ہونے والے مالی سال کے لیے کمپنی کے خارجی آڈیٹرز کے طور پر M/s بی ڈی او ابراہیم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی دوبارہ تقرری کی تجویز پیش کی ہے، اور بورڈ نے بھی اس تجویز کی توثیق کی ہے۔ M/s بی ڈی او ابراہیم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس نے بھی فنڈ کے خارجی آڈیٹرز کے طور پر کام کرنے کے لیے رضامندی کا اظہار کیا ہے۔

اظہار تشکر

فنڈ کے قابل قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اور فنڈ کے ٹرسٹیز کی مسلسل معاونت اور حمایت کے لیے بورڈ اُن کا شکریہ ادا کرتا ہے۔ مزید برآں، ڈائریکٹرز مینجمنٹ ٹیم کی کاوشوں کو خراج تحسین پیش کرتے ہیں۔

منجانب ڈائریکٹرز،

Mansar Mushtaq

منظر مشتاق

ڈائریکٹر

04 اگست 2026ء

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

04 اگست 2026ء

ڈائریکٹرز رپورٹ

2. ہیومن ریسورس اور ریمپوزیشن کمیٹی کی میٹنگز

دوران سال، ہیومن ریسورس اور ریمپوزیشن کمیٹی کی دو (2) میٹنگ ہوئیں۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد			منعقدہ میٹنگز کی تعداد	نام
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری		
-	2	2	2	1. جناب فہد کمال چنائے
-	2	2	2	2. جناب خواجہ خلیل شاہ
-	2	2	2	3. جناب محمد نعمان چغتائی
-	2	2	2	4. جناب احمد جہانگیر
-	2	2	2	5. محترمہ ماوراء عادل خان

3. آئی ٹی اینڈ ڈیجیٹل رسک مینجمنٹ کمیٹی کی میٹنگز

دوران سال آئی ٹی اینڈ ڈیجیٹل رسک مینجمنٹ کمیٹی کی ایک (1) میٹنگ ہوئی۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد			منعقدہ میٹنگز کی تعداد	نام
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری		
-	1	1	1	1. محترمہ ماوراء عادل خان
-	1	1	1	2. جناب احمد جہانگیر
-	1	1	1	3. جناب خواجہ خلیل شاہ
-	1	1	1	4. سید سہیل احمد
-	1	1	1	5. جناب شبیر حسین
-	1	1	1	6. جناب محمد ارسلان
-	1	1	1	7. جناب راحیل اقبال (سی آئی ایس او)*

* کمپنی نے انفارمیشن سکیورٹی (معلومات کی حفاظت) کے شعبے کو آؤٹ سورس کر کے رسک ایسو سیٹس کو سونپ دیا ہے۔ اس انتظام کے تحت رسک ایسو سیٹس نے اپنی جانب سے جناب راحیل اقبال کو چیف انفارمیشن سکیورٹی آفیسر (سی آئی ایس او) کے طور پر نامزد کیا ہے۔

ڈائریکٹرز رپورٹ

- g. لسٹنگ ضوابط میں تفصیلاً بیان کردہ کارپوریٹ گورننس کی بہترین روایات سے کوئی قابل ذکر انحراف نہیں کیا گیا ہے؛
- h. واجب الاداء ٹیکسز، قانونی چارہ جز اور ڈیوٹیز، اگر کوئی ہیں تو، کو آڈٹ شدہ مالیاتی گوشواروں میں مکمل طور پر ظاہر کر دیا گیا ہے؛
- i. پراویڈنٹ / گریپوٹی اور پینشن فنڈ کی سرمایہ کاریوں کی قدر کے بیان کا اطلاق فنڈ پر نہیں ہوتا لیکن مینجمنٹ کمپنی پر ہوتا ہے، چنانچہ ڈائریکٹرز رپورٹ میں اس حوالے سے کوئی بیان شامل نہیں کیا گیا ہے؛
- j. 30 جون 2026ء کو کمپنی ضابطہء اخلاق کے ریگولیشن نمبر 19 میں بیان کردہ ڈائریکٹرز ٹریننگ پروگرام کے تقاضوں پر عمل پیرا ہے؛
- k. 30 جون 2026ء کو حصص یافتگی کا تفصیلی خاکہ ملحق ہے؛
- l. بورڈ اور اس کے ارکان اور کمیٹیوں کی کارکردگی کی سالانہ جانچ کے لیے ایک باضابطہ اور مؤثر طریقہ کار نافذ کیا گیا ہے؛
- m. بورڈ آف ڈائریکٹرز کی میٹنگ میں حاضری کی تفصیلات مالیاتی گوشواروں میں ظاہر کی گئی ہیں۔ سال مختتمہ 30 جون 2026 کے دوران کمیٹی میٹنگز کی تفصیلات درج ذیل ہیں:

1. آڈٹ کمیٹی کی میٹنگز

دوران سال، آڈٹ کمیٹی کی آٹھ (8) میٹنگ ہوئیں۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد				
نام	منعقدہ میٹنگز کی تعداد	مطلوبہ حاضری	حاضری	منظور شدہ چھٹی
1. محترمہ سعدیہ مظفر *	8	2	2	-
2. جناب سید ساویل میکال حسین **	8	6	6	-
3. جناب احمد جہانگیر	8	8	8	-
4. جناب منظر مشتاق	8	8	8	-

* 07 فروری 2026ء کو تقرری ہوئی

** 06 فروری 2026ء کو مستعفی ہو گئے

ڈائریکٹرز رپورٹ

6.	جناب فہد کمال چنائے	انڈینڈنٹ ڈائریکٹر	ایچ آر اینڈ آر کمیٹی* (چیرمین)
7.	محترمہ ماوراء عادل خان	انڈینڈنٹ ڈائریکٹر	ایچ آر اینڈ آر* کمیٹی، آئی ٹی اینڈ ڈی آر ایم سی** کمیٹی
8.	جناب خواجہ خلیل شاہ	ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر* کمیٹی، آئی ٹی اینڈ ڈی آر ایم سی** کمیٹی

* ہیومن ریسورس اینڈ ریمونریشن

** آئی ٹی اینڈ ڈیجیٹل رسک مینجمنٹ کمیٹی

بورڈ آف ڈائریکٹرز کمپنی کے تمام اہم معاملات کا جائزہ لیتے ہیں۔ اس میں مندرجہ ذیل معاملات شامل ہیں، لیکن صرف ان تک محدود نہیں: کمپنی کی حکمت عملی کی سمت، سالانہ کاروباری منصوبے اور اہداف، طویل المیعاد سرمایہ کاریوں کے فیصلے۔ بورڈ آف ڈائریکٹرز کارپوریٹ گورننس کے اعلیٰ معیار برقرار رکھنے کے لیے پُر عزم ہیں۔

بورڈ آف ڈائریکٹرز کو خوشی ہے کہ وہ مندرجہ ذیل امور رپورٹ کر رہے ہیں:

- مالیاتی گوشوارے کمپنی کے معاملات کی صورتحال، اس کی سرگرمیوں کے نتائج، نقد کی آمد و رفت اور اس کی ایکویٹی میں تبدیلیوں کو منصفانہ انداز میں پیش کرتے ہیں؛
- کمپنی کی درست بکس آف اکاؤنٹس تیار کی گئی ہیں؛
- مالیاتی گوشواروں کی تیاری میں موزوں اکاؤنٹنگ پالیسیوں کا اطلاق کیا گیا ہے، جو مالیاتی گوشواروں سے منسلک اہم نکات میں مذکور ہیں، اور اکاؤنٹنگ تخمینے معقول اور محتاط اندازوں پر مبنی ہیں؛
- مالیاتی گوشواروں کی تیاری میں بین الاقوامی مالیاتی رپورٹنگ کے معیارات (جس حد تک ان کا پاکستان میں اطلاق ہوتا ہے) نان-بینکنگ فنانس کمپنیز (اسٹیٹسمنٹ اینڈ ریگولیشنز) رولز 2003، نان-بینکنگ فنانس کمپنیز اینڈ نوٹیفائیڈ اینسٹیز ریگولیشنز 2008، متعلقہ ٹرسٹ ڈیڈز کے تقاضوں اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جاری کردہ ہدایات کی تعمیل کی گئی ہے؛
- انٹرنل کنٹرول کا نظام مضبوط خطوط پر استوار ہے اور اس کا موثر نفاذ اور نگرانی کی جاتی ہے، اور اسے مزید بہتر بنانے کی کوششیں جاری ہیں؛
- کمپنی کے کاروبار جاری رکھنے کی صلاحیت میں کوئی بڑے شبہات نہیں ہیں؛

ہولڈنگ کمپنی

18 اپریل 2023ء کو ایم سی بی بینک لمیٹڈ (ایم سی بی) نے، ایم سی بی-عارف حبیب سیونگزمینڈ انویسٹمنٹس لمیٹڈ (ایم سی بی-اے ایچ) کی پیرنٹ (سرپرست) کمپنی کی حیثیت میں، عارف حبیب کارپوریشن لمیٹڈ (اے ایچ سی ایل) سے ایم سی بی-اے ایچ کے 21,664,167 (یعنی 30.09 فیصد) حصص خرید لیے۔ اس سودے کے ذریعے ایم سی بی بینک لمیٹڈ کی ایم سی بی-اے ایچ میں حاملیت حصص 36,956,768 (یعنی 51.33 فیصد) حصص سے بڑھ کر 58,620,935 (یعنی 81.42 فیصد) ہو گئی ہے اور اے ایچ سی ایل اب ایم سی بی-اے ایچ میں حصص کی حامل نہیں ہے۔ اس کے نتیجے میں کمپنی کا نام ایم سی بی-اے ایچ سے تبدیل کر کے ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ کر دیا گیا۔

کارپوریٹ گورننس

فنڈ کارپوریٹ گورننس کے اعلیٰ ترین معیار کے لئے پرعزم ہے۔

بورڈ آفٹھ (8) ارکان پر مشتمل ہے، بشمول چیف ایگزیکٹو آفیسر (سی ای او)۔ یہ ارکان صنف اور علم کا ایک متنوع امتزاج ہیں۔ بورڈ میں 2 خاتون اور 6 مرد ڈائریکٹر شامل ہیں، جن کی زمرہ بندی درج ذیل ہے:

* 4 نان-ایگزیکٹو ڈائریکٹر؛

* 3 انڈپنڈنٹ ڈائریکٹر؛ اور

* 1 ایگزیکٹو ڈائریکٹر (سی ای او)

تفصیل درج ذیل ہے:

نمبر شمار	نام	حیثیت	دیگر بورڈ کمیٹیوں میں رکنیت
1.	جناب ہارون رشید	نان-ایگزیکٹو ڈائریکٹر	کوئی نہیں
2.	جناب محمد نعمان چغتائی	نان-ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر * کمیٹی
3.	جناب احمد جہانگیر	نان-ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر * کمیٹی، آڈٹ کمیٹی، آئی ٹی اینڈ ڈی آر ایم سی ** کمیٹی
4.	جناب منظر مشتاق	نان-ایگزیکٹو ڈائریکٹر	آڈٹ کمیٹی
5.	محترمہ سعدیہ مظفر	انڈپنڈنٹ ڈائریکٹر	آڈٹ کمیٹی (چیئر مین)

کیپیٹل مارکیٹ، خاص طور پر ایکویٹیز، کے زائوئے سے مارکیٹ میں اب بھی سستی قدر پر تجارت ہو رہی ہے۔ مارکیٹ cap کا جی ڈی پی کے ساتھ تناسب 15.6 فیصد ہے، جو اس کے تاریخی اوسط 13.6 فیصد کے مقابلے میں 18.1 فیصد کم ہے۔ ہم سمجھتے ہیں کہ سیکٹرز اور اسٹاکس کا باریک بینی پر مبنی زاویہ اہمیت کا حامل رہے گا، اور سرمایہ کاری کے انتخاب کے لیے ایسی کمپنیوں پر توجہ مرکوز کرنی چاہیے جو اپنی اندرونی قدر میں بھرپور کمی پر تجارت کرتی ہیں۔ سہ ماہی کے اختتام پر مارکیٹ میں ہونے والی تجارت میں قیمت کا آمدنی کے ساتھ تناسب 8.1 گنا ہے، جبکہ ڈیویڈنڈ سے حاصل ہونے والا منافع 6.1 فیصد ہے۔

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے دوران تقریباً 14.3 فیصد بڑھ کر 4,209 بلین روپے ہو گئے۔ منی مارکیٹ کے کل فنڈز میں جون 2025ء کے بعد سے 0.9 فیصد کمی ہوئی۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 6.5 فیصد کم ہو کر 914 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 5.0 فیصد بڑھ کر 957 بلین روپے ہو گئے۔ مزید براں، جون 2025ء کے بعد سے فکسڈ انکم اور فکسڈ ریٹ فنڈ کے مجموعی حجم میں تقریباً 15.9 فیصد اضافہ ہوا اور یہ 1,440 بلین روپے تک پہنچ گئے، جبکہ ایکویٹی اور اس سے متعلقہ فنڈز میں 62.3 فیصد اضافہ ہوا اور ان کی مالیت 797 بلین روپے ہو گئی۔

جون 2026ء کے اختتام پر مختلف زمروں میں حصص (Segment Share) کے اعتبار سے منی مارکیٹ فنڈز تقریباً 44.5 فیص حصص کے ساتھ سرفہرست رہے، اس کے بعد انکم اور فکسڈ ریٹ فنڈز کے حصص 34.2 فیصد، اور ایکویٹی اور ایکویٹی سے منسلک فنڈز کے حصص 18.9 فیصد رہے۔

میوچل فنڈز صنعت کے مستقبل کا منظر نامہ

منی مارکیٹ فنڈز کو بہتر نقدیت کا فائدہ اٹھانا چاہیے کیونکہ یہ درمیانی سے طویل مدت کے لیے اور کم رسک کے ساتھ سرمایہ کاری کرنے والوں کے لیے موزوں ترین ہوتے ہیں۔ معاشی بحالی کے تیز تر اور وسیع تر ہونے کے ساتھ ساتھ کیپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلاؤ کاؤٹ جاری رہے، اور ڈیجیٹل رسائی اور صارفین کو اچھا تجربہ فراہم کرنے کے معاملے میں ہماری بہتر استعداد کی بدولت ہم آئن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے تیار ہیں۔

عالمی سطح پر تیل کی قیمتوں اور ریفرنری کے منافعوں کے فرق میں اضافے کے پیش نظر اب ہماری توقع ہے کہ پاکستان کا کرنٹ اکاؤنٹ خسارہ مالی سال 2027 میں بڑھ کر تقریباً 2.5 بلین ڈالر (جی ڈی پی کا 0.5 فیصد) ہو جائے گا، جبکہ مالی سال 2026 میں یہ 139 ملین ڈالر (جی ڈی پی کا 0.03 فیصد) تھا۔ تیل کی بڑھی ہوئی قیمتیں بیرونی کھاتے کے لیے بدستور سب سے بڑا منفی پہلو ہے۔ ہمارے اندازوں کے مطابق اگر ہماری بنیادی مفروضہ کردہ قیمت 80 ڈالر فی بیرل سے اوپر تیل کی قیمت میں ہر 10 ڈالر فی بیرل اضافہ ہوتا ہے تو درآمدی بل میں تقریباً 2.0 بلین ڈالر کا اضافہ ہو سکتا ہے، اور اس کے نتیجے میں کرنٹ اکاؤنٹ خسارہ بھی اتنی ہی حد تک بڑھ سکتا ہے۔ اس کے باوجود آئی ایم ایف پروگرام کا جاری رہنا بیرونی معاشی استحکام کا ایک اہم ذریعہ ہے، کیونکہ اس سے پاکستان کو کثیر الملکی، دو طرفہ اور تجارتی مالی معاونت تک رسائی حاصل ہونے میں سہولت ملنی چاہیے۔ پاکستان کی مسلسل جغرافیائی و سیاسی اہمیت بھی دوست ممالک سے مزید رقوم کی آمد میں معاون ثابت ہو سکتی ہے۔ اس حوالے سے سعودی عرب نے حال ہی میں مزید 3.0 بلین ڈالر کے ڈپازٹس فراہم کیے ہیں اور اپنی موجودہ 5.0 بلین ڈالر کی سہولت کی مدت میں مزید تین سال کی توسیع کی ہے۔ کرنسی کے مستقبل کے امکانات بدستور عالمی سطح پر تیل کی قیمتوں کے رجحان، بیرونی مالی معاونت کی آمد اور وسیع تر جغرافیائی و سیاسی حالات سے گہرا تعلق رکھیں گے۔ ہماری بنیادی صورتحال کے مفروضے کے تحت ہم نے روپے کی قدر میں تقریباً 5.0 فیصد کمی فرض کی ہے، اور توقع ہے کہ جون 2027 تک ڈالر اور روپے کا تناسب تقریباً 292 روپے پر پہنچ جائے گا۔

عالمی سطح پر تیل کی بڑھی ہوئی قیمتیں اور ان کے مطابق ملکی سطح پر ایندھن کی قیمتوں میں کی جانے والی تبدیلیاں قلیل مدت میں مہنگائی کے دباؤ کو بلند رکھنے کا باعث بنیں گی۔ اب ہماری توقع ہے کہ مالی سال 2027 میں 'سی پی آئی' افراط زر تقریباً 8.4 فیصد رہے گی، جبکہ مالی سال 2026 میں یہ 7.0 فیصد تھی۔ شرح نمو کے حوالے سے مالی سال 2027 میں 'جی ڈی پی' میں 3.5 فیصد سے 4.0 فیصد کے درمیان اضافے کی توقع ہے۔ تاہم مشرق وسطیٰ کے تنازعے میں مزید کسی بھی اضافے سے اس شرح نمو کی پیش گوئی پر خطرہ پیدا ہو سکتا ہے۔ مالیاتی محاذ پر ہماری توقع ہے کہ مالی سال 2027 میں مالیاتی خسارہ 'جی ڈی پی' کے 3.6 فیصد تک معقول پر آجائے گا، جبکہ مالی سال 2026 میں یہ 'جی ڈی پی' کا 3.0 فیصد تھا۔ مالیاتی خسارہ محدود رہنے کی توقع ہے کیونکہ آئی ایم ایف کی جانب سے 2.8 ٹریلین روپے (جی ڈی پی کے 2.0 فیصد) کے بنیادی سرپلس کے حصول کی سخت شرط عائد ہے۔

مانیٹری پالیسی کمیٹی (ایم پی سی) نے طویل عرصے تک جاری رہنے والی مالیاتی تسہیل کے بعد اپریل 2026 کے اجلاس میں پالیسی شرح میں 100 بیس پوائنٹس کا اضافہ کرتے ہوئے اسے 11.5 فیصد کر دیا، اور بعد ازاں جون 2026 کے اجلاس میں اس شرح کو برقرار رکھا۔ مستقبل میں مشرق وسطیٰ میں ہونے والی پیش رفت مجموعی معاشی عوامل اور اس کے نتیجے میں مانیٹری پالیسی کے مستقبل کے امکانات کو متاثر کرنے والا ایک اہم عنصر رہنے کا امکان ہے۔ ہماری توقع ہے کہ مرکزی بینک آئندہ پالیسی فیصلے کرتے وقت اعداد و شمار اور معاشی صورتحال پر منحصر حکمت عملی اختیار کرے گا۔

انڈیکس کے منافعوں میں سب سے بڑا کردار بینکاری، کھاد اور ای اینڈ پی شعبوں کا تھا جنہوں نے بالترتیب 21,612، 7,748 اور 6,151 پوائنٹس کا اضافہ کیا۔ ڈیویڈنڈ کے پُرکشش منافعوں اور قدر بندیوں کی بدولت بینکاری اور کھاد کے شعبوں میں سرمایہ کاروں کی دلچسپی مبذول ہوئی، جبکہ حکومت پاکستان کی طرف سے گردشی قرض کی ادائیگی کے منصوبے کے تحت 1.2 ٹریلین روپے کے یکمشت اجراء اور تیل کی بڑھتی ہوئی قیمتوں کے باعث ای اینڈ پی شعبہ بھی مرکز نگاہ بنا رہا۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ نے 36.01 فیصد منافع بنایا، جبکہ اس کے بالمقابل بنچ مارک منافع 30.71 فیصد تھا۔ ایکویٹیز کے محاذ پر مجموعی تقسیم 66.6 فیصد پر تھی۔ زیادہ تر سرمایہ کاری کمرشل بینکوں اور تیل اور گیس کی دریافت کی کمپنیوں میں تھی۔ فکسڈ انکم کی جہت میں فنڈ نے نقد میں سرمایہ کاری کو برقرار رکھا تا کہ بینکوں کی طرف سے پیش کردہ پُرکشش شرحوں سے فائدہ اٹھایا جاسکے۔ 30 جون 2026ء کو فنڈ کے net اثاثہ جات 992 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2025ء کو 750 ملین روپے تھے، چنانچہ 32.26 فیصد اضافہ ہوا۔ 30 جون 2026ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 31.26 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2025ء کو ابتدائی این اے وی فی یونٹ 23.80 روپے تھی، چنانچہ 7.46 روپے فی یونٹ اضافہ ہوا۔

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

ایران اور امریکا کے درمیان تنازعے میں حالیہ دوبارہ پیدا ہونے والی کشیدگی نے عالمی سطح پر تیل کی قیمتوں میں نمایاں اضافہ کر دیا ہے۔ بریٹن خام تیل کی قیمت تقریباً 100 ڈالر فی بیرل کے قریب رہی، جبکہ آبنائے ہرمز اور آبنائے باب المندب کے ذریعے تیل کی ترسیل میں ممکنہ رکاوٹوں کے خدشات موجود ہیں۔ اس صورتحال کے فوری مجموعی معاشی اثرات مرتب ہوتے ہیں، خاص طور پر پاکستان جیسی تیل درآمد کرنے والی معیشتوں پر تیل کی بڑھی ہوئی قیمتیں درآمدی بل پر بوجھ، مہنگائی میں اضافے اور کرنسی پر دباؤ کا سبب بنتی ہیں۔ تاہم صورتحال ابھی تک انتہائی غیر یقینی اور تیزی سے تبدیلی کی طرف مائل ہے، اور اس کے نتائج کا انحصار تنازعے کی مدت اور شدت پر رہے گا۔ اگر کشیدگی میں مزید اضافہ نہ ہو تو مجموعی معاشی اثرات پر قابو پانا ممکن ہوگا، تاہم اگر تنازعہ طویل عرصے تک جاری رہا تو تیل کی قیمتیں بلند سطح پر برقرار رہ سکتی ہیں اور مہنگائی، بیرونی مالیاتی توازن اور مجموعی معاشی استحکام کے لیے مزید خطرات پیدا ہو سکتے ہیں۔

ایکویٹی مارکیٹ کا جائزہ

پاکستان کی ایکویٹی مارکیٹ کے لیے 2026 ایک اور مضبوط مالی سال ثابت ہوا جس کے دوران 'ایس ای-100' انڈیکس میں 43.5 فیصد اضافہ ہوا اور یہ 180,302 پوائنٹس پر بند ہوا۔ یہ مسلسل تیسرا سال تھا جب مارکیٹ نے مثبت منافع دیا۔ مارکیٹ کی کارکردگی کو مجموعی معاشی حالات میں مسلسل بہتری سے تقویت ملی، جس میں زرمبادلہ کے ذخائر میں اضافہ، آئی ایم ایف پروگرام کے تحت پیش رفت، خود مختار کریڈٹ ریٹنگ میں بہتری، اور زیادہ سازگار مالیاتی پالیسی کے ماحول جیسے عوامل شامل تھے۔ سرمایہ کاروں کے اعتماد کو بیرونی تعلقات میں بہتری غیر ملکی سرمایہ کاری میں دوبارہ پیدا ہونے والی دلچسپی، گردش قرض کے حل کی جانب پیش رفت اور اہم شعبوں میں کمپنیوں کی مضبوط اور مستحکم آمدنی نے مزید تقویت دی۔ ان مثبت پیش رفتوں کی نتیجے میں جنوری 2026 میں انڈیکس 189,167 پوائنٹس کی تاریخ کی بلند ترین سطح پر پہنچ گیا۔

تاہم سال کی دوسری ششماہی میں مارکیٹ میں نمایاں اتار چڑھاؤ دیکھنے میں آیا۔ امریکا اور ایران کے درمیان بڑھتی ہوئی کشیدگی کے باعث عالمی سطح پر تیل کی قیمتیں تقریباً 120 امریکی ڈالر فی بیرل تک پہنچ گئیں، جس سے مہنگائی، بیرونی کھاتے اور ملکی شرح سود کے مستقبل کے حوالے سے خدشات پیدا ہوئے۔ اس صورتحال کے نتیجے میں فروری اور مارچ کے دوران مارکیٹ میں شدید تصحیح دیکھنے میں آئی۔ بعد ازاں، آخری سہ ماہی کے دوران سرمایہ کاروں کا اعتماد دوبارہ بہتر ہوا کیونکہ جغرافیائی و سیاسی کشیدگی میں کمی آئی، تیل کی قیمتیں معتدل ہوئیں اور مارکیٹ نے پاکستان کی مجموعی معاشی اور کارپوریٹ بنیادی صورتحال کی مضبوطی کا دوبارہ جائزہ لیا۔ مارکیٹ کی بحالی کو آئی ایم ایف کی جانب سے 'ای ایف ایف' اور 'آر ایس ایف' پروگراموں کے تحت 13 ارب امریکی ڈالر کی منظوری، پاکستان کی جانب سے پہلی مرتبہ 250 ملین امریکی ڈالر کے پانڈا بانڈ کا کامیاب اجراء، اور مارکیٹ کے لیے سازگار مالی سال 2027 کا وفاقی بجٹ پیش کیے جانے سے مزید تقویت ملی۔ نتیجتاً 'ایس ای-100' انڈیکس نے اپریل، مئی اور جون کے دوران نمایاں بحالی دکھائی اور مالی سال 2026 کا اختتام اپنی ریکارڈ بلند سطح کے قریب کیا۔ اگرچہ اس دوران مارکیٹ میں نمایاں عارضی اتار چڑھاؤ بھی دیکھنے میں آیا۔

مالی سال 2026 کے دوران غیر ملکی سرمایہ کار، انشورنس کمپنیاں اور بینک بڑے net فروخت کنندگان رہے، جن کے ذریعے بالترتیب 847.7 ملین ڈالر، 242.7 ملین ڈالر اور 177.1 ملین ڈالر کا خارجی بہاؤ ہوا۔ اس فروخت کو بنیادی طور پر کمپنیوں، میوچل فنڈز اور انفرادی سرمایہ کاروں نے جذب کیا، جن کے ذریعے بالترتیب 587.5 ملین ڈالر، 406.8 ملین ڈالر اور 330.1 ملین ڈالر کا اندرونی بہاؤ ہوا۔ کاروباری سرگرمی کے لحاظ سے 'ایس ای-100' انڈیکس میں روزانہ اوسط خرید و فروخت کا حجم بڑھ کر 910.9 ملین حصص ہو گیا، جبکہ مالی سال 2025 میں یہ تقریباً 618.4 ملین حصص تھا۔ اس دوران اوسط تجارتی مالیت گزشتہ سال کے مقابلے میں 54.7 فیصد بڑھ کر 151.8 ملین ڈالر ہو گئی۔

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے پاکستان کیپیٹل مارکیٹ فنڈ کے اکاؤنٹس برائے سال مختتمہ 30 جون 2026ء کا جائزہ پیش خدمت ہے۔

معیشت کا جائزہ

مُلک نے مالی سال 2026 میں 139 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ ریکارڈ کیا، جبکہ گزشتہ سال اسی مدت میں 1,838 ملین ڈالر کا سرپلس تھا۔ برآمدات میں 4.6 فیصد کمی، جبکہ درآمدات میں 9.0 فیصد اضافہ ہونے کے باعث تجارتی خسارے میں سال در سال (YoY) 25.4 فیصد اضافہ ہوا۔ ترسیلات زر میں 8.6 فیصد کی اچھی شرح سے اضافہ ہوا اور یہ 41.6 بلین ڈالر تک پہنچ گئیں۔ مُلک کی بیرونی مالیاتی صورتحال مضبوط رہی کیونکہ اسٹیٹ بینک آف پاکستان (ایس بی پی) کے زرمبادلہ کے ذخائر گزشتہ مالی سال کے اختتام پر 14.5 بلین ڈالر کے مقابلے میں بڑھ کر تقریباً 18.4 بلین ڈالر ہو گئے۔ مقامی کرنسی نے امریکی ڈالر (گرین بیک) کے مقابلے میں استحکام کا مظاہرہ کیا اور اس عرصے کے دوران USD/PKR شرح 2.0 فیصد کی بہتری کے ساتھ 278.2 تک پہنچ گئی۔

ہیڈ لائن افراط زر، جس کی پیمائش کنزیومر پرائس انڈیکس (سی پی آئی) کے ذریعے کی جاتی ہے، مالی سال 2026 کے دوران اوسطاً 7.0 فیصد رہی، جبکہ گزشتہ سال یہ 4.5 فیصد تھی۔ مہنگائی میں یہ اضافہ بنیادی طور پر عالمی سطح پر تیل کی بڑھتی ہوئی قیمتوں کے باعث ہوا، جس کے نتیجے میں مُلک میں ایندھن کی قیمتوں میں اضافہ ہوا اور ٹرانسپورٹ، زیادہ توانائی استعمال کرنے والی اشیاء اور دیگر اشیائے صرف پر بھی بالواسطہ اضافی مہنگائی کا دباؤ پیدا ہو گیا۔

پاکستان کی عارضی جی ڈی پی شرح نمو مالی سال 2026 میں 3.7 فیصد رہی، جبکہ زراعت، صنعت اور خدمات کے شعبوں میں بالترتیب 2.9 فیصد، 3.5 فیصد اور 4.1 فیصد اضافہ ہوا۔ مالیاتی محاذ پر مالی سال 2026 کے دوران ایف بی آر کی ٹیکس وصولیوں میں 10.7 فیصد اضافہ ہوا، اور یہ 13,004 بلین روپے تک پہنچ گئیں، جو دو مرتبہ کم کیے گئے نظر ثانی شدہ ہدف سے بھی 21 بلین روپے زیادہ ہے۔ دریں اثناء مالیاتی خسارہ گزشتہ سال 6,168 بلین روپے (جی ڈی پی کا 5.4 فیصد) کے مقابلے میں کم ہو کر 3,778 بلین روپے (جی ڈی پی کا 3.0 فیصد) رہ گیا۔ اس نمایاں بہتری کی بنیادی وجوہات میں کم مالیاتی اخراجات، محصولات کی بہتر وصولی اور مسلسل مالیاتی نظم و ضبط شامل تھے۔

REPORT OF THE FUND MANAGER FOR THE YEAR ENDED JUNE 30, 2026

Fund Type and Category

Pakistan Capital Market Fund (PCMF) is an Open-End Balanced Scheme

Fund Benchmark

60% of KSE-100 Index + 40% of 75% Six (6) months KIBOR rates + 25% Six (6) months average of the highest rates on savings account of three (3) AA rated scheduled bank as selected by MUFAP.

Investment Objective

The objective of the Fund is to provide investors a mix of income and capital growth over medium to long term from equity and debt investments.

Investment Strategy

Pakistan Capital Market Fund (PCM) is an open-end balanced fund that invests in a range of asset classes such as equity and debt in Pakistani market. The asset allocation to equities and debt is made on the basis of relative attractiveness of each asset class. The investment process is driven by fundamental research. For equities investment, fundamental outlook of sectors/companies and DCF (Discounted Cash Flow) valuations are the primary factors in sectors' allocation and stock selection. For debt investment, interest rate outlook is the key determining factor and allocation to this segment is increased when the yields are comparatively higher compared to the total returns on equities. Investment is made in corporate bonds (investment grade) and government bonds. Cash is kept in deposits with highly rated banks. PCM is a long only Fund and cannot undertake leveraged investments. Under the NBFC Rules, it is only allowed to borrow up to 15% of net assets for up to 90 days to meet redemption needs.

Manager's Review

During the period under review, the fund posted a return of 36.01% compared to the return of 30.71% posted by the benchmark.

At the period end, allocation towards equities stood at 66.6% while 31.9% was in cash. The exposure was mainly held in Commercial Banks, Oil & Gas Exploration Companies and Cement.

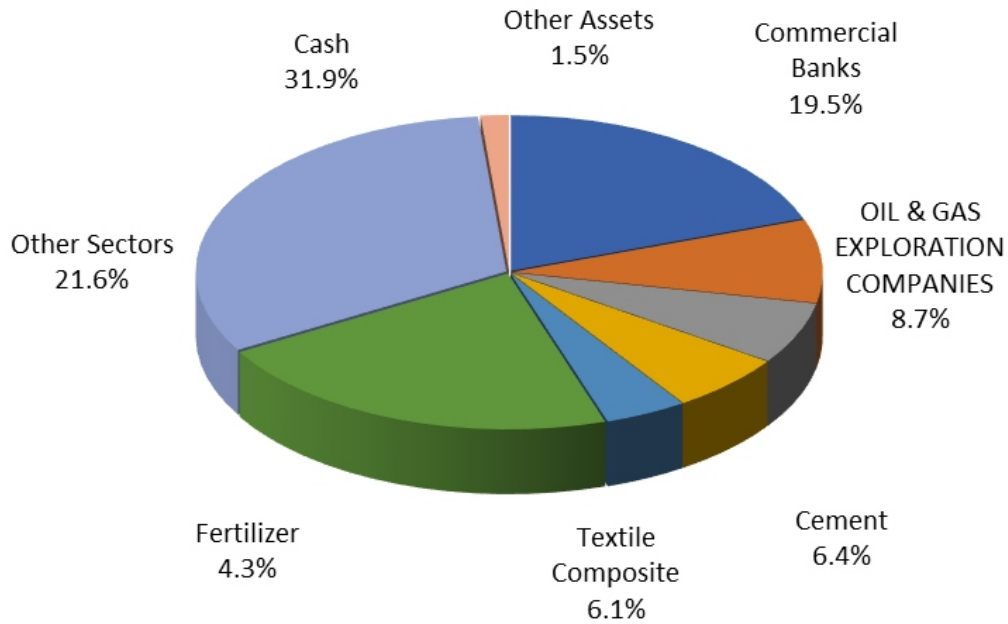
The Net Assets of the Fund as at June 30, 2026 stood at Rs. 992 million as compared to Rs. 750 million as at June 30, 2025 registering an increase of 32.26%. The Net Asset Value (NAV) per unit as at June 30, 2026 was Rs. 31.26 as compared to opening NAV of Rs. 23.80 per unit as at June 30, 2025 showing an increase of Rs. 7.46 per unit.

REPORT OF THE FUND MANAGER FOR THE YEAR ENDED JUNE 30, 2026

Asset Allocation as on June 30, 2026 (% of total assets)

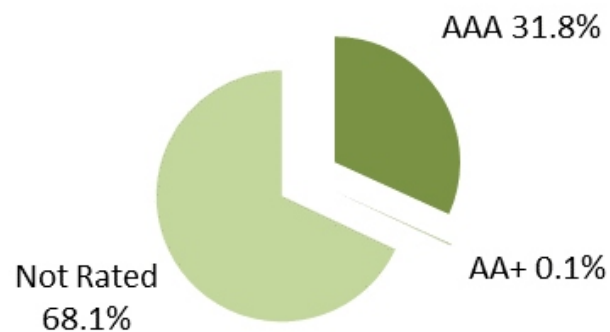
Asset Allocation (%age of Total Assets)	Jun-26
Cash	31.9%
Stocks / Equities	66.6%
Others including receivables	1.5%

Asset Allocation as on June 30, 2026 (% of total assets)



REPORT OF THE FUND MANAGER FOR THE YEAR ENDED JUNE 30, 2026

Asset Quality as on June 30, 2026 (% of total assets)



Awais Abdul Sattar, CFA
Fund Manager

TRUSTEE REPORT TO THE UNIT HOLDERS

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

PAKISTAN CAPITAL MARKET 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 Pakistan Capital Market Fund (the Fund) are of the opinion that MCB Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2026 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 01, 2026



INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS TO THE UNIT HOLDERS OF PAKISTAN CAPITAL MARKET FUND

Opinion

We have audited the financial statements of **Pakistan Capital Market Fund** ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2026, and the income statement, the statement of comprehensive income, the statement of movement in unit holders' fund and cash flow statement for the year 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, the financial position of the Fund as at June 30, 2026, and its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for opinion

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

Key Audit Matters

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

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Following is the Key audit matter:

S.No	Key audit matter	How the matter was addressed in our audit
1.	Existence and valuation of investments As disclosed in note 6 to the accompanying financial statements of the Fund for the year ended June 30, 2026, the investments held by Fund comprised of equity instruments amounting to Rs. 669.776 million which represents 68% of the Net Asset Value (NAV) of the Fund. As these investments represent a significant element of the statement of assets and liabilities, any discrepancy in the valuation or existence of investments could cause the NAV to be materially misstated. In view of the significance of the above-mentioned balances in relation to the Fund's total assets and NAV, we considered the existence and valuation of investments as a key audit matter.	Our audit procedures included the following: • Evaluated the design and implementation of key controls over investment, and tested controls over acquisition, disposals and periodic valuation of investments portfolio. • Performed substantive audit procedures on year-end balance of equity instruments including review of custodian's statement, related reconciliations and re-performance of valuation based on share prices from the Pakistan Stock Exchange (PSX). • Assessed the Fund's compliance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) in relation to the investment concentration and exposure limits. • Evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment, ensuring compliance with the NBFC Regulations and the relevant accounting requirements.

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

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Responsibilities of the Management and Board of Directors of the Management Company for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and accounting and reporting standards as applicable in Pakistan and for such internal control as management determines 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 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 Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.
- Conclude on the appropriateness of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

Page - 3

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with the 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

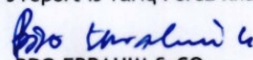
Based on our audit, in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 and the Non-Banking Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: 18 SEP 2026

UDIN: AR202610166xgGsX6mph


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2026

	Note	2026 ----- (Rupees in '000) -----	2025 -----
ASSETS			
Balances with banks	5	321,324	222,058
Investments	6	669,776	517,555
Profit receivables on bank deposit	7	10,839	7,870
Advances, deposits and other receivables	8	3,885	14,521
TOTAL ASSETS		<u>1,005,824</u>	<u>762,004</u>
LIABILITIES			
Payable to MCB Investment Management Limited - Management Company	9	2,796	2,403
Payable to Central Depository Company of Pakistan Limited - Trustee	10	186	29
Payable to the Securities and Exchange Commission of Pakistan	11	69	51
Accrued and other liabilities	12	11,148	9,756
TOTAL LIABILITIES		<u>14,199</u>	<u>12,239</u>
NET ASSETS		<u>991,625</u>	<u>749,765</u>
Unit holders' fund (as per statement attached)		<u>991,625</u>	<u>749,765</u>
Contingencies and commitments	13		
		(Number of units)	
NUMBER OF UNITS IN ISSUE	14	<u>31,725,296</u>	<u>31,505,019</u>
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		<u>31.2600</u>	<u>23.8000</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 ----- (Rupees in '000) -----	2025 -----
INCOME			
Capital gain on sale of investments - net		132,029	95,731
Dividend income		35,086	43,280
Income from government securities		-	-
Profit on bank deposits		33,323	23,734
Income on deposit with NCCPL against exposure margin		98	190
Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - net	6.2	109,104	112,444
TOTAL INCOME		<u>309,640</u>	<u>275,379</u>
EXPENSES			
Remuneration of MCB Investment Management Limited-			
Management Company	9.1	29,046	22,253
Sindh sales tax on remuneration of the Management Company	9.2	4,357	3,338
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	1,914	1,279
Sindh sales tax on remuneration of the trustee	10.2	287	192
Annual fee to the Securities and Exchange Commission of Pakistan	11	823	544
Securities transaction costs		1,963	1,687
Settlement and bank charges		621	509
Auditors' remuneration	15	873	858
Legal and professional charges		207	203
TOTAL EXPENSES		<u>40,091</u>	<u>30,863</u>
Net income for the year before taxation		<u>269,549</u>	<u>244,516</u>
Taxation	16	-	-
Net income for the year after taxation		<u><u>269,549</u></u>	<u><u>244,516</u></u>
Allocation of net income for the year:			
Net earnings for the year		269,549	244,516
Income already paid on units redeemed		(21,369)	(10,479)
		<u>248,180</u>	<u>234,037</u>
Accounting income available for distribution:			
- Relating to capital gains		221,860	198,415
- Excluding capital gains		26,320	35,623
		<u>248,180</u>	<u>234,037</u>
Earnings per unit	17		

The annexed notes from 1 to 29 form an integral part of these financial statements.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2026

	2026 ----- (Rupees in '000) -----	2025 ----- (Rupees in '000) -----
Net income for the year after taxation	269,549	244,516
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>269,549</u>	<u>244,516</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS FOR THE YEAR ENDED JUNE 30, 2026

	2026			2025		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the year	371,605	378,161	749,766	339,350	181,017	520,367
Issuance of units 47,031,822 units (2025: 7,525,084 units)						
Capital value	1,119,357	-	1,119,357	128,754	-	128,754
Element of income	359,684	-	359,684	35,120	-	35,120
	1,479,041	-	1,479,041	163,874	-	163,874
Redemption of units 46,811,546 units (2025: 6,426,651 units)						
Capital value	(1,114,115)	-	(1,114,115)	(109,960)	-	(109,960)
Element of loss	(336,932)	(21,369)	(358,301)	(20,685)	(10,479)	(31,164)
	(1,451,047)	(21,369)	(1,472,416)	(130,645)	(10,479)	(141,124)
Total comprehensive income for the year	-	269,549	269,549	-	244,516	244,516
Distribution during the year	(2,369)	(31,946)	(34,315)	(974)	(36,894)	(37,868)
Net income for the year less distribution	(2,369)	237,603	235,234	(974)	207,622	206,648
						-
Net assets at end of the year	397,230	594,395	991,625	371,605	378,161	749,765
Undistributed income brought forward comprising of:						
- Realised	265,716			78,587		
- Unrealised	112,444			102,430		
	378,160			181,017		
Accounting income available for distribution						
- Relating to capital gains	221,860			198,415		
- Excluding capital gains	26,320			35,623		
	248,180			234,038		
Distribution during the year	(31,946)			(36,894)		
Undistributed income carried forward	594,394			378,160		
Undistributed income carried forward comprising of:						
- Realised income	485,290			265,716		
- Unrealised income	109,104			112,444		
	594,394			378,160		
	(Rupees)			(Rupees)		
Net asset value per unit at beginning of the year	23.8000			17.1100		
Net asset value per unit at end of the year	31.2600			23.8000		

The annexed notes from 1 to 29 form an integral part of these financial statements.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2026

	2026 Note ----- (Rupees in '000) -----	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	269,549	244,516
Adjustments for non-cash and other items:		
Capital gain on sale of investments - net	(132,029)	(95,731)
Dividend income	(35,086)	(43,280)
Income from government securities	-	-
Profit on bank deposits	(33,323)	(23,734)
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	(109,104)	(112,444)
	(39,993)	(30,673)
(Increase) / decrease in assets		
Investments	88,913	55,989
Advances, deposits and other receivable	10,636	(4,600)
	99,549	51,389
Increase / (decrease) in liabilities		
Payable to MCB Investment management Limited - Management Company	393	479
Payable to Central Depository Company of Pakistan Limited - Trustee	157	(67)
Payable to the Securities and Exchange Commission of Pakistan	18	15
Payable against purchase of investment	-	(2,660)
Payable against redemption of units	-	(216)
Accrued and other liabilities	1,392	(619)
	1,960	(3,068)
Profit received on bank deposit	30,354	18,806
Dividend received	35,086	43,280
Net cash flows generated from operating activities	126,956	79,733
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	1,476,672	163,874
Payment against redemption of units	(1,472,416)	(141,124)
Distribution paid during the year	(31,946)	(37,868)
Net cash used in financing activities	(27,690)	(15,118)
Net increase in cash and cash equivalents during the year	99,266	64,615
Cash and cash equivalents at beginning of the year	222,058	157,443
Cash and cash equivalents at end of the year	5 321,324	222,058

The annexed notes from 1 to 29 form an integral part of these financial statements.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Pakistan Capital Market Fund (the Fund) was established under a Trust Deed executed between MCB Investment Management Limited (the Company) as Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated September 30, 2003 consequent to which the Trust Deed was executed on October 27, 2003 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). The Funds are required to be registered under the "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on August 13, 2021 the Trust Deed of the fund had 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 Regulations) Rules 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3 Pakistan Capital Market Fund as a closed-end scheme was authorized by the SECP on November 5, 2003. During the year 2005, the Fund was converted from a closed-end scheme to an open-end scheme. The Fund has been categorized as "Balanced Scheme" and offers units for public subscription on continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- The Fund primarily invests in a mix of listed equity and debt securities, unlisted government securities, secured debt securities, money market transactions and reverse re-purchase transactions.
- 1.4 The Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of 'AM1' (Stable Outlook) dated October 03, 2025 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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 as applicable in Pakistan comprise of:

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

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

2.2 Basis of measurement

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

These financial statements have been prepared under accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees (Rs.), which is the Fund's functional and presentation currency.

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgements and assumptions that affect the application of policies and reported amount of assets, liabilities, income and expenses.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

The estimates, judgements and associated assumptions are based on the historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the result of which from the basis of making judgement about carrying values of assets and liabilities. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized 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 judgements that have a significant effect on the financial statements of the fund relate to following:

Classification and valuation of investments

For details please refer notes 4.2.1.1 & 19 to these financial statements.

Impairment of investment

For details please refer notes 4.2.1.2 and to these financial statements.

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

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2026

The following standards, amendments and interpretations are effective for the year ended June 30, 2026. These standards, amendments and interpretations are either not relevant to the Fund's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchange ability	January 01, 2025

The IASB issued Disclosures about Uncertainties in the Financial Statements - Illustrative examples, which amended multiple IFRS Accounting Standards to include illustrative examples demonstrating how companies can apply IFRS Accounting Standards when reporting the effects of uncertainties in their financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Amendments regarding translations to a hyperinflationary	January 01, 2027
Amendments to IAS 28 'Investments in Associates' - Amendments to the Fair Value Option for Investments in Associates and Joint Ventures	January 01, 2027
IFRS 17 Insurance Contracts	January 01, 2027
IFRS 18 'Presentation and Disclosures in Financial Statements'	January 01, 2027
IFRS 19 'Subsidiaries without Public Accountability: Disclosures'	January 01, 2027

Certain annual improvements have also been made to a number of IFRSs and IASs.

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the revised timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027.

IFRS 20 'Regulatory Assets and Regulatory Liabilities' has been issued by IASB effective from January 01, 2029. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 18 Presentation and Disclosure in Financial Statements, which was issued by the IASB in April 2024 supersedes IAS 1 and will result in major consequential amendments to IFRS Accounting Standards including IAS 8 Basis of Preparation of Financial Statements (renamed from Accounting Policies, Changes in Accounting Estimates and Errors). Even though IFRS 18 will not have any effect on the recognition and measurement of items in the financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. These changes include categorisation and sub-totals in the income statement, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These accounting policies have been consistently applied, unless otherwise stated.

4.1 Cash and cash equivalents

Cash and cash equivalents comprise of balances with banks.

4.2 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

4.2.1 Financial assets

4.2.1.1 Classification and measurement of financial assets and financial liabilities

4.2.1.1.1 Debt instruments

A debt instrument is measured at amortized cost if it meets both of the following conditions and is not designated as at fair value through profit or loss (FVTPL);

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at fair value through other comprehensive income (FVOCI) only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes is classified as measured at FVTPL.

In addition, on initial recognition, the Fund may irrevocably designate a debt instrument that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Business model assessment

The Fund determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Fund's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

The objectives for the portfolio, in particular, whether management's strategy focuses on earning contractual revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets;

How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;

The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed;

How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected);

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realised in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)

As a second step of its classification process the Fund assesses the contractual terms of financial to identify whether they meet the SPPI test.

‘Principal’ for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortization of the premium / discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than the minimum exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Initial recognition & measurement

Financial assets are recognized at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognized 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 recognized at fair value and transaction costs associated with these financial assets are charged to the income statement.

Subsequent Measurement

Debt instruments at amortized cost

After initial measurement, such debt instruments are subsequently measured at amortized cost. Amortized cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the effective interest rate.

Debt instruments at fair value through profit or loss

Financial assets at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in income statement.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

Debt instruments at fair value through other comprehensive income

Financial assets at FVOCI are recorded in the statement of financial position at fair value. Changes in fair value are recorded in other comprehensive income (OCI).

On initial recognition, a financial asset is classified as measured at: amortized cost or FVTPL. The classification of financial assets is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortized cost as described above are measured at FVTPL. On initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

4.2.1.1.2 Equity instruments

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis.

An equity instrument held for trading purposes is classified as measured at FVTPL.

4.2.1.2 Impairment of financial assets

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

The guiding principle of the expected credit loss (ECL) model is to reflect the general pattern of deterioration or improvement in the credit quality of financial instruments. The amount of ECLs recognized as a loss allowance or provision depends on the extent of credit deterioration since initial recognition. Under the general approach, there are two measurement bases:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

- 12-month ECLs (Stage 1), which applies to all items (from initial recognition) as long as there is no significant deterioration in credit quality.
- Lifetime ECLs (Stages 2 and 3), which applies when a significant increase in credit risk has occurred on an individual or collective basis.

The Fund's financial assets include mainly investment, advances and deposits, dividend and mark-up receivable and bank balances.

4.2.1.3 Regular way contracts

Regular purchases and sales of financial assets are recognized on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.2.1.4 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.

4.2.2 Financial liabilities

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

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

4.2.1.7 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.

4.3 Provisions

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

4.4 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 in cash to the unit holders.

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

The Fund does not account for deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least 90% of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

4.5 Proposed distributions

Distributions declared subsequent to the reporting date are considered as non-adjusting events and are not recognised before the reporting date.

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 distributors during business hours on that day. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net assets value per unit as of the close of the business day less any back-end load (if applicable), any duties, taxes, charges on redemption and any provision for transaction costs, if applicable. Redemption of units is recorded on acceptance of application for redemption.

4.7 Element of income

Element of income represents the difference between net assets 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. 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, 2026

4.8 Net assets value per unit

The Net Assets 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 issue at the year end.

4.9 Revenue recognition

- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Dividend income from equity securities is recognised when the right to receive the dividend is established.
- Mark up / return on bank deposits is recognised on a time apportionment basis using effective rate.
- 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 year in which they arise.

4.10 Expenses

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

4.11 Earnings per unit (EPU)

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.

4.12 Transactions with related parties / connected persons

Transactions with connected persons are carried in the normal course of business, at contracted rates and terms determined in accordance with market rates.

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

		2026		2025																																																																																																																																																																																																																																																																																																																																																	
Note		(Rupees in '000)																																																																																																																																																																																																																																																																																																																																																			
5. BALANCES WITH BANKS																																																																																																																																																																																																																																																																																																																																																					
In current accounts			4,079		6,657																																																																																																																																																																																																																																																																																																																																																
In saving accounts	5.1		317,245		215,401																																																																																																																																																																																																																																																																																																																																																
	5.2		321,324		222,058																																																																																																																																																																																																																																																																																																																																																
5.1 These carry mark-up at the rates ranging from 8.5% to 12% per annum (2025: 7% to 19% per annum).																																																																																																																																																																																																																																																																																																																																																					
5.2 These include balances held with related party of Rs. 207.105 million (2025: Rs. 9.471 million) with MCB Bank Limited.																																																																																																																																																																																																																																																																																																																																																					
6. INVESTMENTS																																																																																																																																																																																																																																																																																																																																																					
Investments at fair value through profit or loss																																																																																																																																																																																																																																																																																																																																																					
Listed equity securities	6.1		669,774		517,556																																																																																																																																																																																																																																																																																																																																																
<table> <tr> <th rowspan="2">Name of the investee company</th><th rowspan="4">As at July 1, 2025</th><th rowspan="4">Purchased during the period</th><th rowspan="4">Sold during the period</th><th rowspan="4">As at June 30, 2026</th><th colspan="3">As at June 30, 2026</th><th colspan="2">Market value as a percentage of</th><th rowspan="2">Paid-up value of shares held as a percentage of total paid-up capital of the investee company</th></tr> <tr> <th>Carrying Value</th><th>Market value</th><th>Unrealised (diminution)/ appreciation</th><th>Net assets of the funds</th><th>Total investments</th></tr> <tr> <td colspan="5"></td><td colspan="3" rowspan="2">Rupees in '000'</td><td colspan="2" rowspan="2">%</td><td colspan="2" rowspan="2"></td></tr> <tr> <td colspan="12">Automobile Assembler</td></tr> <tr> <td>Indus Motors Company Limited</td><td>3,700</td><td>-</td><td>3,700</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>Sazgar Engineering Works Limited</td><td>6,300</td><td>-</td><td>6,300</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td colspan="12">Automobile Parts And Accessories</td></tr> <tr> <td>Panther Tyres Limited</td><td>-</td><td>170,000</td><td>-</td><td>170,000</td><td>7,820</td><td>9,918</td><td>2,098</td><td>0.01</td><td>0.01</td><td>0.10</td><td>-</td></tr> <tr> <td>SERVICE LONG MARCH TYRES LIMITED</td><td>-</td><td>877,260</td><td>677,260</td><td>200,000</td><td>3,990</td><td>5,076</td><td>1,086</td><td>-</td><td>0.01</td><td>-</td><td>-</td></tr> <tr> <td></td><td></td><td></td><td></td><td></td><td>11,810</td><td>14,994</td><td>3,184</td><td>-</td><td>0.01</td><td>-</td><td>-</td></tr> <tr> <td colspan="12">Cement</td></tr> <tr> <td>Cherat Cement Company Limited</td><td>89,000</td><td>29,804</td><td>70,207</td><td>48,597</td><td>14,592</td><td>16,811</td><td>2,219</td><td>0.02</td><td>0.03</td><td>0.03</td><td>-</td></tr> <tr> <td>Fauji Cement Company Limited ***</td><td>200,000</td><td>90,000</td><td>200,000</td><td>90,000</td><td>4,484</td><td>5,180</td><td>696</td><td>0.01</td><td>0.01</td><td>-</td><td>-</td></tr> <tr> <td>Lucky Cement Limited ***</td><td>83,200</td><td>79,500</td><td>82,700</td><td>80,000</td><td>32,799</td><td>37,562</td><td>4,763</td><td>0.04</td><td>0.06</td><td>-</td><td>-</td></tr> <tr> <td>Maple Leaf Cement Factory Limited</td><td>-</td><td>45,000</td><td>-</td><td>45,000</td><td>3,868</td><td>4,811</td><td>943</td><td>0.00</td><td>0.01</td><td>-</td><td>-</td></tr> <tr> <td>Pioneer Cement Limited</td><td>16,800</td><td>-</td><td>16,800</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td></td><td></td><td></td><td></td><td></td><td>55,743</td><td>64,363</td><td>8,621</td><td>0.06</td><td>0.10</td><td>0.03</td><td>-</td></tr> <tr> <td colspan="12">Chemicals</td></tr> <tr> <td>Ittehad Chemicals Limited</td><td>96,000</td><td>-</td><td>96,000</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>Nimir Industrial Chemicals Limited</td><td>48,510</td><td>-</td><td>10,000</td><td>38,510</td><td>6,048</td><td>8,707</td><td>2,659</td><td>0.01</td><td>0.01</td><td>0.03</td><td>-</td></tr> <tr> <td></td><td></td><td></td><td></td><td></td><td>6,048</td><td>8,707</td><td>2,659</td><td>0</td><td>0</td><td>0</td><td>-</td></tr> <tr> <td colspan="12">Commercial Banks</td></tr> <tr> <td>Bank Al Habib Limited</td><td>-</td><td>123,400</td><td>-</td><td>123,400</td><td>19,091</td><td>20,934</td><td>1,843</td><td>0.02</td><td>0.03</td><td>0.01</td><td>-</td></tr> <tr> <td>Bank Alfalah Limited ***</td><td>805,950</td><td>530,000</td><td>425,950</td><td>910,000</td><td>37,284</td><td>51,570</td><td>14,286</td><td>0.05</td><td>0.08</td><td>0.03</td><td>-</td></tr> <tr> <td>Habib Bank Limited</td><td>205,575</td><td>-</td><td>130,575</td><td>75,000</td><td>13,439</td><td>21,916</td><td>8,477</td><td>0.02</td><td>0.03</td><td>0.01</td><td>-</td></tr> <tr> <td>Meezan Bank Limited</td><td>-</td><td>43,000</td><td>-</td><td>43,000</td><td>21,432</td><td>22,208</td><td>775</td><td>0.02</td><td>0.03</td><td>-</td><td>-</td></tr> <tr> <td>National Bank Of Pakistan ***</td><td>381,000</td><td>93,000</td><td>410,000</td><td>64,000</td><td>11,083</td><td>12,704</td><td>1,621</td><td>0.01</td><td>0.02</td><td>-</td><td>-</td></tr> <tr> <td>United Bank Limited ***</td><td>196,000</td><td>230,500</td><td>276,500</td><td>150,000</td><td>54,098</td><td>67,151</td><td>13,053</td><td>0.07</td><td>0.10</td><td>0.01</td><td>-</td></tr> <tr> <td></td><td></td><td></td><td></td><td></td><td>156,427</td><td>196,481</td><td>40,055</td><td>0.20</td><td>0.29</td><td>0.06</td><td>-</td></tr> </table>		Name of the investee company	As at July 1, 2025	Purchased during the period	Sold during the period	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company	Carrying Value	Market value	Unrealised (diminution)/ appreciation	Net assets of the funds	Total investments						Rupees in '000'			%				Automobile Assembler												Indus Motors Company Limited	3,700	-	3,700	-	-	-	-	-	-	-	-	Sazgar Engineering Works Limited	6,300	-	6,300	-	-	-	-	-	-	-	-	Automobile Parts And Accessories												Panther Tyres Limited	-	170,000	-	170,000	7,820	9,918	2,098	0.01	0.01	0.10	-	SERVICE LONG MARCH TYRES LIMITED	-	877,260	677,260	200,000	3,990	5,076	1,086	-	0.01	-	-						11,810	14,994	3,184	-	0.01	-	-	Cement												Cherat Cement Company Limited	89,000	29,804	70,207	48,597	14,592	16,811	2,219	0.02	0.03	0.03	-	Fauji Cement Company Limited ***	200,000	90,000	200,000	90,000	4,484	5,180	696	0.01	0.01	-	-	Lucky Cement Limited ***	83,200	79,500	82,700	80,000	32,799	37,562	4,763	0.04	0.06	-	-	Maple Leaf Cement Factory Limited	-	45,000	-	45,000	3,868	4,811	943	0.00	0.01	-	-	Pioneer Cement Limited	16,800	-	16,800	-	-	-	-	-	-	-	-						55,743	64,363	8,621	0.06	0.10	0.03	-	Chemicals												Ittehad Chemicals Limited	96,000	-	96,000	-	-	-	-	-	-	-	-	Nimir Industrial Chemicals Limited	48,510	-	10,000	38,510	6,048	8,707	2,659	0.01	0.01	0.03	-						6,048	8,707	2,659	0	0	0	-	Commercial Banks												Bank Al Habib Limited	-	123,400	-	123,400	19,091	20,934	1,843	0.02	0.03	0.01	-	Bank Alfalah Limited ***	805,950	530,000	425,950	910,000	37,284	51,570	14,286	0.05	0.08	0.03	-	Habib Bank Limited	205,575	-	130,575	75,000	13,439	21,916	8,477	0.02	0.03	0.01	-	Meezan Bank Limited	-	43,000	-	43,000	21,432	22,208	775	0.02	0.03	-	-	National Bank Of Pakistan ***	381,000	93,000	410,000	64,000	11,083	12,704	1,621	0.01	0.02	-	-	United Bank Limited ***	196,000	230,500	276,500	150,000	54,098	67,151	13,053	0.07	0.10	0.01	-						156,427	196,481	40,055	0.20	0.29	0.06	-
Name of the investee company	As at July 1, 2025						Purchased during the period	Sold during the period	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company																																																																																																																																																																																																																																																																																																																																						
		Carrying Value								Market value	Unrealised (diminution)/ appreciation	Net assets of the funds	Total investments																																																																																																																																																																																																																																																																																																																																								
										Rupees in '000'			%																																																																																																																																																																																																																																																																																																																																								
Automobile Assembler																																																																																																																																																																																																																																																																																																																																																					
Indus Motors Company Limited	3,700	-	3,700	-	-	-	-	-	-	-	-																																																																																																																																																																																																																																																																																																																																										
Sazgar Engineering Works Limited	6,300	-	6,300	-	-	-	-	-	-	-	-																																																																																																																																																																																																																																																																																																																																										
Automobile Parts And Accessories																																																																																																																																																																																																																																																																																																																																																					
Panther Tyres Limited	-	170,000	-	170,000	7,820	9,918	2,098	0.01	0.01	0.10	-																																																																																																																																																																																																																																																																																																																																										
SERVICE LONG MARCH TYRES LIMITED	-	877,260	677,260	200,000	3,990	5,076	1,086	-	0.01	-	-																																																																																																																																																																																																																																																																																																																																										
					11,810	14,994	3,184	-	0.01	-	-																																																																																																																																																																																																																																																																																																																																										
Cement																																																																																																																																																																																																																																																																																																																																																					
Cherat Cement Company Limited	89,000	29,804	70,207	48,597	14,592	16,811	2,219	0.02	0.03	0.03	-																																																																																																																																																																																																																																																																																																																																										
Fauji Cement Company Limited ***	200,000	90,000	200,000	90,000	4,484	5,180	696	0.01	0.01	-	-																																																																																																																																																																																																																																																																																																																																										
Lucky Cement Limited ***	83,200	79,500	82,700	80,000	32,799	37,562	4,763	0.04	0.06	-	-																																																																																																																																																																																																																																																																																																																																										
Maple Leaf Cement Factory Limited	-	45,000	-	45,000	3,868	4,811	943	0.00	0.01	-	-																																																																																																																																																																																																																																																																																																																																										
Pioneer Cement Limited	16,800	-	16,800	-	-	-	-	-	-	-	-																																																																																																																																																																																																																																																																																																																																										
					55,743	64,363	8,621	0.06	0.10	0.03	-																																																																																																																																																																																																																																																																																																																																										
Chemicals																																																																																																																																																																																																																																																																																																																																																					
Ittehad Chemicals Limited	96,000	-	96,000	-	-	-	-	-	-	-	-																																																																																																																																																																																																																																																																																																																																										
Nimir Industrial Chemicals Limited	48,510	-	10,000	38,510	6,048	8,707	2,659	0.01	0.01	0.03	-																																																																																																																																																																																																																																																																																																																																										
					6,048	8,707	2,659	0	0	0	-																																																																																																																																																																																																																																																																																																																																										
Commercial Banks																																																																																																																																																																																																																																																																																																																																																					
Bank Al Habib Limited	-	123,400	-	123,400	19,091	20,934	1,843	0.02	0.03	0.01	-																																																																																																																																																																																																																																																																																																																																										
Bank Alfalah Limited ***	805,950	530,000	425,950	910,000	37,284	51,570	14,286	0.05	0.08	0.03	-																																																																																																																																																																																																																																																																																																																																										
Habib Bank Limited	205,575	-	130,575	75,000	13,439	21,916	8,477	0.02	0.03	0.01	-																																																																																																																																																																																																																																																																																																																																										
Meezan Bank Limited	-	43,000	-	43,000	21,432	22,208	775	0.02	0.03	-	-																																																																																																																																																																																																																																																																																																																																										
National Bank Of Pakistan ***	381,000	93,000	410,000	64,000	11,083	12,704	1,621	0.01	0.02	-	-																																																																																																																																																																																																																																																																																																																																										
United Bank Limited ***	196,000	230,500	276,500	150,000	54,098	67,151	13,053	0.07	0.10	0.01	-																																																																																																																																																																																																																																																																																																																																										
					156,427	196,481	40,055	0.20	0.29	0.06	-																																																																																																																																																																																																																																																																																																																																										

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold during the period	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
					Carrying Value	Market value	Unrealised (diminution)/ appreciation	Net assets of the funds	Total invest-ments	
Number of shares					Rupees in '000'			%		
Balance brought forward					230,028	284,545	54,518			
Engineering										
Mughal Iron & Steel Industries Limited	90,000	175,000	90,000	175,000	13,237	15,332	2,095	0.02	0.02	0.05
					13,237	15,332	2,095	0.02	0.02	0.05
Fertilizer										
Engro Fertilizer Limited	162,000	-	57,000	105,000	19,487	20,890	1,403	0.02	0.03	0.01
Fatima Fertilizer Company Limited	350,000	36,900	288,900	98,000	9,821	16,199	6,378	0.02	0.02	-
Fauji Fertilizer Company Limited	-	10,320	-	10,320	5,004	5,918	914	0.01	0.01	-
					34,312	43,007	8,695	0.04	0.06	0.01
Food & Personal Care Products										
BARKAT FRISIAN AGRO LIMITED	440,034	-	440,034	-	-	-	-	-	-	-
National Foods Limited	40,000	-	13,500	26,500	8,672	10,267	1,595	0.01	0.02	0.01
					8,672	10,267	1,595	0.01	0.02	0.01
Glass & Ceramics	-									
Ghani Glass Limited	120,000	-	-	120,000	5,453	4,796	(656)	0.00	0.01	0.01
Shabbir Tiles & Ceramics Limited	115,426	-	115,426	-	-	-	-	-	-	-
Tariq Glass Industries	-	60,000	12,000	48,000	7,333	9,273	1,940	0	0	0
					12,786	14,069	1,283	0.01	0.02	0.04
Oil & Gas Exploration Company										
Mari Energies Limited	-	8,500	-	8,500	5,572	5,731	160	0.01	0.01	-
Oil & Gas Development Company Limited	-	106,000	-	106,000	30,019	35,496	5,477	0.04	0.05	-
Pakistan Oilfields Limited	6,000	20,000	6,000	20,000	13,270	13,758	489	0.01	0.02	0.01
Pakistan Petroleum Limited	42,000	90,000	-	132,000	26,480	32,026	5,546	0.03	0.05	-
					75,340	87,012	11,672	0.09	0.13	0.01
Inv. Banks / Inv.Com / Securities Cos										
Engro Holding Limited	-	105,000	-	105,000	30,338	30,211	(128)	0.03	0.05	0.01
					30,338	30,211	(128)			
Balance carried forward					404,713	484,442	79,730			

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold during the period	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
					Carrying Value	Market value	Unrealised (diminution)/ appreciation	Net assets of the funds	Total investments	
					Rupees in '000'			%		
Balance brought forward					404,713	484,442	79,730			
Oil & Gas Marketing Companies										
Attock Petroleum Limited	-	35,000	20,450	14,550	8,541	7,831	(709)	0.01	0.01	0.01
Pakistan State Oil Company Limited	-	21,600	21,600	-	-	-	-	-	-	-
					8,541	7,831	(709)	0.01	0.01	0.01
Pharmaceuticals										
Abbott Laboratories (Pakistan) Limited	-	15,000	-	15,000	13,952	14,766	814	0.01	0.02	0.02
Agp Limited	80,000	95,000	135,000	40,000	7,435	8,253	818	0.01	0.01	0.01
Ferozsons Laboratories Limited	-	25,000	8,500	16,500	6,760	6,652	(108)	0.01	0.01	0.04
Glaxosmithkline Pakistan	-	37,000	37,000	-	-	-	-	-	-	-
Highnoon Laboratories Limited	-	6,000	-	6,000	5,802	6,016	214	0.01	0.01	0.01
					33,950	35,688	1,738	0.04	0.05	0.08
Paper and Board										
Century Paper & Board Mills Limited	-	100,000	-	100,000	2,735	2,987	252	0.00	0.00	0.02
Packages Limited	12,000	-	-	12,000	6,655	9,719	3,064	0.01	0.01	0.01
					9,390	12,706	3,317	0.01	0.02	0.03
Refinery										
Attock Refinery Limited	-	27,200	21,700	5,500	4,424	4,679	255	0	0.01	0
					4,424	4,679	255	0.00	0	0
Power Generation And Distribution										
Nishat Chunian Power Limited **	267,000	330,000	362,000	235,000	12,137	15,160	3,023	0.02	0.02	0.06
Nishat Power Limited **	-	220,000	113,000	107,000	4,815	7,866	3,051	0.01	0.01	0.03
					16,952	23,025	6,073	0.02	0.03	0.09
Tobacco										
PAKISTAN TOBACCO COMPANY LIMIED	7,000	12,300	7,500	11,800	15,181	16,851	1,669	0.02	0.03	-
					15,181	16,851	1,669	0.02	0.03	-
Technology & Communication										
Pakistan Telecommunication Company Limited	-	40,000	-	40,000	2,225	2,621	395	0.00	0.00	-
Systems Limited	141,250	-	-	141,250	15,134	20,776	5,643	0.02	0.03	0.01
					17,359	23,397	6,038	0.02	0.03	0.01
Balance carried forward					506,086	603,940	97,857			

Name of the investee company	As at July 1, 2025	Purchased during the period	Sold during the period	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
					Carrying Value	Market value	Unrealised (diminution)/ appreciation	Net assets of the funds	Total investments	
Number of shares					Rupees in '000'			%		
Balance brought forward					506,086	603,940	97,857	0.61	-	-
Textile Composite										
Gul Ahmed Textile Mills Limited	185,000	145,000	-	330,000	9,762	10,062	300	0.01	0.02	0.04
Interloop Limited	250,000	50,000	-	300,000	21,123	32,262	11,139	0.03	0.05	0.02
Nishat (Chunian) Limited **	560,000	89,091	191,991	457,100	19,277	18,833	(445)	0.02	0.03	0.19
					50,162	61,155	10,994	0.06	0.09	0.25
Insurance										
Jubilee General Insurance Limited	100,000	-	100,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Total at June 30, 2026					560,672	669,774	109,106			
Total at June 30, 2025					405,112	517,555	112,443			

* These have a face value of Rs. 5 per share

** These represents transactions in shares of related parties

*** These represents pledge securities (note 6.1.1)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

- 6.1.1 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by SECP:

Name of security	----- 2026 -----	--- 2025 ---	---- 2026 ----	----- 2025 -----
	--- (Number of shares) ---		--- (Rupees in '000) ---	
Bank Alfalah Limited	350,000	545,000	19,835	43,731
United Bank Limited	100,000	-	44,767	-
National Bank Of Pakistan	52,000	-	10,322	-
Fauji Cement Company Limited	-	186,000	-	8,309
Lucky Cement Limited	71,000	16,000	33,336	5,684
	<u>573,000</u>	<u>747,000</u>	<u>108,259</u>	<u>57,723</u>

- 6.1.2 As per the new Finance Act, 2023 tax on bonus shares has been re-introduced. Earlier such tax was introduced through Finance Act, 2014 and omitted through Finance Act, 2018. Finance Act, 2023 reintroduces the above taxation measure by amending the definition of "income" expanding from other sources and introducing a withholding tax provision @ 10% of payment of tax on Bonus shares (i.e: section 236Z) which is effect from July 01, 2023.

There is no change in the status of bonus shares of the funds withheld by certain companies as reported in the annual financial statements of the Fund for the period ended June 30, 2026.

June 30, 2026		
No. of shares with held	Rate	Market Value
---- Rupees in '000 ----		
Al-Shaheer Corporation	805	13.49
Faysal Bank Limited	8250	99.24
The Searle	209	94.54
Total as at June 30, 2026	<u>9,264</u>	<u>849</u>
Total as at June 30, 2025	<u>9,264</u>	<u>600</u>
Note ----- 2026 ----- 2025 ----- (Rupees in '000) -----		

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

Market value of investments	6.1	669,774	517,555
Less: carrying value of investments	6.1	(560,672)	(405,112)
		<u>109,103</u>	<u>112,444</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

7. PROFIT RECEIVABLE

Deposit accounts	10,839	7,870
------------------	--------	-------

8. ADVANCES, DEPOSITS AND OTHER RECEIVABLE

Advance tax	8.1	528	499
Security deposits:			
- National Clearing Company of Pakistan Limited		2,817	3,817
- Central Depository Company of Pakistan Limited		300	300
Receivable Against Bonus Shares Withheld	6.1.2	203	203
Other receivables		37	11
Receivable against sale of securities		-	9,691
		3,885	14,521

- 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, withholding tax on sale of shares, profit on bank balances and dividends 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 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder.

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.

On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund on profit against sale of shares, profit on bank balances and dividends has been shown as advance tax under 'Advances, deposits and other receivables' as at June 30, 2026 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, 2026**

	Note	2026 ----- (Rupees in '000) -----	2025 ----- (Rupees in '000) -----
9. PAYABLE TO THE MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Payable to Management Company	9.1	2,431	2,090
Sindh sales tax payable on management fee	9.2	365	313
		<u>2,796</u>	<u>2,403</u>

9.1 As per regulation 60 of the NBFC Regulations, 2008, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of the 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 3% (2025: 3.48% per annum) of the average daily net assets of the Fund during the year ended June 30, 2026. The remuneration is payable to the Management Company on monthly in arrears.

9.2 Sales tax on management remuneration has been charged at the rate of 15% (2025:15%).

	Note	2026 ----- (Rupees in '000) -----	2025 ----- (Rupees in '000) -----
10. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee remuneration payable	10.1	162	25
Sindh sales tax on trustee remuneration	10.2.	24	4
		<u>186</u>	<u>29</u>

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the average daily net assets of the Fund during the year. The tariff structure applicable to the Fund in respect of trustee remuneration is as follows:

Average net asset value	Tariff per annum
Up to Rs.1,000 million	0.20% per annum of net assets
Amount exceeding Rs.1,000 million	Rs.2.0 million plus 0.10% p.a. of net assets exceeding Rs.1 billion

10.2. Sales tax on trustee fee has been charged at the rate of 15% (2025:15%).

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026**

**11. PAYABLE TO THE SECURITIES AND
EXCHANGE COMMISSION OF PAKISTAN**

Annual fee	11.1	69	51
------------	------	----	----

- 11.1 In accordance with the NBFC Regulations, a CIS is required to pay annual fee to the SECP.

In accordance with the SRO No. 592(I)/2023 dated May 17, 2023 issued by SECP, the Fund has charged SECP fee at the rate of 0.085% (2025: 0.085%) of the average daily net assets of the Fund during the year. It is required to be paid within 15 days of the close of every calendar month.

	2026	2025
Note	----- (Rupees in '000) -----	

12. ACCRUED AND OTHER LIABILITIES

Provision for Federal Excise Duty	12.1		
- On management remuneration		5,872	5,872
- Sales load		393	393
Legal and professional charges payable		41	38
Withholding tax payable		1,296	47
Dividend payable		2,783	2,783
Auditors' remuneration payable		653	589
Brokerage payable		110	34
		11,148	9,756

- 12.1 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 was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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 6.27 million is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in the financial statements of the Fund, the net assets value of the Fund as at June 30, 2026 would have been higher by Rs 0.20 (2025: Rs 0.20) per unit.

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2026 (2025: Nil).

	2026 ----- (Rupees in '000) -----	2025
14. NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year	31,505,019	30,406,586
Add: Unit issued during the year	47,031,822	7,525,084
Less: Units redeemed during the year	(46,811,546)	(6,426,651)
Total units in issue at the end of the year	31,725,296	31,505,019

15. AUDITORS' REMUNERATION

Annual audit fee	450	400
Half yearly review fee	230	200
Other certification and services	100	100
	780	700
Out of pocket expenses and taxes	93	158
	873	858

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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders. 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. The Fund has not recorded any tax liability in respect of income relating to the current year as the Management Company has distributed cash dividend during the year end that is at least 90 percent of the Fund's accounting income for the year ended June 30, 2026 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

17. 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 earnings per unit is not practicable.

18. TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Related parties / connected persons of the Fund include the Management Company, other CIS managed by the Management Company, MCB Bank Limited being the Holding Company of the Management Company, the Trustee, directors, key management personnel and other associated undertakings and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Regulations and constitutive documents of the Fund respectively.

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

18.1 Details of transaction with connected persons are as follows:

	2026	2025
	----- (Rupees in '000) -----	
MCB - Investment Limited - Management Company		
Remuneration including indirect taxes	33,403	25,591
Central Depository Company of Pakistan Limited - Trustee		
Remuneration including indirect taxes	2,201	1471
CDS charges	59	57

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026**

MCB Bank Limited

Bank charges	28	24
Mark-up income	1,169	272

D.G. Khan Cement Limited

Purchase Nil (2025: 18,000) shares	-	1,656
Sale Nil (2025: 18,000) shares	-	1,741

2026 2025
----- (Rupees in '000) -----

Nishat (Chunian) Limited

Purchase 89,091 (2025: 560,000) shares	4,347	18,897
Sale 191,991 (2025: 341,094) shares	7,930	8,062
Dividend Income	1,298	560

Nishat Chunian Power Limited

Purchase 330,000 (2025: 60,000) shares	15,987	1,844
Sale 362,000 (2025: 68,000) shares	23,570	1,745
Dividend Income	128	2,029

Nishat Power Limited

Purchase 220,000 (2025: 225,000) shares	9,900	5,625
Sale 113,000 (2025: 225,000) shares	8,268	8,186
Dividend Income	161	450

18.2 Amount outstanding at the year end

MCB - Investment Limited - Management Company

Management remuneration payable	2,431	2,090
Sindh sales tax on management remuneration	365	313

Central Depository Company of Pakistan Limited - Trustee

Security deposit	300	300
Trustee remuneration payable	162	25
Sindh sales tax payable on trustee remuneration	4	4

MCB Bank Limited

Balance with Bank	207,105	9,471
Profit receivable on bank deposit	190	24

Nishat (Chunian) Limited

457,100 shares held (2025: 560,000)	18,833	23,027
-------------------------------------	--------	--------

Nishat Chunian Power Limited

235,000 shares held (2025: 267,000)	15,160	6,491
-------------------------------------	--------	-------

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

18.3 Transactions during the year with connected persons / related parties in units of the Fund:

2026							
As at July 01, 2024	Issued for cash / conversion in / transferred in	Redeemed/ conversion out / transfer out	As at June 30, 2025	As at July 01, 2024	Issued for cash / conversion in / transferred in	Redeemed/ conversion out / transfer out	As at June 30, 2025
(Units)				(Rupees in '000)			
Key management personnel * & **	9	699	699	9	1.00	-	1.00
10% or more unitholders	4,005,896	113,972	-	4,119,868	95,340	3,533	718

* This reflects the position of related party / connected person status as at June 30, 2026.

** Nil figure due to rounding off

2025							
As at July 01, 2024	Issued for cash / conversion in / transferred in	Redeemed/ conversion out / transfer out	As at June 30, 2025	As at July 01, 2024	Issued for cash / conversion in / transferred in	Redeemed/ conversion out / transfer out	As at June 30, 2025
(Units)				(Rupees in '000)			
Key management personnel * & **	8	-	-	8	0.13	-	0.18
10% or more unitholders	3,831,548	174,348	-	4,005,896	65,572	8,860	718

* This reflects the position of related party / connected person status as at June 30, 2025.

** Nil figure due to rounding off

19. FINANCIAL RISK MANAGEMENT

The Board of Directors of the Management Company has overall responsibility for the establishment and oversight of the Fund's risk management framework. The Board is also responsible for developing and monitoring the Fund's risk management policies.

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

The Fund preliminarily invest in a portfolio of equity securities. These Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

19.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may 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 risk: currency risk, interest rate risk and other price risk.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

(i) 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 hold any financial instrument in foreign currencies and hence is not exposed to such risk.

(ii) Yield / Interest rate risk

Yield / Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2026, the Funds is exposed to such risk on balances with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis of variable rate instruments

As at June 30, 2026, the Fund holds KIBOR based bank deposits exposing the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in KIBOR at year end, the net assets value of the Fund and the net income for the year would be higher / lower by Rs. 2.896 million (2025: Rs. 2.19 million).

b) Sensitivity analysis of fixed rate instruments

As at June 30, 2026, the Fund does not hold any financial instruments exposing the Fund to fair value interest rate risk.

The composition of the Fund's investment portfolio, KIBOR rates and rates announced by Financial Market Association of Pakistan is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2026 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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

----- 2026 -----						
Yield / effective interest rate (%)	Exposed to yield / Interest rate risk			Not exposed to yield / Interest rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
----- (Rupees in '000) -----						
On-balance sheet financial instruments						
Financial Assets						
Balances with banks	8.5% to 12%	317,245	-	-	4,079	321,324
Investments						
at fair value through profit or loss						
- Listed equity securities		-	-	-	669,774	669,774
Profit receivables on bank deposit		-	-	-	10,839	10,839
Security deposits and other receivable		-	-	-	3,357	3,357
		317,245	-	-	688,049	1,005,294
Financial Liabilities						
Payable to the MCB Investment Management Limited						
- Management Company		-	-	-	2,431	2,431
Payable to Central Depository Company						
of Pakistan Limited - Trustee		-	-	-	162	162
Accrued and other liabilities		-	-	-	3,587	3,587
		-	-	-	6,180	6,180
On-balance sheet gap (a)		317,245	-	-	681,869	999,114
Off-balance sheet financial instruments						
		-	-	-	-	
Off-balance sheet gap (b)		-	-	-	-	
Total profit rate sensitivity gap (a+b)		317,245	-	-		
Cumulative profit rate sensitivity gap		317,245	317,245	317,245		

----- 2025 -----						
Yield / effective interest rate (%)	Exposed to Yield / Interest rate risk			Not exposed to Yield / Interest rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
On-balance sheet financial instruments ----- (Rupees in '000) -----						
Financial Assets						
Balances with banks	7% to 19%	215,401	-	-	6,657	222,058
Investments						
at fair value through profit or loss						
- Listed equity securities		-	-	-	517,556	517,556
Profit receivables on bank deposit		-	-	-	7,870	7,870
Security deposits and other receivable		-	-	-	14,022	14,022
		215,401	-	-	546,105	761,506
Financial Liabilities						
Payable to the MCB Investment Management Limited						
- Management Company		-	-	-	2,090	2,090
Payable to Central Depository Company						
of Pakistan Limited - Trustee		-	-	-	25	25
Accrued and other liabilities		-	-	-	3,444	3,444
		-	-	-	5,559	5,559
On-balance sheet gap (a)		215,401	-	-	540,546	755,947
Off-balance sheet financial instruments						
		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		215,401	-	-		
Cumulative profit rate sensitivity gap		215,401	215,401	215,401		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

(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 has exposure to equity price risk arising from its investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's constitutive documents, the NBFC Regulations and circulars issued by SECP from time to time. The Fund's equity investments and their fair values exposed to price risk as at the year end are concentrated in the sectors given in note 6.1.

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

	2026	2025
	---- (Rupees in '000) ----	
Investments	33,489	25,878
Income for the year	33,489	25,878

19.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	----- 2026 -----		----- 2025 -----	
	Balance as per statement of assets	Maximum exposure to credit risk	Balance as per statemen t of	Maximum exposure to credit risk
	----- (Rupees in '000) -----			
Balances with banks	321,324	321,324	222,058	222,058
Listed equity securities	669,774	669,774	517,556	517,556
Dividend and profit receivable	10,839	10,839	7,870	7,870
Security deposits and other receivable	3,357	3,357	14,022	14,022
	<u>1,005,294</u>	<u>1,005,294</u>	<u>761,506</u>	<u>761,506</u>

The analysis below summaries the credit rating quality of the Fund's financial assets as at June 30, 2026 and June 30, 2025:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	----- % -----	
Bank balances by rating category		
AAA	99.80	17.35
AA+	0.20	82.65
	<u>100</u>	<u>100</u>

Concentration of credit risk

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund mainly deals in equity securities which are primarily subject to price risk. The Fund's portfolio of other financial assets are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

The Fund's major bank balance is held with one bank. Management believes that such bank is a reputed institution and a related party.

19.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily cash redemption requests on a regular basis. Units are redeemable at the holders' option based on the Fund's net asset value per unit, at the time of redemption, calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

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 without incurring unacceptable losses or risking damage to the Fund's reputation. 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 realised.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further, the Fund also has the ability to suspend redemptions of units with the approval of the Board of Directors of the Management Company in extraordinary circumstances.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

2026						
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 in '000)						
Payable to MCB Investment Management Limited - Management Company	2,431	-	-	-	-	2,431
Payable to Central Depository Company of Pakistan Limited - Trustee	162	-	-	-	-	162
Accrued and other liabilities	3,587	-	-	-	-	3,587
	6,180	-	-	-	-	6,180

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 in '000)						
Payable to MCB Investment Management Limited - Management Company	2,090	-	-	-	-	2,090
Payable to Central Depository Company of Pakistan Limited - Trustee	25	-	-	-	-	25
Accrued and other liabilities	3,444	-	-	-	-	3,444
	5,559	-	-	-	-	5,559

19.4. FINANCIAL INSTRUMENTS BY CATEGORY

2026		
At amortised cost	Assets at fair value through profit or loss	Total
(Rupees in '000)		
Financial Assets		
Bank balances	321,324	321,324
Investments	-	669,774
Profit receivables on bank deposit	10,839	10,839
Security deposits and other receivable	3,357	3,357
	335,520	1,005,294
Financial Liabilities		
Payable to the MCB Investments Management Limited - Management Company	2,431	2,431
Payable to Central Depository Company of Pakistan Limited- Trustee	162	162
Accrued and other liabilities	3,587	3,587
	6,180	6,180

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026**

----- 2025 -----			
	At amortised cost	Assets at fair value through profit or loss	Total
----- (Rupees in '000) -----			
Financial Assets			
Bank balances	222,058	-	222,058
Investments	-	517,556	517,556
Profit receivables on bank deposit	7,870	-	7,870
Security deposits and other receivable	14,022	-	14,022
	<u>243,950</u>	<u>517,556</u>	<u>761,506</u>
----- 2025 -----			
	At amortised cost	At fair value through profit or loss	Total
----- (Rupees in '000) -----			
Financial Liabilities			
Payable to the MCB Investments Management Limited - Management Company	2,090	-	2,090
Payable to Central Depository Company of Pakistan Limited- Trustee	25	-	25
Accrued and other liabilities	3,444	-	3,444
	<u>5,559</u>	<u>-</u>	<u>5,559</u>

20. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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 assets or liability that are not based on observable market data (i.e. unobservable inputs).

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

	-----2026-----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets at fair value through profit or loss				
Listed equity securities	669,774	-	-	669,774
	-----2025-----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets at fair value through profit or loss				
Listed equity securities	517,556	-	-	517,556

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 their proportionate share of the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in unit holders' Fund'.

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

'The Fund's objective when managing unit holders' fund is 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

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. PATTERN OF UNITHOLDING

-----2026-----				
Number of unit holders	Number of Units held	Investment amount	Percentage Investment	
		(Rupees in '000)	%	
Individual	3,006	28,533,274	891,842	89.94
NBFC	1	19,886	622	0.06
Retirement fund	3	399,769	12,497	1.26
Public Limited Companies	4	115,891	3,623	0.37
Others	24	2,656,477	83,041	8.37
	3,038	31,725,296	991,625	100

-----2025-----				
Number of unit holders	Number of Units held	Investment amount	Percentage Investment	
		(Rupees in '000)	%	
Individual	2,616	27,331,085	650,425	86.75
Insurance Companies	1	145,032	3,452	0.46
NBFC	1	19,495	464	0.06
Others	3	390,557	9,295	1.24
Public Limited Companies	4	113,613	2,704	0.36
Retirement Fund	24	3,505,237	83,425	11.13
	2,649	31,505,019	749,765	100

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026**

23. TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID

Details of commission paid by the Fund to top ten brokers by percentage during the year are as follows:

	2026 (Percentage)
1 Akik Capital (Private) Limited	11%
2 Ismail Iqbal Securities (Private) Limited	11%
3 Intermarket Securities Limited	10%
4 Optimus Capital Management Limited	7%
5 JS Global Capital Limited	7%
6 Chase Securities Pakistan (Private) Limited	7%
7 Foundation Securities (Private) Limited	6%
8 Top Line Securities (Private) Limited	6%
9 Arif Habib Limited	5%
10 BMA Capital Management Limited	5%

	2025 (Percentage)
1 Khadim Ali Shah Bukhari Securities (Private) Limited	14%
2 Arif Habib Limited	10%
3 Habib Metropolitan Financial	8%
4 Top Line Securities Pvt Ltd	8%
5 Alpha Capital (Pvt) Ltd	8%
6 Alfalah Securities (Pvt) Ltd	5%
7 Next Capital Ltd	5%
8 Taurus Securities Limited	5%
9 Foundation Securities (Pvt) Ltd	5%
10 Insight Securities Pvt Limited	5%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

24. ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The 206th, 207th, 208th, 209th, 210th, 211th, 212th, 213th, 214th and 215th meeting of the Board of Directors were held on July 29, 2025, August 04, 2025, August 20, 2025, September 10, 2025, October 10, 2025, October 15, 2025, January 28, 2026, February 02, 2026, April 16, 2026 and April 21, 2026 respectively. Information in respect of attendance by the directors and other persons in the meetings is given below:

Name of persons attending the meetings	Designation	Number of meetings held	Number of meetings			Meetings Not Attended
			Attendance required	Attended	Leave granted	
Mr. Haroun Rashid	Chairman	10	10	9	1	211th
Mr. Ahmed Jahangir	Director	10	10	10	-	-
Syed Savail Meekal Hussain (resigned on Feb 06, 2026)	Director	10	8	8	-	-
Ms. Sadia Muzaffar (appointed on Feb 07, 2026)	Director	10	2	2	-	-
Ms. Mavra Adil Khan	Director	10	10	10	-	-
Mr. Fahd Kamal Chinoy	Director	10	10	8	2	210th & 211th
Mr. Manzar Mushtaq	Director	10	10	10	-	-
Mr. Muhammad Nauman Chughtai	Director	10	10	7	3	208th, 210th & 212th
Mr. Khawaja Khalil Shah	Chief Executive Officer	10	10	10	-	-

25. PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of members of the Investment Committee of the Fund are as follows:

S. No.	Name	Designation	Qualification	Experience in years
1	Mr. Khawaja Khalil Shah	Chief Executive Officer	MBA	34
2	Mr. Muhammad Asim	Chief Investment Officer	MBA, CFA	23
3	Mr. Awais Abdul Sattar	Portfolio Manager Equities	MBA, CFA	15
4	Mr. Saad Ahmed	Head Of Fixed Income	MBA	20
5	Mr. Usama Iqbal	Fund Manager	Graduate	22
6	Mr. Raza Inam	Head of Research	BSc, CFA	12

Awais Abdul Sattar is the Fund Manager. Details of the other funds being managed by him are as follows:

- Alhamra Islamic Stock
- MCB Pakistan Asset Allocation Fund
- Alhamra Asset Allocation Fund
- MCB Pakistan Stock Market Fund
- MCB Alhamra KPK Govt. Employees Pension Fund
- MCB KPK Govt. Employee Pension Fund

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

26. TOTAL EXPENSE RATIO

The annualized total expense ratio of the Fund based on current year results is 4.14% (2025: 4.82%) and this includes 0.59% (2025:0.67) representing government levy, SECP fee etc.

27. CORRESPONDING FIGURES

Corresponding figures have also been arranged and reclassified, wherever necessary, for better presentation. However, there has been no material reclassification to report.

28. GENERAL

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

29. DATE OF AUTHORISATION OF ISSUE

These financial statements were authorised for issue on _____ by the Board of Directors of the Management Company.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**PATTERN OF UNITS HOLDING BY SIZE
FOR THE YEAR ENDED JUNE 30, 2026**

No. of Unit Holders	Unit holdings	Total units held
2,540	A. 001-10,000	5,164,112
467	B. 10,001 – 100,000	12,657,106
29	C. 100,001 – 1000,000	7,925,542
2	D. 1000,001 & Above	5,978,536
3,038		31,725,296

PERFORMANCE TABLE FOR THE YEAR ENDED JUNE 30, 2026

Performance Information	2026	2025	2024	2023	2022
Total Net Assets Value – Rs. in million	991.6250	749.7649	520.3670	332.9948	381.6090
Net Assets value per unit – Rupees	31.26	23.80	17.11	11.02	10.65
Closing Offer Price	31.98	24.35	17.50	11.27	10.89
Highest offer price per unit	34.89	25.17	18.80	11.48	12.60
Lowest offer price per unit	24.62	17.16	10.86	10.21	10.74
Highest Redemption price per unit	34.11	24.60	18.38	11.23	12.32
Lowest Redemption price per unit	24.07	16.77	10.62	9.98	10.50
Distribution per unit – Rs. *					
Interim	1.10	1.25	1.10	-	-
Final	-	-	-	-	-
Average Annual Return - %					
One year	36.01	46.55	71.54	3.47	(11.25)
Two year	41.28	59.05	37.51	(3.89)	5.95
Three year	51.37	40.52	21.25	5.12	5.58
Net Income for the year – Rs. in million	269.5490	244.5160	227.0340	12.6132	(49.3710)
Distribution made during the year – Rs. in million	53.3150	47.3730	67.4500	-	-
Accumulated Capital Growth – Rs. in million	216.2340	197.1430	159.5840	12.6132	(49.3710)

* Date of Distribution

2026	
Date	Rate
25-Jun-26	1.1

2025	
Date	Rate
25-Jun-25	1.25

2024	
Date	Rate
26-Jun-24	1.1

2023	
Date	Rate
Nil	

2022	
Date	Rate
Nil	

Disclaimer

The past performance is not necessarily indicative of future performance and unit prices and investments and returns may go down, as well as up.

**PROXY ISSUED BY FUND
FOR THE YEAR ENDED JUNE 30, 2026**

The Board of Directors of MCB Investment Management Limited (the Management Company of Pakistan Capital Market Fund – PCMF) has an overall responsibility for the implementation of Proxy Voting Policy and Procedures which is available on the Management Company’s website (www.mcbfunds.com).

During the financial year ended June 30, 2026, the Management Company on behalf of PCMF participated in thirty-two (32) shareholders' meetings. The Management Company did not participate in shareholders’ meetings in the cases which did not meet the criteria reported in Paragraph No. 8 and 9 of the Proxy Voting Policy and Procedures. Summary of actual proxies voted during the financial year are as follows:

	Resolutions	For	Against	Abstain	Reason for Abstaining
Number	189	189	0	0	-
(%ages)	100	100	0	0	-

Detailed information regarding the actual proxies voted by the Management Company in respect of PCMF is available free of charge, upon request, to all Unit Holders.

MCB INVESTMENT MANAGEMENT LIMITED

Head Office: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi

UAN: (+92-21) 111 468 378 (111 INVEST)

URL: www.mcbfunds.com, **Email:** info@mcbfunds.com
