

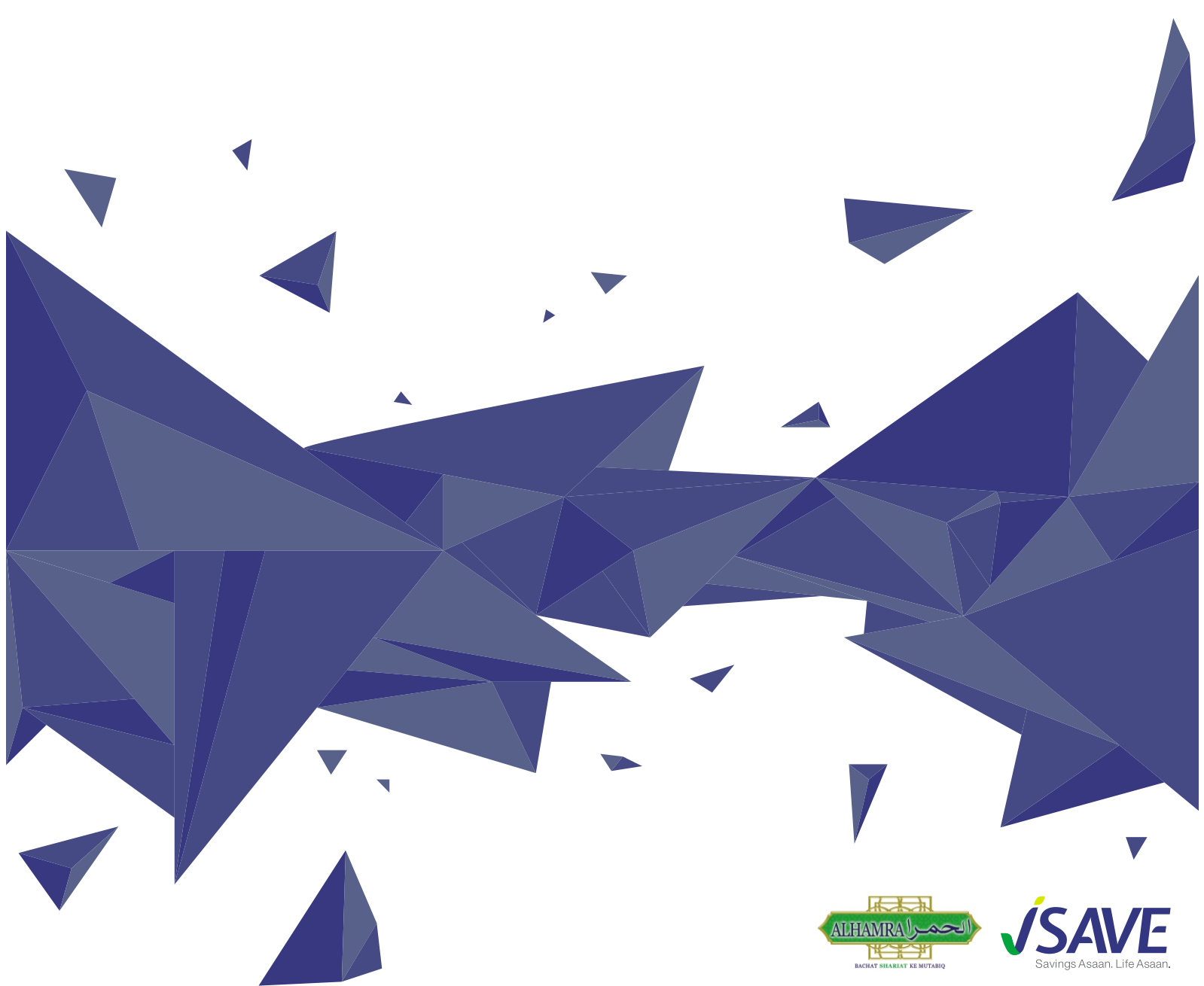


MCB FUNDS  
Investments for Life

# HALF YEARLY REPORT

DECEMBER  
**2025**  
(UNAUDITED)

Funds Under Management of  
MCB Investment Management Limited



# **MCB DCF INCOME FUND**

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## FUND'S INFORMATION

<b>Management Company</b>	<b>MCB Investment Management Limited</b> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
<b>Board of Directors</b>	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
<b>Audit Committee</b>	Ms. Sadia Muzaffar Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
<b>Human Resource &amp; Remuneration Committee</b>	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah Mr. Muhammad Nauman Chughtai	Chairman Member Member Member Member
<b>Credit Committee</b>	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Ms. Sadia Muzaffar Mr. Khawaja Khalil Shah	Member Member Member Member
<b>IT &amp; Digital Risk Management Committee</b>	Ms. Mavra Adil Khan Mr. Ahmed Jahangir Mr. Khawaja Khalil Shah Mr. Syed Sohail Ahmed Mr. Shabbir Hussain Mr. Muhammad Arsalan Khan	Chairman Member Member Member Member Member
<b>Chief Executive Officer</b>	Mr. Khawaja Khalil Shah	
<b>Chief Operating &amp; Financial Officer</b>	Mr. Muhammad Asif Mehdi Rizvi	
<b>Company Secretary</b>	Mr. Muhammad Rehan Khan	
<b>Trustee</b>	<b>Central Depository Company of Pakistan Ltd.</b> 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	
<b>Bankers</b>	MCB Bank Limited Habib Metropolitan Bank Limited Bank Al-Falah Limited Faysal Bank Limited United Bank Limited Allied Bank Limited NRSP Micro Finance Bank Limited U Micro Finance Bank Limited	JS Bank Limited Zarai Taraqati Bank Limited Habib Bank Limited HBL Micro Finance Bank Limited National Bank of Pakistan Soneri Bank Limited MCB Islamic Bank Limited
<b>Auditors</b>	<b>Yousuf Adil</b> Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-75350.	
<b>Legal Advisor</b>	<b>Bawaney &amp; Partners</b> 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
<b>Rating</b>	<b>AM1</b> Asset Manager Rating assigned by PACRA	
<b>Transfer Agent</b>	<b>MCB Investment Management Limited</b> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

# REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2025

Dear Investor

On behalf of the Board of Directors, I am pleased to present **MCB DCF Income Fund** accounts review for the half year ended December 31, 2025.

## **Economy Review**

The country posted a current account deficit of USD 812 million in the first five months of the fiscal year 2026 (5MFY26) compared to a surplus of USD 503 million in the corresponding period last year. Trade Deficit increased by 30.3% YoY as exports declined by 3.2% while imports increased by 11.1%. The remittances inflows grew at a healthy rate of 9.3% to USD 16.2 billion. The country's external position remained robust as SBP's foreign exchange reserves increased to USD 15.9 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 1.3% to 280.1 during the period.

Headline inflation represented by CPI averaged 5.1% during 1HFY26 compared to 7.3% in the corresponding period last year. This sharp decline was driven by the currency's stability over the past one year. Additionally, base effect further contributed to the lower inflation figures.

Pakistan's GDP growth clocked at 3.7% in 1QFY26 with Agricultural, Industrial and Services sectors increasing by 2.9%, 9.4% and 2.4% respectively. Industrial sector growth showed a stellar growth due to improvement in macroeconomic indicators and base effect. On the fiscal side, FBR tax collection increased by 9.6% in 1HFY26 to PKR 6,159 billion, missing the target by PKR 331 billion.

## **FUND PERFORMANCE**

During the period under review, the fund generated an annualized return of 9.79% as against its benchmark return of 10.54%. The WAM of the fund increased to 1.2 years.

The fund allocation remained notably in T-Bills, PIB's and GOP Ijara Sukuk at the end of the period under review. At period-end, the fund was invested 26.6% in PIB's, 8.4% in GOP Ijara Sukuk and 5.8% in T-Bills. The Net Assets of the Fund as at December 31, 2025 stood at Rs. 18,760 million as compared to Rs. 20,766 million as at June 30, 2025 registering a decrease of 9.66%.

The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 114.9367 as compared to opening NAV of Rs. 109.5304 per unit as at June 30, 2025 registering an increase of Rs. 5.4063 per unit.

## **Economy & Market – Future Outlook**

Going forward we expect GDP growth to clock at 3.5% in FY26. The lagged impact of interest rate decline would benefit industrial and services sector going forward which are expected to expand by 4.1% and 3.6% respectively. The continuation of the IMF program is a key positive as it will allow us to tap funding from different sources. We expect SBP reserves to increase to USD

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2025

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17.9 billion by year end on the back of timely bilateral rollover, and inflows from IMF and multilateral agencies. Our external position has improved which could allow Pakistan to consider re-entering the international capital markets to explore options such as Panda bonds in this fiscal year.

Pakistan recorded its first annual current account surplus in FY25 after a gap of 14 years, supported by a rebound in exports and remittances coupled with restrained imports. For FY26, we anticipate a modest current account deficit of around USD 1.6 billion (0.4% of GDP). As import demand gradually recovers amid monetary easing, we expect a measured depreciation in the currency, with the USD/PKR likely to close around 290 by June 2026.

Headline inflation is expected to remain in single digits, aided by currency stability and improved supply conditions. A temporary uptick may occur toward the end of FY26 due to the base effect, keeping average inflation around 6.7% for the year. Core inflation continues to trend lower, reflecting stable exchange rates and subdued domestic demand. We expect it to decline further, reaching low single digits by the close of the fiscal year.

On the fiscal side we expect the fiscal deficit to clock in at 3.9% in FY26, which would be the lowest level since FY2006. This marks the fourth consecutive year of budget deficit reduction since it peaked at 7.9% in FY2022. The reduction in debt servicing from 7.7% of GDP in FY24 to 6.2% of GDP in FY26 would be a major reason for this reduction. Strict IMF target regarding primary surplus would also play its part in maintaining fiscal discipline.

The SBP has decreased interest rates by a cumulative 1,150bps since June-24 as interest rates have declined to 10.5% from a high of 22.0%. Enhanced external stability, coupled with easing inflationary pressures, created room for this monetary easing. Going forward, we expect the central bank to maintain a data-dependent approach in shaping upcoming monetary policies. We believe there remains room for an additional 50 basis point reduction in the policy rate during the current fiscal year.

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 19.0% during 1HFY26 to PKR 4,384 billion. Total money market funds inched up by 1.1% since June 2025. Within the money market sphere, conventional funds showed a decline of 0.1% to PKR 976 billion while Islamic funds increased by 2.4% to PKR 934 billion. In addition, the total fixed Income and Fixed Rate funds increased by about 35.2% since June 2025 to PKR 1,679 billion while Equity and related funds increased by 47.2% to PKR 723 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 43.6%, followed by Income and fixed return funds with 38.3% and Equity and Equity related funds having a share of 16.5% as at the end of December 2025.

**REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

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**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. As economic recovery gains further traction and becomes broader based, 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.

**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,



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**Khawaja Khalil Shah**  
Chief Executive Officer  
February 2, 2026



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**Manzar Mushtaq**  
Director  
February 2, 2026

## ڈائریکٹرز رپورٹ

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے نصف اول کے دوران تقریباً 19.0 فیصد بڑھ کر 4,384 بلین روپے ہو گئے۔ منی مارکیٹ کے کل فنڈز میں جون 2025ء کے بعد سے 1.1 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 0.1 فیصد کم ہو کر 976 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 2.4 سے بڑھ کر 934 بلین روپے ہو گئے۔ مزید برآں، گل فیکسڈ انکم اور فیکسڈ ریٹ فنڈز جون 2025ء کے بعد سے تقریباً 35.2 فیصد سے بڑھ کر 1,679 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 47.2 فیصد سے بڑھ کر 723 بلین روپے ہو گئے۔

شعبہ جاتی حصے کے اعتبار سے دسمبر 2025ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 43.6 فیصد حصے کے ساتھ سب سے آگے تھے، اور ان کے بعد انکم اور

میوچل فنڈز صنعت کے مستقبل کا منظر نامہ

منی مارکیٹ فنڈز کو بہتر نقدیت کا فائدہ اٹھانا چاہیے کیونکہ یہ مختصر میعاد 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 کاوٹ جاری رہے، اور ڈیجیٹل رسائی اور صارفین کو اچھا تجربہ فراہم کرنے کے معاملے میں ہماری بہتر استعداد کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے تیار ہیں۔

اظہارِ تشکر

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

منجانب ڈائریکٹرز،

Manzoor Mushtaq

منظر مشتاق

ڈائریکٹر

02 فروری 2026ء

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2026ء

## ڈائریکٹرز رپورٹ

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

جی ڈی پی کا مالی سال 2026ء میں 3.5 فیصد کی سطح پر آجانے کا امکان ہے۔ سود کی شرح میں کمی کے تاخیری اثر سے مستقبل میں صنعت اور خدمات کے شعبے کو فائدہ ہوگا جن میں بالترتیب 4.1 فیصد اور 3.6 فیصد ترقی متوقع ہے۔

آئی ایم ایف پروگرام کا تسلسل ایک اہم مثبت پہلو ہے جس سے مختلف ذرائع سے رقم کے حصول میں مدد ملے گی۔ ہمیں اُمید ہے کہ سال کے اختتام تک ایس بی پی کے ذخائر بڑھ کر 17.9 بلین ڈالر ہو جائیں گے، اور اس کے عوامل بروقت دو طرفہ توسیع، اور آئی ایم ایف اور کثیرالجہتی ایجنسیوں کی طرف سے آمدات ہیں۔ موجودہ مالی سال میں ہماری خارجی صورتحال میں بہتری آئی ہے جس کی بدولت پاکستان بین الاقوامی کیپیٹل مارکیٹس میں دوبارہ داخل ہونے پر غور کر سکتا ہے تاکہ پانڈا بانڈز جیسے موقعوں کو آزما جاسکے۔

پاکستان نے مالی سال 2025ء میں 14 برسوں کے بعد اپنا پہلا سالانہ کرنٹ اکاؤنٹ سروس پلس ریکارڈ کیا، جو برآمدات اور ترسیلات میں بحالی اور درآمدات پر قابو کے سبب ممکن ہوا۔ مالی سال 2026ء کے لیے ہمیں کرنٹ اکاؤنٹ میں درمیانے درجے کے خسارے - تقریباً 1.6 بلین ڈالر (جی ڈی پی کا 0.4 فیصد) کی توقع ہے۔ مالیاتی تسہیل کے پس منظر میں درآمدات کی مانگ میں مستحکم بحالی ہوئی، اور روپے کی قدر میں پیمائش شدہ کمی متوقع ہے، یعنی جون 2026ء تک ایک ڈالر تقریباً 290 روپے کا ہوگا۔

مجموعی افراط زر کا واحد عدد میں رہنے کا امکان ہے، جس کے عوامل روپے کی قدر میں استحکام اور فراہمی کے حالات میں بہتری ہیں۔ مالی سال 2026ء کے اختتام پر base کے اثر کی وجہ سے عارضی طور پر اضافہ ہو سکتا ہے، جس کے باعث سال کی اوسط افراط زر 6.7 فیصد ہو جائے گی۔ بنیادی افراط زر میں بدستور کمی کا رجحان برقرار رہے گا جس سے زرمبادلہ کی شرحوں میں استحکام اور مقامی طلب کے کم ہونے کی عکاسی ہوتی ہے۔ ہمیں اُمید ہے کہ اس میں مزید کمی ہوگی اور مالی سال کے اختتام تک یہ واحد عدد کی کم سطح پر پہنچ جائے گی۔

مالیاتی جہت میں ہمیں اُمید ہے کہ مالی سال 2026ء میں مالیاتی خسارہ 3.9 فیصد کی سطح تک پہنچے گا، جو مالی سال 2006ء سے اب تک کی کم ترین سطح ہوگی۔ یہ بجٹ خسارے میں مالی سال 2022ء کی بلند ترین سطح 7.9 فیصد سے کمی کا چوتھا متواتر سال ہوگا۔ اس کمی کی ایک اہم وجہ یہ ہوگی کہ قرض کی ادائیگی کے انتظام (ڈیٹ سروسنگ) کو مالی سال 2026ء میں جی ڈی پی کا 6.2 فیصد کر دیا جائے گا، جو مالی سال 2024ء میں جی ڈی پی کا 7.7 فیصد تھا۔ آئی ایم ایف کا پرائمری سروس پلس سے متعلق سخت ہدف بھی مالیاتی نظم و ضبط برقرار رکھنے میں کردار ادا کرے گا۔

ایس بی پی نے سود کی شرحوں میں جون 2024ء سے مجموعی طور پر 1,150 بی پی ایس کی کمی کی ہے، اور یہ 22.0 فیصد کی بلند سطح سے کم ہو کر 10.5 فیصد پر آگئی ہیں۔ یہ مالیاتی تسہیل بہتر خارجی استحکام کے ساتھ ساتھ افراط زر کے دباؤ میں کمی کی وجہ سے ممکن ہوئی۔ مستقبل میں ہمیں اُمید ہے کہ مرکزی بینک آئندہ مالیاتی پالیسیوں کو تشکیل دینے میں اعداد و شمار پر منحصر لائحہ عمل جاری رکھے گا۔ ہم سمجھتے ہیں کہ موجودہ مالی سال کے دوران پالیسی شرح میں مزید 50 بیسیس پوائنٹس کمی کی گنجائش ہے۔

حاملین قرض کے لیے ہمیں اُمید ہے کہ منی مارکیٹ فنڈز سال بھر پالیسی شرحوں کی ہلاؤ کاؤٹ عکاسی جاری رکھیں گے۔

## ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی ڈی سی ایف انکم فنڈ کے اکاؤنٹس کا جائزہ برائے مدتِ مختتمہ 31 دسمبر 2025ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال 2026ء کے پہلے پانچ ماہ میں ملک نے 812 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں 503 ملین ڈالر فاضل (سرسپلس) تھا۔ تجارتی خسارے میں 30.3 فیصد سال در سال (YoY) اضافہ ہوا کیونکہ برآمدات میں 3.2 فیصد کمی ہوئی جبکہ درآمدات میں 11.1 فیصد اضافہ ہوا۔ ترسیلات 9.3 فیصد بڑھ کر 16.2 بلین ڈالر ہو گئیں۔ ملک کی بیرونی صورتحال مستحکم رہی کیونکہ ایس بی پی کے غیر ملکی زرمبادلہ کے ذخائر بڑھ کر 15.9 بلین ڈالر ہو گئے، جبکہ اس کے بالمقابل گزشتہ مالی سال کے اختتام پر 14.5 بلین ڈالر تھے۔ مقامی کرنسی نے گرین بیک (امریکی ڈالر) کے بالمقابل استحکام کا مظاہرہ کیا اور دورانِ مدت پاکستانی روپے کی قدر 1.3 فیصد بڑھ کر 280.1 ہو گئی۔

مجموعی افراطِ زر، جس کی ترجمانی سی پی آئی سے ہوتی ہے، کا اوسط مالی سال 2026ء کے نصف اول کے دوران 5.1 فیصد رہا، جو گزشتہ سال مماثل مدت میں 7.3 فیصد کے بالمقابل ہے۔ اس تیزی سے ہونے والی کمی کی وجہ گزشتہ ایک سال کے دوران کرنسی کا استحکام ہے۔ مزید برآں، base کے اثر نے افراطِ زر کے اعداد کو کم کرنے میں مزید کردار ادا کیا۔

پاکستان کی جی ڈی پی میں مالی سال کی پہلی سہ ماہی میں 3.7 فیصد ترقی ہوئی۔ زراعت کے شعبے میں 2.9 فیصد، صنعتی شعبے میں 9.4 فیصد، اور خدمات کے شعبے میں 2.4 فیصد ترقی ہوئی۔ صنعتی شعبے میں شاندار ترقی کی وجہ مجموعی معاشی علامات اور base کی اثر میں بہتری ہے۔ مالیاتی جہت میں ایف بی آر ٹیکس وصولی مالی سال 2026ء کے نصف اول میں 9.6 فیصد بڑھ کر 6,159 بلین روپے ہو گئی، لیکن ہدف سے 331 بلین روپے کم رہی۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ کا ایک سال پر محیط منافع 9.79 فیصد تھا، جبکہ اس کے بالمقابل بیچ مارک منافع 10.54 فیصد تھا۔ فنڈ کی WAM بڑھ کر 1.2 سال ہو گئی۔

زیر جائزہ مدت کے دوران فنڈ کی زیادہ تر سرمایہ کاری ٹی - بلنز، پی آئی بی اور حکومت پاکستان کے اجارہ سٹاک میں تھی۔

اختتام مدت پر فنڈ کی سرمایہ کاری پی آئی بی میں 26.6 فیصد، حکومت پاکستان اجارہ سٹاک میں 8.4 فیصد، اور ٹی - بلنز میں 5.8 فیصد تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 18,760 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2025ء کو 20,766 ملین روپے تھے، یعنی 9.66 فیصد کمی ہوئی۔

31 دسمبر 2025ء کو net اثاثہ جاتی قدر (این اے وی) نی یونٹ 114.9367 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2025ء کو ابتدائی

این اے وی 109.5304 روپے نی یونٹ تھی، یعنی 5.4063 روپے نی یونٹ اضافہ ہوا۔

# 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 Shakra-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

### MCB DCF INCOME FUND

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

We Central Depository Company of Pakistan Limited, being the Trustee of MCB DCF Income 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 six months period ended December 31, 2025 in accordance with the provisions of the following:

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

**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 18, 2026



# AUDITOR'S REPORT TO THE UNIT HOLDERS ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS



**Yousuf Adil**  
Chartered Accountants

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

Tel: +92 (021) 3454 6494-7  
www.yousufadil.com

## INDEPENDENT AUDITOR'S REVIEW REPORT To the Unit Holders of MCB DCF Income Fund

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **MCB DCF Income Fund** (the "Fund") as at December 31, 2025, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in unit holders' fund, and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The Management of MCB Investment Management Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2025 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other Matter

The cumulative figures for the half year, presented in the second quarter accounts are subject to limited scope review by the statutory auditors of the Fund. Accordingly, the figures of the condensed interim income statement and condensed interim statement of other comprehensive income for the three months period ended December 31, 2025 and December 31, 2024 have not been reviewed by us.

The engagement partner on the engagement resulting in this independent auditor's review report is **Hena Sadiq**.

  
Chartered Accountants

Place: Karachi  
Date: February 18, 2026  
UDIN: RR202510057D6wbTndjq

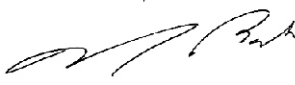
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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2025

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>ASSETS</b>			
Bank balances	5	8,323,464	3,603,847
Investments	6	10,813,039	17,125,190
Profit receivable		247,720	340,221
Advances, deposits, prepayments and other receivables		110,663	46,487
<b>Total assets</b>		<b>19,494,886</b>	<b>21,115,745</b>
<b>LIABILITIES</b>			
Payable to MCB Investment Management Limited - Management Company	7	29,593	36,310
Payable to Central Depository Company of Pakistan Limited - Trustee		1,364	298
Payable to the Securities and Exchange Commission of Pakistan		1,185	1,183
Payable against purchase of investments		566,279	-
Dividend payable		9	9
Accrued and other liabilities	8	136,037	312,061
<b>Total liabilities</b>		<b>734,467</b>	<b>349,861</b>
<b>NET ASSETS</b>		<b>18,760,419</b>	<b>20,765,884</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>18,760,419</b>	<b>20,765,884</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	9		
		----- (Number of units) -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>163,223,973</b>	<b>189,590,068</b>
		----- (Rupees) -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>114.9367</b>	<b>109.5304</b>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For MCB Investment Management Limited  
(Management Company)

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Chief Financial Officer

  
\_\_\_\_\_  
Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Note ----- (Rupees in '000) -----				
<b>INCOME</b>				
Income from government securities	713,277	1,440,743	278,832	748,031
Income from term finance certificates	77,513	122,205	34,479	54,446
Capital gain / (loss) on sale of investments - net	6,041	323,108	(4,679)	34,799
Profit on bank deposits	217,894	86,653	131,443	20,694
Dividend income	75,493	-	75,493	-
Loss from spread transactions - net	(11,403)	-	(11,403)	-
Unrealised gain / (loss) in fair value of investments classified as 'at fair value through profit or loss' - net	6.6 61,643	34,256	61,966	(24,014)
Other income	1,579	2,484	267	956
<b>Total income</b>	<b>1,142,037</b>	<b>2,009,449</b>	<b>566,398</b>	<b>834,912</b>

## EXPENSES

Remuneration of MCB Investment Management Limited - Management Company	7.1	147,526	164,483	71,569	94,397
Sindh Sales Tax on remuneration of the Management Company	7.2	22,129	24,672	10,735	14,159
Allocated expenses		-	3,398	-	2,746
Sindh Sales Tax on remuneration on allocated expense		-	510	-	412
Remuneration of Central Depository Company of Pakistan Limited - Trustee		7,377	6,839	3,579	3,633
Sindh Sales Tax on remuneration of the Trustee		1,107	1,026	537	545
Securities and Exchange Commission of Pakistan fee		7,376	6,839	3,578	3,633
Auditors' remuneration		528	531	288	262
Brokerage, settlement and bank charges		14,241	5,422	12,500	2,087
Legal and professional charges		99	102	15	15
Others		620	618	452	445
<b>Total operating expenses</b>		<b>201,003</b>	<b>214,440</b>	<b>103,253</b>	<b>122,334</b>
<b>Net income from operating activities before taxation</b>		<b>941,034</b>	<b>1,795,009</b>	<b>463,145</b>	<b>712,578</b>
Taxation	10	-	-	-	-
<b>Net income for the period after taxation</b>		<b>941,034</b>	<b>1,795,009</b>	<b>463,145</b>	<b>712,578</b>
<b>Allocation of net income for the period:</b>					
Net income for the period after taxation		941,034	1,795,009		
Income already paid on units redeemed		(133,560)	(222,878)		
		<b>807,474</b>	<b>1,572,131</b>		
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		66,197	300,425		
- Excluding capital gains		741,277	1,271,706		
		<b>807,474</b>	<b>1,572,131</b>		

## Earnings per unit

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The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- (Rupees in '000) -----			
<b>Net income for the period after taxation</b>	<b>941,034</b>	1,795,009	<b>463,145</b>	712,578
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>941,034</b>	1,795,009	<b>463,145</b>	712,578

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



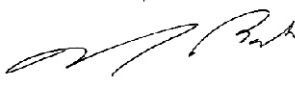
Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Half year ended December 31, 2025			Half year ended December 31, 2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
<b>Net assets at the beginning of the period</b>	20,177,631	588,253	20,765,884	15,771,430	540,198	16,311,628
Issuance of 34,334,538 units (2024: 81,098,708 units)						
- Capital value (at net asset value per unit at the beginning of the period)	3,760,676	-	3,760,676	8,846,677	-	8,846,677
- Element of income	88,580	-	88,580	552,804	-	552,804
	3,849,256	-	3,849,256	9,399,481	-	9,399,481
Redemption of 60,700,633 units (2024: 42,159,328 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(6,648,565)	-	(6,648,565)	(4,598,963)	-	(4,598,963)
- Element of loss	(13,630)	(133,560)	(147,190)	(33,491)	(222,878)	(256,369)
	(6,662,195)	(133,560)	(6,795,755)	(4,632,454)	(222,878)	(4,855,332)
Total comprehensive income for the period	-	941,034	941,034	-	1,795,009	1,795,009
<b>Net assets at the end of the period</b>	<b>17,364,692</b>	<b>1,395,727</b>	<b>18,760,419</b>	20,538,457	2,112,329	22,650,786
<b>Undistributed income brought forward comprising of:</b>						
- Realised	572,457			523,682		
- Unrealised	15,796			16,516		
<b>Undistributed income brought forward</b>	<b>588,253</b>			<b>540,198</b>		
<b>Accounting income available for distribution:</b>						
- Relating to capital gains	66,197			300,425		
- Excluding capital gains	741,277			1,271,706		
	807,474			1,572,131		
<b>Undistributed income carried forward</b>	<b>1,395,727</b>			<b>2,112,329</b>		
<b>Undistributed income carried forward comprising of:</b>						
- Realised income	1,334,084			2,078,073		
- Unrealised income	61,643			34,256		
	1,395,727			2,112,329		
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	109.5304			109.0853		
Net asset value per unit at the end of the period	114.9367			120.1822		

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For MCB Investment Management Limited  
(Management Company)

  
Chief Executive Officer

  
Chief Financial Officer

  
Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Note	Half year ended	
		December 31, 2025	December 31, 2024
----- (Rupees in '000) -----			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the period before taxation		941,034	1,795,009
<b>Adjustments for:</b>			
Unrealised gain in fair value of investments classified as 'at fair value through profit or loss' - net	6.6	(61,643)	(34,256)
		<b>879,391</b>	<b>1,760,753</b>
<b>Increase / (decrease) in assets</b>			
Investments - net		3,988,411	(6,592,869)
Profit receivables		92,501	129,146
Receivable against sale of investments		-	2,935,630
Advances, deposits and prepayments and other receivable		(64,176)	(2,188)
		<b>4,016,736</b>	<b>(3,530,281)</b>
<b>(Decrease) / increase in liabilities</b>			
Payable to MCB Investment Management Limited - Management Company		6,717	11,579
Payable to Central Depository Company of Pakistan Limited - Trustee		(1,066)	448
Payable to the Securities and Exchange Commission of Pakistan		(2)	373
Payable against purchase of investments		(566,279)	(2,504,287)
Dividend payable		-	(9)
Accrued and other liabilities		176,024	570,162
		<b>(384,606)</b>	<b>(1,921,734)</b>
<b>Net cash generated from / (used in) operating activities</b>		<b>5,280,733</b>	<b>(3,691,262)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts from issuance of units		3,849,256	9,399,481
Payments on redemption of units		(6,795,755)	(4,855,332)
<b>Net cash (used in) / generated from financing activities</b>		<b>(2,946,499)</b>	<b>4,544,149</b>
<b>Net increase in cash and cash equivalents during the period</b>		<b>2,334,234</b>	<b>852,887</b>
Cash and cash equivalents at the beginning of the period		5,989,230	3,038,700
<b>Cash and cash equivalents at the end of the period</b>	11	<b>8,323,464</b>	<b>3,891,587</b>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB DCF Income Fund (the Fund) was established under a Trust Deed dated November 20, 2006 executed between Arif Habib Investments Limited (now MCB Investment Management Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) as a Collective Investment Scheme vide its letter dated on November 7, 2006 consequent to which the trust deed was executed on November 10, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). On August 13, 2021 the Trust Deed of the Fund has been registered under the Sindh Trust Act, 2020 as required.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund is an open ended mutual fund and has been categorised as "Income Scheme" and offers units for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Pakistan Stock Exchange Limited.
- 1.4 The Fund primarily invests in money market and other instruments which includes corporate debt and government securities, repurchase agreements and spread transactions. The Fund may also invest a portion of available funds in medium term assets in order to provide higher return to the unit holders.
- 1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 03, 2025 to the Management Company and a stability rating of 'AA-(f)' dated October 23, 2025 to the Fund.
- 1.6 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as Trustee of the Fund.

## 2. STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with Part VIII A of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance 1984, the Rules, the Regulations and requirements of the Trust Deed differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance 1984, the Rules, the Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in this condensed interim financial information are limited, based on the requirements of the IAS 34. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2025.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2025.

This condensed interim financial information is presented in Pakistan Rupees which is the Fund's functional and presentation currency and rounded to the nearest thousand rupees, unless otherwise specified.

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

### 3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the year ended June 30, 2025.

The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgements made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited financial statements as at and for the year ended June 30, 2025.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore, are not disclosed in this condensed interim financial information.

### 4. FINANCIAL RISK MANAGEMENT

The Fund's risk management objective and policies are consistent with those disclosed in the annual audited financial statements of the Fund as at and for the year ended June 30, 2025.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>5. BANK BALANCES</b>			
Current accounts	5.1	17,313	611,719
Savings accounts	5.2	8,306,151	2,992,128
		<b>8,323,464</b>	<b>3,603,847</b>

**5.1** This include the balance of Rs. 10.232 million (June 30, 2025: Rs. 9.748 million) maintained with MCB Bank Limited, a related party.

**5.2** These carry profit at rates ranging from 6% to 12% per annum (June 30, 2025: 8.5% to 10.5% per annum). These includes balances with related parties of Rs. 23.768 million (June 30, 2025: Rs. 40.815 million) maintained with MCB Bank Limited and Rs. 8.142 million (June 30, 2025: Rs. 0.031 million) maintained with MCB Islamic Bank Limited which carry profit at the rate of 10.35% (June 30, 2025 10.5% per annum).

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>6. INVESTMENTS</b>			
<b>Financial assets 'at fair value through profit or loss' - net</b>			
Government securities	6.1	7,946,371	15,721,972
Term Finance Certificates - Debt Securities	6.2	-	-
Unlisted debt securities	6.3	677,265	1,403,218
Commercial Paper	6.4	244,717	-
Listed Equity securities	6.5	1,986,847	-
Future stock contracts		(42,161)	-
		<b>10,813,039</b>	<b>17,125,190</b>

#### 6.1 Government securities

Market Treasury Bills	6.1.1	1,126,529	2,933,669
Pakistan Investment Bonds	6.1.2	3,096,261	1,354,589
Pakistan investment bonds - Floating Rate Bond	6.1.3	2,081,819	7,854,356
Government of Pakistan Ijara Sukuk - Listed	6.1.4	1,641,762	3,402,513
Government of Pakistan Ijara Sukuk - Unlisted	6.1.5	-	176,845
		<b>7,946,371</b>	<b>15,721,972</b>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**6.1.1 Market Treasury Bills**

Particulars	Issue Date	Face value (Rupees in '000)				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		At July 01, 2025	Purchased during the period	Sold / Matured during the period	At December 31, 2025	Carrying Value	Market value	Unrealised gain / (loss)		
Treasury bills - 1 month	October 02, 2025	-	2,000,000	-	2,000,000	-	-	-	-	
Treasury bills - 1 month	August 21, 2025	-	3,250,000	-	3,250,000	-	-	-	-	
Treasury bills - 1 month	July 10, 2025	-	4,000,000	-	4,000,000	-	-	-	-	
Treasury bills - 3 months	May 29, 2025	1,800,000	4,500,000	-	6,300,000	-	-	-	-	
Treasury bills - 3 months	June 12, 2025	625,000	400,000	-	1,025,000	-	-	-	-	
Treasury bills - 3 months	July 10, 2025	-	500,000	-	500,000	-	-	-	-	
Treasury bills - 3 months	October 02, 2025	-	365,000	-	365,000	-	-	-	-	
Treasury bills - 6 months	July 10, 2025	-	500,000	-	500,000	-	-	-	-	
Treasury bills - 6 months	August 21, 2025	-	500,000	-	500,000	-	-	-	-	
Treasury bills - 6 months*	September 04, 2025	-	1,000,000	-	1,000,000	982,187	982,400	213	5.24	
Treasury bills - 12 months	July 11, 2024	-	1,000,000	-	1,000,000	-	-	-	-	
Treasury bills - 12 months	August 22, 2024	200	-	200	-	-	-	-	-	
Treasury bills - 12 months	September 05, 2024	9,000	309,000	-	309,000	-	-	-	-	
Treasury bills - 12 months	October 03, 2024	9,000	-	9,000	-	-	-	-	-	
Treasury bills - 12 months	October 17, 2024	-	4,000,000	-	4,000,000	-	-	-	-	
Treasury bills - 12 months	October 31, 2024	740	-	740	-	-	-	-	-	
Treasury bills - 12 months	November 28, 2024	-	3,500,000	-	3,500,000	-	-	-	-	
Treasury bills - 12 months	December 12, 2024	-	58,000	-	58,000	-	-	-	-	
Treasury bills - 12 months	December 26, 2024	-	4,580,000	-	4,580,000	-	-	-	-	
Treasury bills - 12 months	January 09, 2025	560,000	-	560,000	-	-	-	-	-	
Treasury bills - 12 months	May 02, 2025	-	50,000	-	50,000	-	-	-	-	
Treasury bills - 12 months*	May 15, 2025	-	50,000	-	50,000	48,198	48,175	(23)	0.26	
Treasury bills - 12 months*	May 29, 2025	-	100,000	-	100,000	96,009	95,954	(55)	0.51	
Treasury bills - 12 months	June 26, 2025	-	2,700,000	-	2,700,000	-	-	-	-	
Treasury bills - 12 months	July 10, 2025	-	1,500,000	-	1,500,000	-	-	-	-	
<b>As at December 31, 2025</b>						<b>1,126,394</b>	<b>1,126,529</b>	<b>135</b>		
As at June 30, 2025						2,933,275	2,933,669	394		

\*These carry effective yield of ranging between 10.31% to 10.84% (June 30, 2025: 12.03% to 12.48%) per annum.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
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**6.1.2 Pakistan Investment Bonds**

Particulars	Issue Date	Face value				As at December 31, 2025			Market value as a percentage of total investments	
		As at July 01, 2025	Purchased during the period	Sold during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain		
Pakistan Investment Bond - 2 years*	January 16, 2025	1,038,800	1,250,000	-	2,288,800	2,062,245	2,064,365	2,120	11.00	19.09
Pakistan Investment Bond - 3 years*	July 04, 2023	465,000	-	-	465,000	467,486	468,574	1,088	2.50	4.33
Pakistan Investment Bond - 5 years*	January 16, 2025	-	300,000	-	300,000	306,675	311,600	4,925	1.66	2.88
Pakistan Investment Bond - 5 years*	July 17, 2025	-	750,000	500,000	250,000	246,765	251,722	4,957	1.34	2.33
<b>As at December 31, 2025</b>					<b>3,083,171</b>	<b>3,096,261</b>	<b>13,090</b>			
As at June 30, 2025					1,347,079	1,354,589	7,510			

\*These carry effective yield of ranging between 9.79% to 11.22% (June 30, 2025: 11.02% to 11.81%) per annum.

**6.1.3 Pakistan investment bonds - Floating Rate Bond (FRB)**

Particulars	Issue Date	Face value				As at December 31, 2025			Market value as a percentage of total investments	
		As at July 01, 2025	Purchased during the period	Sold during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain		
Pakistan Investment Bond (FRB) - 5 years*	August 10, 2023	700,000	-	-	700,000	691,729	696,080	4,351	3.71	6.44
Pakistan Investment Bond (FRB) - 5 years	September 21, 2023	1,000,000	-	1,000,000	-	-	-	-	-	-
Pakistan Investment Bond (FRB) - 5 years*	December 14, 2023	175,000	-	-	175,000	172,548	174,090	1,542	0.93	1.61
Pakistan Investment Bond (FRB) - 5 years*	June 27, 2024	700,000	-	-	700,000	688,502	693,560	5,058	3.70	6.41
Pakistan Investment Bond (FRB) - 5 years	September 05, 2024	1,700,000	-	1,700,000	-	-	-	-	-	-
Pakistan Investment Bond (FRB) - 5 years	October 03, 2024	2,200,000	-	2,200,000	-	-	-	-	-	-
Pakistan Investment Bond (FRB) - 5 years	November 14, 2024	1,000,000	-	1,000,000	-	-	-	-	-	-
Pakistan Investment Bond (FRB) - 10 years*	August 22, 2019	35,000	-	-	35,000	34,856	35,389	533	-	-
Pakistan Investment Bond (FRB) - 10 years	April 17, 2025	500,000	-	500,000	-	-	-	-	-	-
Pakistan Investment Bond (FRB) - 10 years*	July 10, 2025	-	500,000	-	500,000	475,114	482,700	7,586	2.57	4.46
<b>As at December 31, 2025</b>					<b>2,062,749</b>	<b>2,081,819</b>	<b>19,070</b>			
As at June 30, 2025					7,852,425	7,854,356	1,931			

\* These carry effective yield of ranging between from 11.40% to 11.83% per annum (June 30, 2025: 12% to 13.3%)

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
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**6.1.4 Government of Pakistan Ijara Sukuk - Listed**

Particulars	Issue Date	Face value				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain / (loss)		
GOP Ijara - 1 year - (Fixed)	August 16, 2024	5,005	-	5,005	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	September 18, 2024	990	-	990	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	October 21, 2024	905	-	905	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	November 07, 2024	1,000,000	-	1,000,000	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	December 04, 2024	88,990	25,000	113,990	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	January 09, 2025	187,500	-	187,500	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	May 30, 2025	600,000	-	600,000	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)	June 26, 2025	187,500	-	187,500	-	-	-	-	-	
GOP Ijara - 1 year - (Fixed)*	August 21, 2025	-	1,231,570	135,030	1,096,540	1,033,572	1,032,831	(741)	5.51	
GOP Ijara - 3 year - (Fixed)*	January 24, 2024	500	-	-	500	525	528	3	0.00	
GOP Ijara - 3 year - (Fixed)*	June 28, 2024	5,000	-	-	5,000	5,331	5,358	27	0.05	
GOP Ijara - 3 year - (Fixed)*	September 18, 2024	2,500	-	-	2,500	2,616	2,639	23	0.02	
GOP Ijara - 3 year - (Fixed)	October 21, 2024	125,000	-	125,000	-	-	-	-	-	
GOP Ijara - 3 year - (Fixed)*	May 30, 2025	100,000	62,500	100,000	62,500	63,005	62,769	(236)	0.58	
GOP Ijara - 3 year - (Variable)*	January 24, 2024	500	-	-	500	505	503	(2)	0.00	
GOP Ijara - 3 year - (Variable)	June 28, 2024	5,000	-	5,000	-	-	-	-	-	
GOP Ijara - 3 year - (Variable)*	September 18, 2024	2,495	-	-	2,495	2,511	2,498	(13)	0.02	
GOP Ijara - 3 year - (Variable)*	January 09, 2025	62,495	-	-	62,495	62,220	62,245	25	0.58	
GOP Ijara - 3 year - (Variable)*	May 19, 2025	75,000	-	-	75,000	74,981	75,000	19	0.69	
GOP Ijara - 5 year - (Fixed)*	January 24, 2024	500	-	-	500	554	562	8	0.01	
GOP Ijara - 5 year - (Fixed)*	June 28, 2024	5,000	-	-	5,000	5,577	5,645	68	0.05	
GOP Ijara - 5 year - (Fixed)*	September 18, 2024	2,500	-	-	2,500	2,686	2,733	47	0.03	
GOP Ijara - 5 year - (Fixed)	January 09, 2025	62,500	-	62,500	-	-	-	-	-	
GOP Ijara - 5 year - (Fixed)	May 30, 2025	600,000	62,500	662,500	-	-	-	-	-	
GOP Ijara - 5 year - (Variable)*	January 24, 2024	500	-	-	500	512	510	(2)	0.00	
GOP Ijara - 5 year - (Variable)*	June 28, 2024	5,000	-	-	5,000	5,046	5,003	(43)	0.05	
GOP Ijara - 5 year - (Variable)*	September 18, 2024	2,500	-	-	2,500	2,540	2,518	(22)	0.02	
GOP Ijara - 5 year - (Variable)*	January 09, 2025	60,500	-	-	60,500	60,188	60,125	(63)	0.56	
GOP Ijara - 5 year - (Variable)*	May 30, 2025	125,000	125,000	-	250,000	249,962	249,950	(12)	1.33	

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Particulars	Issue Date	Face value				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain / (loss)		
(Rupees in '000)										
GOP Ijara - 10 year - (Fixed)*	September 18, 2024	2,500	-	-	2,500	2,611	2,653	42	0.01	0.02
GOP Ijara - 10 year - (Variable)	September 18, 2024	2,500	-	-	2,500	2,551	2,562	11	0.01	0.02
GOP Ijara - 10 year - (Variable)	October 21, 2024	124,000	-	124,000	-	-	-	-	-	-
GOP Ijara - 10 year - (Variable)	May 30, 2025	65,000	-	-	65,000	65,000	65,130	130	0.35	0.60
<b>As at December 31, 2025</b>						<b>1,642,493</b>	<b>1,641,762</b>	<b>(731)</b>		
As at June 30, 2025						3,394,248	3,402,513	8,265		

\*These carry effective yield of ranging between 10.32% to 10.95% (June 30, 2025: 10.95% to 11.03%) per annum.

**6.1.5 Government of Pakistan Ijara Sukuk - Unlisted**

Particulars	Issue Date	Face value				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain / (loss)		
(Rupees in '000)										
GOP Ijara - 3 year - Variable	December 04, 2023	75,000	-	75,000	-	-	-	-	-	-
GOP Ijara - 5 year - Variable	December 04, 2023	100,000	-	100,000	-	-	-	-	-	-
<b>As at December 31, 2025</b>										
As at June 30, 2025						175,045	176,845	1,800		

\* These carry effective yield nil (June 30, 2025: 10.57% to 12.59%) per annum.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	<b>Note</b>	<b>(Un-audited) December 31, 2025</b>	<b>(Audited) June 30, 2025</b>
		<b>----- (Rupees in '000) -----</b>	<b>----- (Rupees in '000) -----</b>
<b>6.2 Listed debt securities</b>			
Term finance certificates - listed	6.2.1	-	-
<b>6.2.1 Provided Debt securities - Term finance &amp; Sukuk Certificates</b>			
Carrying value as at December 31	6.2.2	<b>56,984</b>	56,984
Less: Provision as at July 01			
- New Allied Electronics Industries (Private) Limited - TFC - unlisted		<b>(21,983)</b>	(21,983)
- New Allied Electronics Industries (Private) Limited - Sukuk - unlisted		<b>(35,001)</b>	(35,001)
		<b>(56,984)</b>	(56,984)

**6.2.2 Status of non compliance as per Circular 16 of 2010 issued by the Securities and Exchange Commission of Pakistan**

The Securities and Exchange Commission of Pakistan (SECP), vide its Circular no. 16 dated July 7, 2010 has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the collective investment schemes or with the investment requirements of their constitutive documents.

Certificates have a face value of Rs 5,000 each unless stated otherwise

Name of investee company	Issue date	Number of certificates			As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value	Market value		
		----- (Certificates) -----			----- (Rupees in '000) -----			----- (%) -----	
<b>Household goods</b>									
New Allied Electronics Industries (Private) Limited	May 15, 2007	10,400	-	-	10,400	21,983	(21,983)	-	-
New Allied Electronics Industries (Private) Limited	July 27, 2007	112,000	-	-	112,000	35,001	(35,001)	-	-
<b>As at December 31, 2025</b>						<b>56,984</b>	<b>(56,984)</b>	-	-
As at June 30, 2025						<b>56,984</b>	<b>(56,984)</b>	-	-

Owing to continuous default on repayment of coupon by the issuer, the Fund had classified the said investment as non performing. The Fund has recognised full provision against outstanding principal in accordance with applicable provisioning circular issued by the Securities and Exchange Commission of Pakistan and provisioning policy of the Fund duly approved by the Board of Directors of the Management Company. The Fund has suspended further accrual of profit there against.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
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	<b>(Un-audited)</b>	<b>(Audited)</b>
	<b>December 31,</b>	<b>June 30,</b>
	<b>2025</b>	<b>2025</b>
	-----	-----
	<b>(Rupees in '000)</b>	<b>(Rupees in '000)</b>
	<b>677,265</b>	<b>1,403,218</b>

**6.3 Un-listed Debt securities - Term Finance & Sukuk Certificates**

Term finance certificates - unlisted

Note 6.3.1

**6.3.1 Unlisted debt securities - Term finance certificates**

Certificates have a face value of Rs 5,000 each

Name of investee company	Issue Date	Number of certificates				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at December 31, 2025	Carrying value	Market value	Unrealised (loss)		
<b>Commercial Banks</b>										
Askari Bank Limited VII - TFC*	March 17, 2020	50	-	-	-	-	-	-	-	-
Samba Bank Limited - TFC I*	March 01, 2021	850	-	-	850	83,699	82,405	(1,294)	0.44	0.76
Meezan Bank Limited Sukuk*	December 16, 2021	145	-	-	145	142,679	142,580	(99)	0.76	1.32
Bank Al Habib Limited - TFC II*	September 30, 2021	82,000	-	-	82,000	403,204	403,204	-	2.15	3.73
The Bank of Punjab - TFC*	April 17, 2023	500	-	-	500	49,076	49,076	-	0.26	0.45
<b>Energy</b>										
Pakistan Energy Sukuk II*	May 21, 2020	100,000	-	-	100,000	-	-	-	-	-
<b>Textile</b>										
Masood Spinning Mills Sukuk*	May 22, 2025	175	-	-	175	-	-	-	-	-
<b>As at December 31, 2025</b>						<b>678,658</b>	<b>677,265</b>	<b>(1,393)</b>		
As at June 30, 2025						1,407,322	1,403,218	(4,104)		

\*These carry effective yield ranging between from 9.78% to 10.32% per annum (June 2025 11.48% to 13.23%)

**6.3.2 Significant terms and conditions of term finance certificates outstanding as at December 31, 2025 are as follows:**

Name of the Issuer	Issue date	Maturity Date	Mark-up rate (per annum)	Face Value	Secured / Unsecured	Rating
<b>Commercial Banks</b>						
Samba Bank Limited - TFC I*	March 01, 2021	March 01, 2031	6 months KIBOR + 1.35%	100,000	Unsecured	AA-
Meezan Bank Limited Sukuk*	December 16, 2021	December 16, 2031	6 months KIBOR + 0.35%	1,000,000	Unsecured	AAA
Bank Al Habib Limited - TFC II*	September 30, 2021	September 30, 2031	6 months KIBOR + 0.75%	5,000	Unsecured	AAA
The Bank of Punjab - TFC*	April 17, 2023	April 17, 2033	6 months KIBOR + 1.25%	1,000,000	Unsecured	AA

\*The rating of the term finance certificates have been obtained from Pakistan Credit Rating Agency (PACRA) and VIS Credit Rating Company Limited as of December 31, 2025.

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## 6.4 Commercial Paper

Name of Investee Company	Rating of Investee Company	Profit rate %	Issue date	Maturity Date	Face value			As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
					Purchases during the period	Matured during the period	As at December 31, 2025	Carrying value	Market value	Unrealised gain / (loss)		
Pakistan Microfinance Investment Company Limited	AA+	11.83	Sep 12, 2025	Mar 11, 2026	250,000	-	250,000	244,717	244,717	-	1.30	2.26
<b>As at December 31, 2025</b>								<b>244,717</b>	<b>244,717</b>	<b>-</b>		
As at June 30, 2025								-	-	-		

## 6.5 Listed Equity Securities

Name of the Investee Company	Number of shares			As at December 31, 2025			Market value as a percentage of net assets	Percentage in relation to paid-up capital of the investee company
	As at July 01, 2025	Purchased during the period	Sold during the period	As at December 31, 2025	Carrying Value	Market value		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise.								
<b>Cable &amp; Electrical Goods</b>								
Pak Elektron Limited	-	6,046,000	4,852,500	1,193,500	67,713	68,435	722	0.36
<b>Cement</b>								
D.G. Khan Cement Company Limited*	-	2,073,000	1,989,000	104,000	25,257	23,911	(1,346)	0.13
Fauji Cement Company Limited	-	14,653,000	14,573,000	80,000	4,678	4,476	(202)	0.02
Lucky Cement Limited**	-	55,000	-	55,000	27,080	26,122	(958)	0.14
Maple Leaf Cement Factory Limited	-	887,000	532,500	354,500	42,475	41,629	(846)	0.22
Pioneer Cement Limited	-	211,500	209,000	2,500	972	969	(3)	0.01
					<b>100,462</b>	<b>97,107</b>	<b>(3,355)</b>	<b>0.52</b>
<b>Commercial Banks</b>								
National Bank Of Pakistan	-	12,157,000	9,900,000	2,257,000	526,045	546,600	20,555	2.91
<b>Fertilizer</b>								
Fauji Fertilizer Company Limited	-	26,500	4,500	22,000	12,812	12,996	184	0.07
<b>Oil &amp; Gas Exploration Companies</b>								
Oil and Gas Development Company Limited	-	10,181,500	7,283,000	2,898,500	774,879	814,739	39,860	4.34
Pakistan Petroleum Limited	-	5,136,500	4,933,000	203,500	42,767	47,935	5,168	0.26
					<b>817,646</b>	<b>862,674</b>	<b>45,028</b>	<b>4.60</b>
<b>Oil And Gas Marketing Companies</b>								
Pakistan State Oil Company Limited	-	4,323,500	3,603,000	720,500	330,923	341,632	10,709	1.82
<b>Power Generation &amp; Distribution</b>								
Hub Power Company Limited	-	1,775,500	1,530,500	245,000	54,464	54,238	(226)	0.29
<b>Refinery</b>								
Attock Refinery Limited	-	4,500	-	4,500	3,058	3,076	18	0.02
<b>Technology &amp; Communications</b>								
Pakistan Telecommunication Company Limited	-	11,500	10,000	1,500	90	89	(1)	0.00
<b>As at December 31, 2025</b>					<b>1,913,214</b>	<b>1,986,847</b>	<b>73,634</b>	
As at June 30, 2025					-	-	-	

\* These represent transactions in shares of related parties

\*\* These have a face value of Rs. 2 per share

6.5.1 The movement in equity securities represents spread transactions entered into by the Fund. The Fund purchases equity securities in ready settlement market and sells the securities in future settlement market on the same day, resulting in spread income / (loss) due to difference in ready and future stock prices.

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FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Note	(Un-audited) December 31, 2025 ----- (Rupees in '000) -----	(Audited) June 30, 2025
<b>6.6 Investments classified as 'at fair value through profit or loss' - net</b>			
Market value of investments	6.1.1, 6.1.2, 6.1.3, 6.1.4, 6.1.5 6.2.1.6.3.1.6.4 & 6.5	<b>10,813,039</b>	20,129,603
Carrying value of investments	6.1.1, 6.1.2, 6.1.3, 6.1.4, 6.1.5 6.2.1.6.3.1.6.4 & 6.5	<b>10,751,396</b>	20,113,087
		<b>61,643</b>	16,516
<b>7. PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
Management remuneration payable	7.1	<b>23,710</b>	27,148
Sindh Sales Tax payable on remuneration of the Management Company	7.2	<b>3,556</b>	4,072
Allocated expenses payable		-	5,090
Sales and back end load payable		<b>2,327</b>	-
		<b>29,593</b>	36,310

**7.1** Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O. 600(I)/2025 dated April 10, 2025, the management fee for a Scheme is capped at 1.50% per annum, calculated on the basis of the average daily net assets, effective from July 01, 2025. Prior to this amendment the management fee was allowed to charge at the rate of up to 2% per annum of the net assets of the Scheme. The management fee is payable to the Management Company on a monthly basis in arrears.

Pursuant to an amendment in the Offering Document effective from August 30, 2024, the Management Company revised the basis for charging the management fee. Under the revised methodology, the Fund was allowed to charge management fee at the rate up to 2% per annum of the net assets of the Scheme, calculated on daily basis. Prior to this amendment (i.e., up to September 01, 2024), the Fund was allowed to charge management fee at the rate up to 1.50% per annum of the net assets of the Scheme, calculated on daily basis.

**7.2** Sindh sales tax on remuneration of the Management Company has been charged at the rate of 15% (June 30, 2025: 15%).

	Note	(Un-audited) December 31, 2025 ----- (Rupees in '000) -----	(Audited) June 30, 2025
<b>8. ACCRUED AND OTHER LIABILITIES</b>			
Provision for Federal Excise Duty payable on:			
- Remuneration of the Management Company	8.1	<b>99,060</b>	99,060
- Sales load	8.1	<b>27,933</b>	27,933
Auditors' remuneration payable		<b>512</b>	745
Withholding tax on capital gain		<b>5,895</b>	183,695
Brokerage payable		<b>2,292</b>	293
Payable to legal advisor		<b>345</b>	335
		<b>136,037</b>	312,061

**8.1** There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the audited financial statements of the Fund for the year ended June 30, 2025. Had the said provision for FED not been recorded in this condensed interim financial information of the Fund, the net asset value of the Fund as at December 31, 2025 would have been higher by Rs. 0.78 per unit (June 30, 2025: Rs. 0.67 per unit).

**9. CONTINGENCIES AND COMMITMENTS**

**9.1 Contingencies**

On December 01, 2021, MCB DCF Income Fund (DCFIF) received a notice of tax demand for the Tax Year 2017 from Additional Commissioner (Inland) Revenue (ACIR), whereby ACIR raised objections on claiming of "provision against debt securities" amounting to Rs. 7.943 million and adjustment of the "Element of loss and capital losses" amounting to Rs. 151.140 million while arriving at the declared accounting income of the Fund and has challenged the distribution of 90 percent of income and the Fund's eligibility for exemption from tax. The ACIR raised a tax demand of Rs. 138.821 million. The Management Company on behalf of the Fund filed Appeal and stay Application in front of Commissioner Appeals (CIRA).

On March 31, 2022, a favorable Appellate Order was passed by Commissioner Appeals whereby it was directed that the benefit of element of loss should be allowed to the Fund.

On June 14, 2022, FBR being aggrieved with said Order filed Appeal with Appellate Tribunal Inland Revenue. Management Company, in consultation with its advisor, anticipates a favorable outcome of the case.

There were no other material contingencies outstanding as at December 31, 2025 and June 30, 2025.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

		(Un-Audited) December 30, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>9.2 COMMITMENTS</b>			
	Future sale transactions of equity securities entered into by the Fund in respect of which the sale transactions have not been settled as at period end.	<b>1,967,405</b>	-

**10. TAXATION**

The Fund's income is exempt from income tax as per Clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains and accumulated loss whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash.

The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management distributed the income available for distribution by the Fund to the unit holders in cash in the manner as explained above accordingly, no provision for taxation has been made in this financial information.

		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>11. CASH AND CASH EQUIVALENTS</b>			
	Bank balances	<b>8,323,464</b>	2,322,220
	Treasury bills maturing within 3 months	-	1,569,367
		<b>8,323,464</b>	<b>3,891,587</b>

**12. EARNINGS PER UNIT**

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company, the determination of the same is not practicable.

**13. TOTAL EXPENSE RATIO**

The total annualised expense ratio (TER) of the Fund based on the current period results is 2.04% (December 31, 2024: 2.35%) which includes 0.33% (December 31, 2024: 0.37%) representing Government Levy, SECP Fee and other related expenses. However, Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O. 600(I)/2025 dated April 10, 2025, the maximum Total Expense Ratio limits have been lifted by the SECP applicable to Collective Investment Schemes, effective from July 01, 2025

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

Related parties / connected persons of the Fund include the Management Company, other collective investment schemes 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 to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

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

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>14.1</b>	<b>Details of transactions other than units of the Fund with related parties / connected persons during the period</b>		
	<b>MCB Investment Management Limited</b>		
	Remuneration of the Management Company and related taxes	169,655	189,155
	Allocated expenses and related taxes	-	3,908
	Amount received against issuance to unitholders *	-	4,625
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Remuneration of the Trustee and related taxes	8,484	7,865
	Settlement charges	397	121
	<b>Group / associated companies</b>		
	<b>MCB Bank Limited</b>		
	Profit on deposit accounts	2,411	222
	Sale of securities having face value of Rs. nil (2024: 207,560,000)	-	209,241
	Bank charges	139	38
	<b>MCB Islamic Bank Limited</b>		
	Profit on deposit accounts	11,563	1,595
	<b>D.G. Khan Cement Company Limited</b>		
	Purchase 429,500 (December 31, 2024: Nil) shares	103,822	-
	Dividend Received	834	-
	* This represents amount reimbursed by the Management Company in the form of dividend to identified unit holders of the Fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.		
		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>14.2</b>	<b>Details of balances with related parties / connected persons as at period end</b>		
	<b>MCB Investment Management Limited</b>		
	Remuneration of the Management Company and related taxes	27,266	31,220
	Sales and back end load payable	2,327	1,380
	<b>Central Depository Company of Pakistan Limited - Trustee</b>		
	Trustee remuneration payable (including indirect taxes)	1,364	298
	Security deposit	200	200
	<b>Group / associated companies</b>		
	<b>MCB Bank Limited</b>		
	Balances with bank	23,768	50,563
	<b>MCB Islamic Bank Limited</b>		
	Balances with bank	8,142	31
	<b>D.G. Khan Cement Company Limited</b>		
	104,000 shares (June 30, 2025: Nil shares)	23,911	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**14.3 Transactions during the period with connected persons / related parties in units of the Fund:**

For the half year ended December 31, 2025 (Un-audited)							
As at July 01, 2025	Issuance (including additional units)	Redeemed	As at December 31, 2025	As at July 01, 2025	Issuance	Redeemed	As at December 31, 2025
----- Units ----- (Rupees in '000) -----							
<b>Group / associated companies</b>							
	49,872	-	49,872	-	5,463	-	5,491
Lalpir Staff Gratuity Fund Trust							
Mcb Employees Provident Fund (Pak Staff)	2,876,427	-	2,876,427	315,056	-	-	330,607
Mcb Employees Pension Fund	2,876,427	-	2,876,427	315,056	-	-	330,607
D.G. Khan Cement Company Ltd Employees Provident Fund Trust	7	-	7	1	-	-	1
Kapco Staff Welfare Fund Trust	29,955	-	29,955	3,281	-	-	3,443
Kapco Employees Pension Fund	788	-	788	86	-	-	91
<b>Key management personnel*</b>	<b>4</b>	<b>466,885</b>	<b>466,889</b>	<b>-</b>	<b>53,538</b>	<b>-</b>	<b>53,663</b>

\* This reflects position of related party / connected persons status as at December 31, 2025.

For the half year ended December 31, 2024 (Un-audited)							
As at July 01, 2024	Issuance (including additional units)	Redeemed	As at December 31, 2024	As at July 01, 2024	Issuance	Redeemed	As at December 31, 2024
----- Units ----- (Rupees in '000) -----							
<b>Group / associated companies</b>							
	43,067	37	43,104	4,698	4	-	5,180
Lalpir staff gratuity fund trust							
MCB employees provident fund	2,483,910	2,111	2,486,021	272,958	253	-	298,775
MCB employees pension fund	2,483,910	2,111	2,486,021	272,958	253	-	298,775
D.G. Khan Cement Company Limited - Employees' Provident Fund Trust	-	6	6	-	1	-	1
Kapco staff welfare fund trust	27,761	13	27,774	3,028	2	-	3,338
Kapco employees pension fund	-	681	681	-	82	-	82
<b>Key management personnel*</b>	<b>2</b>	<b>4</b>	<b>5</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* This reflects position of related party / connected persons status as at December 31, 2024.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**15. FAIR VALUE OF FINANCIAL INSTRUMENTS**

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as 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 (i.e. an exit price). 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognised at fair value, based on:

<b>Levels</b>	<b>Description</b>	<b>Valuation approach and input used</b>
<b>Level 1:</b>	Quoted prices in active markets for identical assets or liabilities;	Listed government securities traded on Pakistan Stock Exchange are valued at revaluation rates disseminated by Pakistan Stock Exchange (PSX). The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP).
<b>Level 2:</b>	Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and	The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV) which are based on the remaining tenure of the securities.  For Debt securities for which MUFAP valuation is not available are valued at face value of the securities.
<b>Level 3:</b>	Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).	The Fund applies discretion on the effective yield as per the allowable limits after taking into account aspects such as Liquidity Risk, Sector Specific Risk and Issuer Class Risk. The allowable limits for rated securities for duration upto 2 years is +200/-100 bps and over 2 years is +150/50 bps. For unrated securities the allowable limits +50 bps.

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		December 31, 2025 (Un-audited)						
		Carrying amount		Fair Value				
		Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
<b>Financial assets measured at fair value</b>								
Market Treasury Bills		1,126,529	-	1,126,529	-	1,126,529	-	1,126,529
Pakistan Investment Bonds		3,096,261	-	3,096,261	-	3,096,261	-	3,096,261
Pakistan investment bonds - Floating Rate Bond		2,081,819	-	2,081,819	-	2,081,819	-	2,081,819
Government of Pakistan Ijara Sukuk - Listed		1,641,762	-	1,641,762	1,641,762	-	-	1,641,762
Commercial Paper		244,717	-	244,717	-	-	244,717	244,717
Unlisted debt securities		677,265	-	677,265	-	677,265	-	677,265
Listed Equity securities		1,986,847	-	1,986,847	1,986,847	-	-	1,986,847
Future stock contracts		(42,161)	-	(42,161)	(42,161)	-	-	(42,161)
		10,813,039	-	10,813,039	3,586,448	6,981,874	244,717	10,813,039
<b>Financial assets not measured at fair value</b>								
Bank balances		-	8,323,464	8,323,464				
Profit receivable		-	247,720	247,720				
Deposits and other receivable		-	94,888	94,888				
		-	8,666,072	8,666,072				
<b>Financial liabilities not measured at fair value</b>								
Payable to the Management Company		-	26,037	26,037				
Payable to the Trustee		-	1,166	1,166				
Payable against purchase of investment		-	566,279	566,279				
Accrued expenses and other liabilities		-	3,111	3,111				
		-	596,593	596,593				

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

During the period ended December 31, 2025, there were no transfers between levels of fair value measurements, and no transfer into and out of level 3 fair value measurements.

		June 30, 2025 (Audited)				
		Carrying amount		Fair Value		
Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)						
<b>Financial assets measured at fair value</b>						
Market treasury bills	-	2,933,669	-	2,933,669	-	2,933,669
Pakistan investment bonds	-	1,354,589	-	1,354,589	-	1,354,589
Pakistan investment bonds - floating rate bond	-	7,854,356	-	7,854,356	-	7,854,356
Term finance certificates	-	1,403,218	452,370	175,000	775,848	1,403,218
Government of Pakistan ijara sukuk	-	3,579,358	3,402,513	176,845	-	3,579,358
		17,125,190	3,854,883	12,494,459	775,848	17,125,190
<b>Financial assets not measured at fair value</b>						
Bank balances	3,603,847	3,603,847				
Profit receivable	340,221	340,221				
Deposits and other receivables	41,355	41,355				
	3,985,423	3,985,423				
<b>Financial liabilities not measured at fair value</b>						
Payable to the Management Company	32,238	32,238				
Payable to the Trustee	259	259				
Accrued expenses and other liabilities	1,318	1,318				
	33,815	33,815				

During the period ended June 30, 2025, there were no transfers between levels of fair value measurements, and no transfer into and out of level 3 fair value measurements.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

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**16. CORRESPONDING FIGURES**

Certain prior period's figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current period. However, there are material re-arrangements / re-classifications to report.

**17. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue on February 02, 2026 by the Board of Directors of the Management Company.

For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**MCB INVESTMENT MANAGEMENT LIMITED**

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