

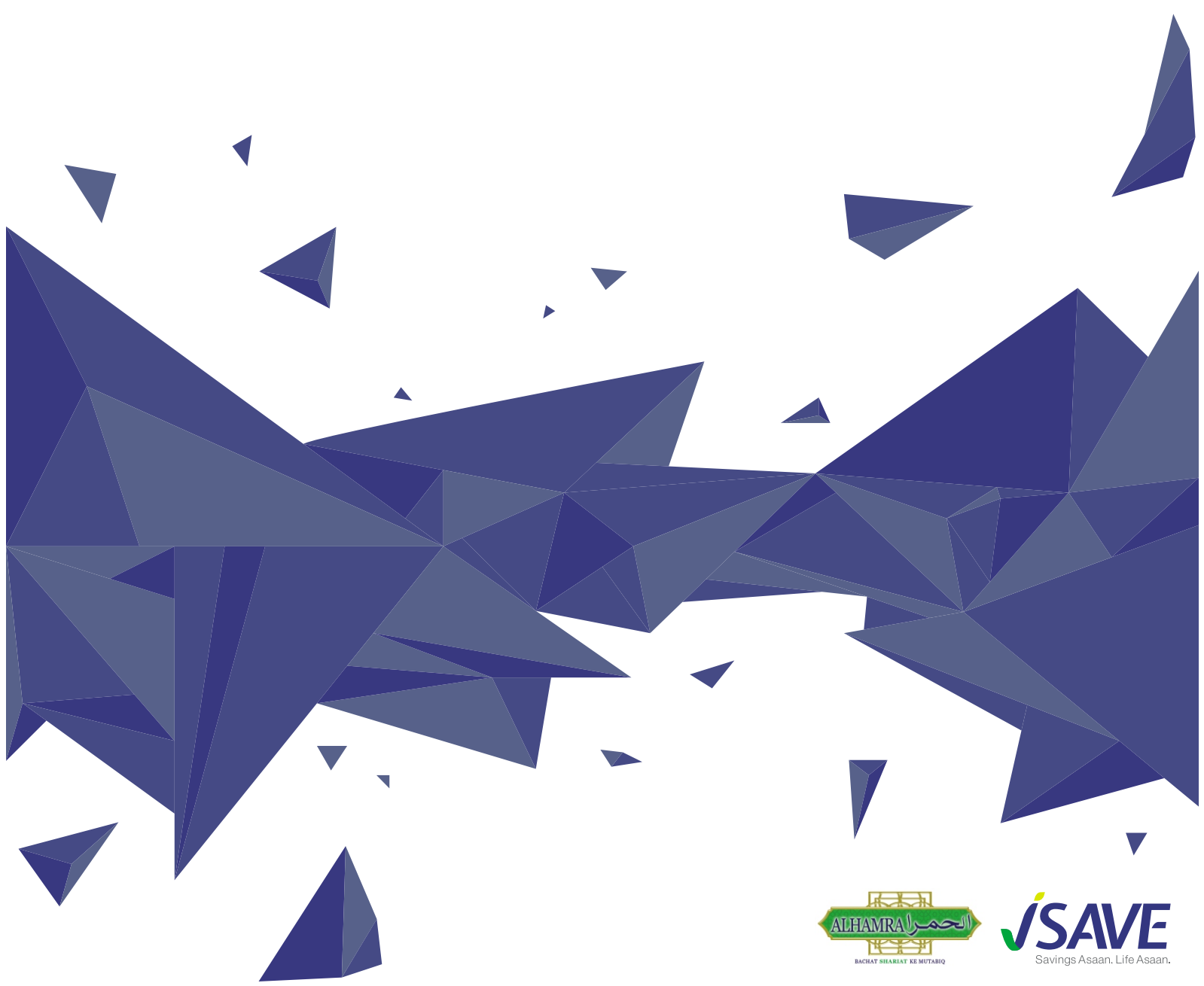


MCB FUNDS
Investments for Life

HALF YEARLY REPORT

DECEMBER
2025
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



MCB GOVERNMENT SECURITIES FUND

TABLE OF CONTENTS

1	Fund's Information	126
2	Report of the Directors of the Management Company	127
3	Trustee Report to the Unit Holders	136
4	Auditor's Report to the Unit Holders on Review of Condensed Interim Financial Statements	137
5	Condensed Interim Statement of Assets And Liabilities	138
6	Condensed Interim Income Statement (Un-audited)	139
7	Condensed Interim Statement of Other Comprehensive Income (Un-audited)	140
8	Condensed Interim Statement of Movement in Unit Holder's Funds (Un-audited)	141
9	Condensed Interim Cash Flow Statement (Un-audited)	142
10	Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)	143

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 Khan	Chairman Member Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating & Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	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	Habib Metropolitan Bank Limited MCB Bank Limited United Bank Limited Habib Bank Limited	
Auditors	Yousuf Adil Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-75350.	
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 HALF YEAR ENDED DECEMBER 31, 2025

Dear Investor

On behalf of the Board of Directors, I am pleased to present **MCB Government Securities Fund** 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 a return of 10.62% as against its benchmark return of 10.68%. WAM of the fund was 1.8 years. The fund was 4.9% invested in Cash as of December end. The Net Assets of the Fund as at December 31, 2025 stood at Rs. 37,735 million. The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 105.7313.

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 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

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

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.

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.

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

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
February 02, 2026



Manzar Mushtaq
Director
February 02, 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 کپیٹل 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، سکیورٹیز 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 خراج 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 بیسس پوائنٹس کمی کی گنجائش ہے۔

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

ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی گورنمنٹ سیکورٹیز فنڈ برائے مدتِ مختتمہ 31 دسمبر 2025ء پیشِ 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 نصفِ 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 نصفِ 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 نے 10.62 فیصد منافع بنایا، جبکہ اس کے بالمقابل بیچ مارک منافع 10.68 فیصد تھا۔

فنڈ کی WAM 1.8 سال تھی۔ دسمبر کے اختتام پر فنڈ کی نقد میں سرمایہ کاری 4.9 فیصد تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 37,753 ملین روپے تھے، اور net اثاثہ جاتی قدر (این اے وی) فی یونٹ 105.7313 روپے تھی۔

TRUSTEE REPORT TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

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CDC House, 99-B, Block 'B'
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MCB GOVERNMENT SECURITIES FUND

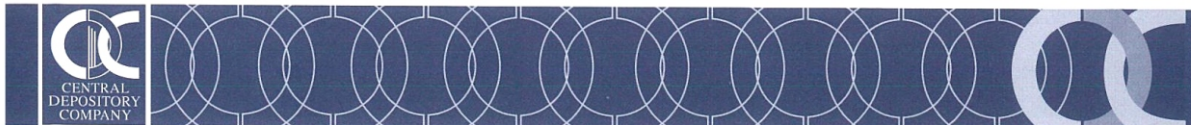
Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of MCB Government Securities 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 17, 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
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INDEPENDENT AUDITOR'S REVIEW REPORT To the Unit Holders of MCB Government Securities Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **MCB Government Securities 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: RR202510057Pe8bZKxUp

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

		MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Audited) June 30, 2025
	Note	------(Rupees in '000)-----	
ASSETS			
Bank balances	5	1,869,545	9,844,446
Investments	6	35,704,249	28,549,702
Profit receivable		277,583	502,348
Advances, deposits, prepayments and other receivables		10,330	1,377
Total assets		37,861,707	38,897,873
LIABILITIES			
Payable to MCB Investment Management Limited - Management Company	7	53,348	55,516
Payable to Central Depository Company of Pakistan Limited - Trustee		1,863	403
Payable to the Securities and Exchange Commission of Pakistan		2,209	1,826
Accrued expenses and other liabilities	8	68,933	234,001
Total liabilities		126,353	291,746
NET ASSETS		37,735,354	38,606,127
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		37,735,354	38,606,127
CONTINGENCIES AND COMMITMENTS			
	9	------(Number of units)-----	
NUMBER OF UNITS IN ISSUE		356,898,558	384,676,859
		------(Rupees)-----	
NET ASSETS VALUE PER UNIT		105.7313	100.3599

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 (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Note	MCB GSF Plan I Half year ended		MCB GSF Plan I Quarter ended	
		December 31, 2025	For the period from November 05, 2024 to December 31, 2024	December 31, 2025	For the period from November 05, 2024 to December 31, 2024
INCOME					
Income from government securities		2,115,920	17,227	945,080	17,227
Profit on with banks deposits		220,929	961	127,008	961
Capital (loss) / gain on sale of investments - net		(37,694)	12	(36,824)	12
Unrealised gain / (loss) on remeasurement of investments at fair value through profit or loss - net	6.3	122,501	(1,530)	107,180	(1,530)
Total income		2,421,656	16,670	1,142,444	16,670
EXPENSES					
Remuneration of MCB Investment Management Limited - Management Company	7.1	222,470	1,574	91,205	1,574
Sindh Sales Tax on remuneration of Management Company	7.2	33,370	236	13,680	236
Remuneration of Central Depository Company of Pakistan Limited - Trustee		11,528	83	5,367	83
Sindh Sales Tax on remuneration of the Trustee		1,729	12	805	12
Securities and Exchange Commission of Pakistan fee		15,720	114	7,318	114
Bank charges		256	52	73	52
Brokerage expense		2,792	15	1,226	15
Auditors' remuneration		493	106	368	106
Legal, professional charges		99	14	14	14
Fees and subscription		83	27	39	27
Printing charges		1	24	1	24
Total operating expenses		288,541	2,257	120,096	2,257
Net income for the period before taxation		2,133,115	14,413	1,022,348	14,413
Taxation	10	-	-	-	-
Net income for the period after taxation		2,133,115	14,413	1,022,348	14,413
Allocation of net income for the period					
Net income for the period after taxation		2,133,115	14,413		
Income already paid on units redeemed		(570,200)	(36)		
		1,562,915	14,377		
Accounting income available for distribution					
Relating to capital gains		83,085	-		
Excluding capital gains		1,479,830	14,377		
		1,562,915	14,377		
Earnings per unit	12				

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 (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	MCB GSF Plan I Half year ended		MCB GSF Plan I Quarter ended	
	December 31, 2025	For the period from November 05, 2024 to December 31, 2024	December 31, 2025	For the period from November 05, 2024 to December 31, 2024
	------(Rupees in '000)-----			
Net income for the period after taxation	2,133,115	14,413	1,022,348	14,413
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	2,133,115	14,413	1,022,348	14,413

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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	MCB GSF Plan I			MCB GSF Plan I		
	Half year ended December 31, 2025			For the period from November 05, 2024 to December 31, 2024		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	------(Rupees in '000)-----					
Net assets at beginning of the period	38,536,077	70,050	38,606,127	-	-	-
Issue of 227,389,443 units (2024: 83,569,468 units) :						
- Capital value (at net asset value per unit at the beginning of the period)	22,820,782	-	22,820,782	8,356,945	-	8,356,945
- Element of income	442,489	-	442,489	142,891	-	142,891
	23,263,271	-	23,263,271	8,499,836	-	8,499,836
Redemption 255,167,744 (2024: 696,983 units) :						
- Capital value (at net asset value per unit at the beginning of the period)	(25,608,609)	-	(25,608,609)	(69,698)	-	(69,698)
- Element of income	(88,350)	(570,200)	(658,550)	(1,194)	(36)	(1,230)
	(25,696,959)	(570,200)	(26,267,159)	(70,892)	(36)	(70,928)
Total comprehensive income for the period	-	2,133,115	2,133,115	-	14,413	14,413
Distribution during the period	-	-	-	-	(70)	(70)
	-	2,133,115	2,133,115	-	14,343	14,343
Net assets as at the end of the period	36,102,389	1,632,965	37,735,354	8,428,944	14,307	8,443,251
Undistributed income brought forward						
- Realised		62,091			-	
- Unrealised		7,959			-	
		70,050			-	
Accounting income available for distribution						
- Relating to capital gains		83,085			-	
- Excluding capital gains		1,479,830			14,377	
		1,562,915			14,377	
Distributions during the period		-			(70)	
Undistributed income carried forward		1,632,965			14,307	
Undistributed income carried forward						
- Realised		1,510,464			15,837	
- Unrealised		122,501			(1,530)	
		1,632,965			14,307	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period	100.3599			-		
Net asset value per unit at the end of the period	105.7313			101.8824		

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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Note	MCB GSF Plan I	MCB GSF Plan I
		Half year ended December 31, 2025	For the period from November 05, 2024 to December 31, 2024
------(Rupees in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		2,133,115	14,413
Adjustments for:			
Unrealised gain / (loss) on remeasurement of investments at fair value through profit or loss - net	6.3	(122,501)	1,530
		2,010,614	15,943
(Increase) / decrease in assets			
Investments		(5,882,913)	(7,300,813)
Profit receivable		224,766	(81,536)
Advances, deposits, prepayments and other receivables		(8,953)	(148)
		(5,667,100)	(7,382,497)
Increase / (decrease) in liabilities			
Payable to MCB Investment Management Limited		(2,168)	2,484
Payable to the Trustee		1,460	92
Payable to the Securities and Exchange Commission of Pakistan		383	108
Accrued expenses and other liabilities		(165,068)	163
		(165,393)	2,847
Net cash used in operating activities		(3,821,879)	(7,363,707)
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received against issuance of units		23,263,271	8,499,836
Amount paid against redemption of units		(26,267,159)	(70,928)
Distributions made during the period		-	(70)
Net cash (used in) / generated from financing activities		(3,003,888)	8,428,838
Net (decrease) / increase in cash and cash equivalents during the period		(6,825,767)	1,065,131
Cash and cash equivalents at beginning of the period		10,334,781	-
Cash and cash equivalents at the end of the period	11	3,509,014	1,065,131

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 Government Securities Fund (the Fund / the Scheme / the Trust / the Unit Trust / MCBGSF) has been established through the Trust Deed (the Deed) dated January 25, 2024 under the Sindh Act, 2020 entered into and between MCB Investment Management Limited, (the Management Company) and Central Depository Company of Pakistan Limited, (the Trustee) and is authorised under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the "Rules") and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). The Securities and Exchange Commission of Pakistan (SECP) has authorised to offer units of plans under the umbrella of MCB Government Securities Fund (MCBGSF) and has registered MCBGSF as a notified entity under the Non Banking Finance Companies and Notified Entities Regulations, 2008 ("Regulations") vide letter No SCD/AMCW/MCBGSF/2023/405/MF-NE-155 dated February 02, 2024. SECP has approved this Offering Document under the Regulations vide its Letter No. SCD/AMCW/MCBGSF/2023/455 dated April 08, 2024.
- 1.2 Management Company of the Fund has been licensed to act as an Asset Management Company under the (the Rules) 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 The Fund is an open-end collective investment scheme categorised as a "Government Securities Income Scheme". The Management Company has launched MCB Government Securities Plan I under the MCB Government Securities Fund on November 05, 2024 i.e. IPO date of the Plan. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund.
- 1.4 The objective of the Fund is to generate a competitive return by investing primarily in Government Securities such as PIB's, GOP Ijara Sukkuks and Treasury Bills issued by Government of Pakistan.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has maintained asset manager rating of AM1 dated October 03, 2025 to the Management Company and the stability rating of AA(f) dated November 03, 2025 to the Fund.
- 1.6 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 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.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 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. Amounts presented in the condensed interim financial information have been rounded off to the nearest thousand rupees, unless otherwise stated.

The prior period amounts of the income statement, statement of comprehensive income, statement of movement in unit holder's fund and the statement of cash flows are not comparable as the comparative figures represent the results of period from November 05, 2024 to December 31, 2024 whilst the figures for the current period represent the results of complete financial period of the Fund.

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 judgments, 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 judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the 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 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	MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Audited) June 30, 2025
		----- (Rupees in '000) -----	
5. BANK BALANCES			
Savings accounts	5.1	<u>1,869,545</u>	<u>9,844,446</u>
5.1			
These carry profit at the rates ranging between 10.45% to 12% (2025: 10.50%) per annum and it includes 21.699 million with MCB Bank Limited, a related party.			

	Note	MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Audited) June 30, 2025
		----- (Rupees in '000) -----	
6. INVESTMENTS			
Financial assets at fair value through profit or loss - net			
Government Securities	6.1	34,704,249	28,549,702
Musharika Certificates	6.2	1,000,000	-
		<u>35,704,249</u>	<u>28,549,702</u>
6.1 Government Securities			
Pakistan Investment Bonds - Floating Rate Bonds (FRB)	6.1.1	13,094,123	26,007,915
Pakistan Investment Bonds - PIB	6.1.2	1,079,805	-
Market Treasury Bills	6.1.3	20,530,321	2,541,787
		<u>34,704,249</u>	<u>28,549,702</u>

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

6.1.1 Pakistan Investment Bonds - Floating Rate Bonds (FRB)

Tenure	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		
Pakistan Investment Bond - FRB - 5 years	September 21, 2023	2,000,000	1,000,000	3,000,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 5 years	October 19, 2023	-	3,000,000	3,000,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 5 years*	December 14, 2023	-	100,000	-	100,000	98,778	99,480	702	0.26	
Pakistan Investment Bond - FRB - 5 years*	June 27, 2024	10,058,000	-	-	10,058,000	9,892,789	9,965,466	72,677	25.81	
Pakistan Investment Bond - FRB - 5 years*	September 05, 2024	3,461,000	1,000,000	4,092,000	369,000	363,061	365,790	2,729	0.95	
Pakistan Investment Bond - FRB - 5 years	October 03, 2024	4,808,000	2,500,000	7,308,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 5 years	November 14, 2024	1,050,000	-	1,050,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 5 years	April 17, 2025	-	500,000	500,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 10 years	November 04, 2021	1,000,000	-	1,000,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 10 years*	December 14, 2023	-	1,250,000	-	1,250,000	1,203,490	1,209,500	6,010	3.13	
Pakistan Investment Bond - FRB - 10 years*	April 17, 2025	2,256,000	1,250,000	3,500,000	6,000	5,761	5,787	26	0.01	
Pakistan Investment Bond - FRB - 10 years	May 29, 2025	2,000,000	250,000	2,250,000	-	-	-	-	-	
Pakistan Investment Bond - FRB - 10 years*	July 10, 2025	-	1,500,000	-	1,500,000	1,429,747	1,448,100	18,353	3.75	
As at December 31, 2025						12,993,626	13,094,123	100,497		
As at June 30, 2025						26,000,750	26,007,915	7,165		

*These carry effective yield ranging between 11.38% to 12.18% (June 30, 2025: 12.18% to 13.19%) per annum.

6.1.2 Pakistan Investment Bonds - PIB

Tenure	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		
Pakistan Investment Bond - 2 years*	January 16, 2025	-	286,500	-	286,500	258,392	258,406	14	0.67	
Pakistan Investment Bond - 5 years*	January 16, 2025	-	500,000	-	500,000	511,126	519,333	8,207	1.82	
Pakistan Investment Bond - 5 years*	July 17, 2025	-	1,050,000	750,000	300,000	295,600	302,066	6,466	0.78	
As at December 31, 2025						1,065,118	1,079,805	14,687		
As at June 30, 2025						-	-	-		

*These carry effective yield ranging from 10.67% to 11.42% (June 30, 2025: nil).

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

6.1.3 Market Treasury Bills

Tenure	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)		
Treasury bills - 1 months	July 10, 2025	-	2,500,000	2,500,000	-	-	-	-	-	
Treasury bills - 1 months	August 21, 2025	-	4,750,000	4,750,000	-	-	-	-	-	
Treasury bills - 1 months	October 02, 2025	-	1,000,000	1,000,000	-	-	-	-	-	
Treasury bills - 1 months	October 16, 2025	-	1,500,000	1,500,000	-	-	-	-	-	
Treasury bills - 1 months	October 30, 2025	-	500,000	500,000	-	-	-	-	-	
Treasury bills - 3 months	May 29, 2025	-	5,500,000	5,500,000	-	-	-	-	-	
Treasury bills - 3 months	June 12, 2025	500,000	-	500,000	-	-	-	-	-	
Treasury bills - 3 months	July 10, 2025	-	1,078,000	1,078,000	-	-	-	-	-	
Treasury bills - 3 months	August 21, 2025	-	540,000	540,000	-	-	-	-	-	
Treasury bills - 3 months*	November 13, 2025	-	646,000	-	646,000	639,143	639,469	326	1.66	
Treasury bills - 6 months	May 29, 2025	-	680,000	680,000	-	-	-	-	-	
Treasury bills - 6 months	June 12, 2025	250,000	-	250,000	-	-	-	-	-	
Treasury bills - 6 months	June 26, 2025	-	11,000,000	11,000,000	-	-	-	-	-	
Treasury bills - 6 months*	July 10, 2025	-	3,000,000	500,000	2,500,000	2,495,050	2,495,005	(45)	6.46	
Treasury bills - 6 months*	August 21, 2025	-	1,570,000	-	1,570,000	1,548,431	1,548,445	14	4.01	
Treasury bills - 6 months*	September 04, 2025	-	2,500,000	-	2,500,000	2,455,466	2,455,998	532	6.36	
Treasury bills - 12 months	October 17, 2024	-	4,000,000	4,000,000	-	-	-	-	-	
Treasury bills - 12 months	October 31, 2024	-	3,000,000	3,000,000	-	-	-	-	-	
Treasury bills - 12 months	November 14, 2024	-	82,660	82,660	-	-	-	-	-	
Treasury bills - 12 months	November 28, 2024	-	2,000,000	2,000,000	-	-	-	-	-	
Treasury bills - 12 months	December 12, 2024	-	1,600,000	1,600,000	-	-	-	-	-	
Treasury bills - 12 months	December 26, 2024	-	1,600,000	1,600,000	-	-	-	-	-	
Treasury bills - 12 months*	January 09, 2025	-	5,008,500	-	5,008,500	4,998,582	4,998,493	(89)	12.95	
Treasury bills - 12 months*	January 23, 2025	250,000	125,000	-	125,000	124,248	124,260	12	0.32	
Treasury bills - 12 months	March 06, 2025	-	-	250,000	-	-	-	-	-	
Treasury bills - 12 months*	April 17, 2025	-	5,500,000	-	5,500,000	5,334,777	5,340,379	5,602	13.83	
Treasury bills - 12 months	May 02, 2025	1,350,000	2,200,000	3,550,000	-	-	-	-	-	
Treasury bills - 12 months*	May 15, 2025	-	150,000	-	150,000	144,562	144,522	(40)	0.37	
Treasury bills - 12 months*	June 26, 2025	-	3,860,000	2,930,000	930,000	884,825	886,034	1,209	2.30	
Treasury bills - 12 months*	July 10, 2025	-	3,000,000	1,000,000	2,000,000	1,897,920	1,897,716	(204)	4.92	
As at December 31, 2025					20,523,004	20,530,321	7,317			
As at June 30, 2025					2,540,993	2,541,787	794			

*These carry effective yield ranging between 10.35% to 11.04% (June 30, 2025: 10.94% to 11.28%) per annum.

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

6.2 Musharika Certificates

Name of Investee Company	Rating of Investee Company	Issue Date	Maturity Date	Profit rate -- (%) --	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
					As at July 01, 2025	Purchased during the year	Matured during the year	As at December 31, 2025	Carrying value	Market value		
Meezan Bank Limited	AAA	September 12, 2025	September 15, 2025	10.50	-	3,500,000	3,500,000	-	-	-	-	-
Meezan Bank Limited	AAA	September 26, 2025	September 29, 2025	10.40	-	3,000,000	3,000,000	-	-	-	-	-
Meezan Bank Limited	AAA	October 24, 2025	October 27, 2025	10.25	-	3,800,000	3,800,000	-	-	-	-	-
Meezan Bank Limited	AAA	November 07, 2025	November 10, 2025	10.30	-	3,900,000	3,900,000	-	-	-	-	-
Meezan Bank Limited	AAA	November 21, 2025	November 24, 2025	10.30	-	3,900,000	3,900,000	-	-	-	-	-
Meezan Bank Limited	AAA	December 05, 2025	December 08, 2025	10.25	-	3,200,000	3,200,000	-	-	-	-	-
Meezan Bank Limited	AAA	December 19, 2025	December 22, 2025	9.90	-	3,400,000	3,400,000	-	-	-	-	-
Meezan Bank Limited	AAA	December 22, 2025	December 26, 2025	10.15	-	2,000,000	2,000,000	-	-	-	-	-
Meezan Bank Limited	AAA	December 31, 2025	January 05, 2026	10.10	-	1,000,000	-	1,000,000	1,000,000	1,000,000	-	2.80
As at December 31, 2025								1,000,000	1,000,000			
As at June 30, 2025								-	-			

6.3 Unrealised loss on re-measurement of investments at fair value through profit or loss - net

Market value of investment	6.1.1, 6.1.2, 6.1.3 & 6.2	35,704,249	28,549,702
Carrying value of investment	6.1.1, 6.1.2, 6.1.3 & 6.2	35,581,748	28,541,743
		122,501	7,959

7. PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management remuneration payable	7.1	44,187	41,587
Sindh Sales Tax payable on management remuneration	7.2	6,628	6,238
Sale load payable		2,533	7,691
		53,348	55,516

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. Accordingly, the Management Company has charged management fees at a rate not exceeding 1.50% of the Fund's net assets, calculated on a daily basis. 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.

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

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

	MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Audited) June 30, 2025
	------(Rupees in '000)-----	
8. ACCRUED EXPENSES AND OTHER LIABILITIES		
Withholding tax on capital gain	68,417	232,853
Auditors' remuneration	261	339
Brokerage payable	203	768
Legal and professional fee	52	41
	68,933	234,001

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

'The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the period as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income to be earned during period to the unit holders, therefore, no provision for taxation has been made in this condensed interim financial information during the period. 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.

11. CASH AND CASH EQUIVALENTS

		MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Un-audited) December 31, 2024
	Note	------(Rupees in '000)-----	
Bank balances	5	1,869,545	89,971
Market treasury bills maturing within 3 months		639,469	975,160
Musharika Certificates		1,000,000	-
		3,509,014	1,065,131

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 Expense Ratio (TER) of the Fund for the period from July 01, 2025 to December 31, 2025 is 1.38% (November 05, 2024 to December 31, 2024: 1.49%) which includes 0.25% (November 05, 2024 to December 31, 2024: 0.24%) representing government levies, SECP fee and other related charges. 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.

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

14. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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, MCB Islamic Bank Limited (being 100% subsidiary of the Holding 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.

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 of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed respectively.

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

	MCB GSF Plan I (Un-Audited) December 31, 2025	MCB GSF Plan I (Un-Audited) December 31, 2024
	------(Rupees in '000)-----	
14.1 Details of transactions with related parties / connected persons during the period other than units of the Fund.		
MCB Investments Management Limited - Management Company		
Remuneration of the Management Company and related taxes	255,840	1,810
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the trustee and related taxes	13,257	95
CDS charges	3	-
	MCB GSF Plan I (Un-audited) December 31, 2025	MCB GSF Plan I (Audited) June 30, 2025
	------(Rupees in '000)-----	
14.2 Details of balances with related parties / connected persons as at period / year end		
MCB Investment Management Limited - Management Company		
Remuneration of the Management Company and related taxes payable	50,815	1,787
Sale load payable	2,533	687
Other payable	-	10
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee and related taxes payable	1,863	92
Security deposit	100	-
MCB Bank Limited		
Bank balance	21,699	-

**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 Decemeber 31, 2025 (Un-audited)							
	As at July 01, 2025	Issued for cash	Redeemed	As at December 31, 2025	As at July 01, 2025	Issued for cash	Redeemed	As at December 31, 2025
	Units ----- (Rupees in '000) -----							
Group / associated company								
D.G. Khan Cement Company Limited	1,332,314	-	-	1,332,314	133,711	-	-	140,867
- Employees Provident Fund Trust	10,279,296	-	7,412,589	2,866,707	1,031,629	-	750,000	303,101
MCB Employees Provident Fund (PAK Staff)	7,050,269	-	7,050,269	-	707,564	-	714,988	-
MCB Investment Management Limited	77,641	-	77,641	-	7,792	-	8,084	-
Nishat Mills Limited - Employees Provident Fund Trust	65,226,894	58,689,611	-	123,916,505	6,546,165	6,029,974	-	13,101,853
Nishat power Limited	64,678,943	33,256,129	42,038,082	55,896,990	6,491,172	3,389,383	4,400,000	5,910,062
Pakgen Power Limited	255,027	-	255,027	-	25,595	-	25,741	-
Pakgen Staff Gratuity Fund Trust	620,716	-	620,716	-	62,295	-	62,653	-
Pakgen Staff Provident Fund	-	1,841,812	-	1,841,812	-	187,345	-	194,737
Security General Insurance Company limited	149,521,100	93,787,552	57,454,324	185,854,328	15,005,923	9,606,702	5,961,466	19,650,620
Directors and Key Management Personnel	1,818,836	385,150	537,348	1,666,638	182,538	39,348	55,422	176,216
Mandate under discretionary Portfolio	7,939,154	-	7,935,164	3,990	796,773	-	801,988	422
10% or more Unit holding	72,786,808	44,995,496	14,336,225	103,446,079	7,304,877	4,586,223	1,484,109	10,937,488

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

	For the half year ended Decemeber 31, 2024 (Un-audited)							
	As at July 01, 2024	Issued for cash	Redeemed	As at December 31, 2024	As at July 01, 2024	Issued for cash	Redeemed	As at December 31, 2024
	Units ----- (Rupees in '000) -----							
Group / associated company								
MCB Investment Management Limited	-	1,000,524	-	1,000,524	-	101,936	-	101,936
Nishat Power Limited	-	14,451,529	-	14,451,529	-	1,472,356	-	1,472,356
Nishat Mills Limited Employees Provident Fund Trust	-	16,346,723	-	16,346,723	-	1,665,444	-	1,665,444
Pakgen Power Limited	-	14,457,251	-	14,457,251	-	1,472,939	-	1,472,939
10% or more Unit holding	-	46,256,027	-	46,256,027	-	4,712,675	-	4,712,675
	-	17,093,344	-	17,093,344	-	1,738,730	-	1,741,511

* This reflects the 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).

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:

Levels	Description	Valuation approach and input used
Level 1:	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).
Level 2:	Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and	The government securities not listed on a stock exchange and traded 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.
Level 3:	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.

The following table show the carrying amount and fair values of financial assets and financial liabilities including the levels in the fair value hierarchy.

	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
Financial assets measured at fair value							
Pakistan Investment Bonds - Floating Rate Bonds (FRB)	13,094,123	-	13,094,123	-	13,094,123	-	13,094,123
Pakistan Investment Bonds - PIB	1,079,805	-	1,079,805	-	1,079,805	-	1,079,805
Market Treasury Bills	20,530,321	-	20,530,321	-	20,530,321	-	20,530,321
Musharika Certificates	1,000,000	-	1,000,000	-	-	1,000,000	1,000,000
	35,704,249	-	35,704,249	-	34,704,249	1,000,000	35,704,249

(Rupees in '000)

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

16. CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. However, no significant rearrangements or reclassifications were made in these condensed interim financial statements 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

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