

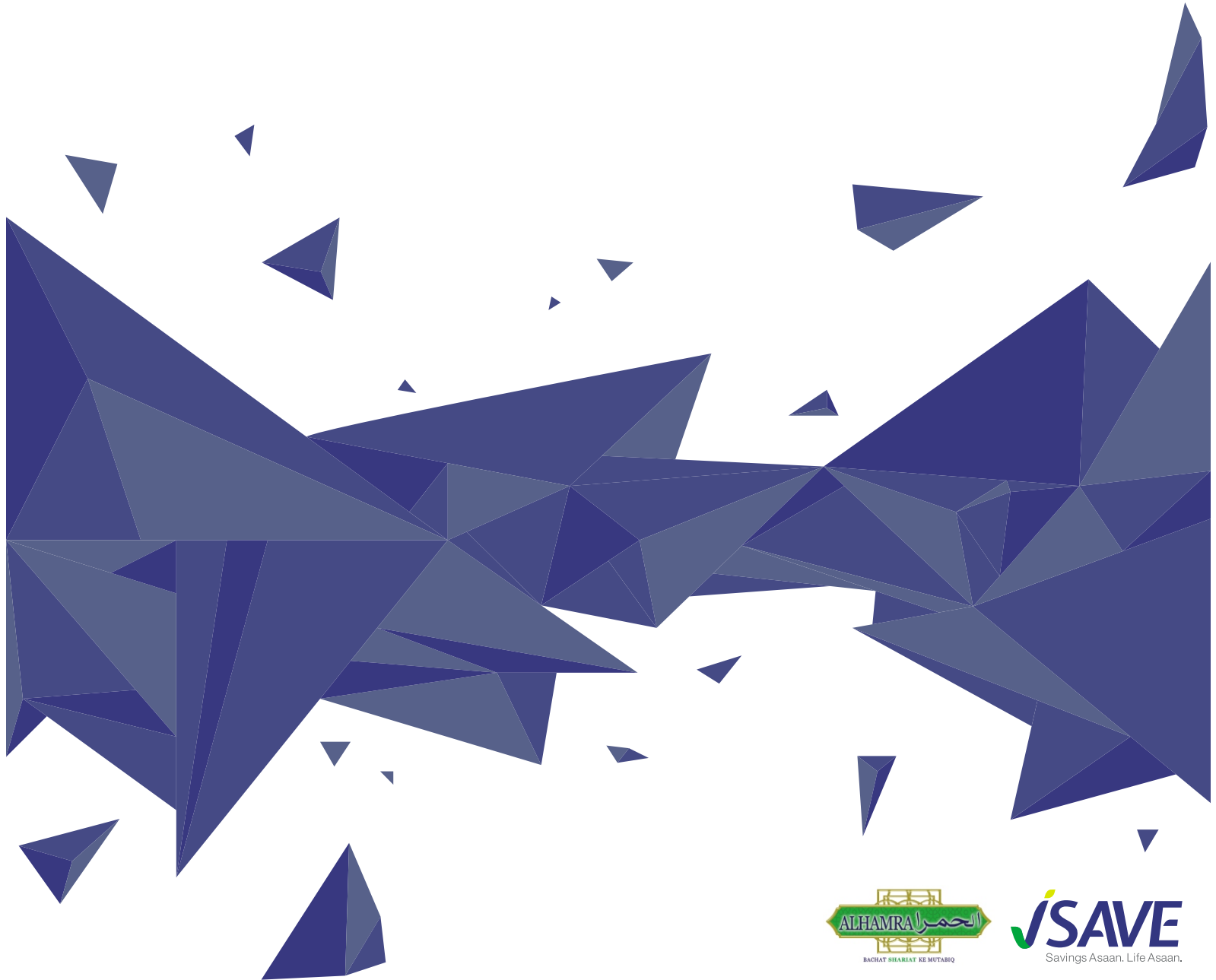


MCB FUNDS
Investments for Life

HALF YEARLY REPORT

DECEMBER
2025
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



MCB KPK GOVT. EMPLOYEES PENSION FUND

TABLE OF CONTENTS

1	Fund's Information	03
2	Report of the Directors of the Management Company	04
3	Trustee Report to the Unit Holders	11
4	Auditor's Report to the Unit Holders on Review of Condensed Interim Financial Statements	12
5	Condensed Interim Statement of Assets And Liabilities	13
6	Condensed Interim Income Statement (Un-audited)	14
7	Condensed Interim Statement of Other Comprehensive Income (Un-audited)	16
8	Condensed Interim Statement of Movement in Unit Holder's Funds (Un-audited)	18
9	Condensed Interim Cash Flow Statement (Un-audited)	19
10	Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)	20

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 United Bank Limited Bank Alfalah Limited	
Auditors	BDO Ebrahim & Co. Chartered Accountants 2nd Floor, Block-C, Lakson Square, Building No.1 Sarwar Shaheed Road, Karachi	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

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

Dear Investor

On behalf of the Board of Directors, I am pleased to present **MCB KPK Government Employees Pension Fund-Money Market Sub 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

The money market sub-fund generated an annualized return of 9.68% during the period. The fund's exposure towards cash stood at 97.3%.

The Net Assets of the Fund as at December 31, 2025 stood at Rs. 102.650 million. The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 134.4949.

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

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

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.

From the capital market perspective particularly equities, the market is still trading at attractive valuations. Market cap to GDP ratio is at 15.9%, a discount of 13% from its historical average of 18.4%. We believe a micro view of sectors and stocks will remain important and investment selection should focus on companies, which trade at a discount to their intrinsic value. The market is currently trading at a forward Price to Earnings ratio of 8.5x, while offering a dividend yield of 5.9%. 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

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

access and online customer experience, we are prepared to get benefits of the growing number of investors available online.

Acknowledgement

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

ڈائریکٹرز رپورٹ

اظہارِ تشکر

بورڈ فنڈ کے قابلِ قدر سرمایہ کاروں، سیکیورٹیز 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،



خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2026ء

ڈائریکٹرز رپورٹ

کیپٹل مارکیٹ، خاص طور پر ایکویٹیز، کے زائونے سے مارکیٹ میں اب بھی سستی ویلیویشنز پر تجارت ہو رہی ہے۔ مارکیٹ کیپ کا جی ڈی پی کے ساتھ تناسب 15.9 فیصد ہے، جو اس کے تاریخی اوسط 18.4 فیصد کے مقابلے میں 13 فیصد کم ہے۔ ہم سمجھتے ہیں کہ سیکٹرز اور اسٹاکس کا باریک بینی پر مبنی زاویہ اہمیت کا حامل رہے گا، اور سرمایہ کاری کے انتخاب کے لیے ایسی کمپنیوں پر توجہ مرکوز کرنی چاہیے جو اپنی اندرونی قدر میں بھرپور کمی پر تجارت کرتی ہیں۔ موجودہ طور پر مارکیٹ میں ہونے والی تجارت میں قیمت کا آمدنی کے ساتھ تناسب 8.5 گنا ہے، جبکہ ڈیویڈنڈ سے حاصل ہونے والا منافع 5.9 فیصد ہے۔ حاملین قرض کے لیے ہمیں اُمید ہے کہ منی مارکیٹ فنڈز سال بھر پالیسی شرحوں کی بلاؤ کاؤٹ عکاسی جاری رکھیں گے۔

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 فنڈ 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 کیپٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلاؤ کاؤٹ جاری رہے، اور ڈیجیٹل رسائی اور صارفین کو اچھا تجربہ فراہم کرنے کے معاملے میں ہماری بہتر استعداد کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے تیار ہیں۔

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 یا 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 کارحجان 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۔

ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی کے پی کے گورنمنٹ ایمپلائیز پینشن فنڈ - منی مارکیٹ ذیلی فنڈ برائے مدت مختصہ
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 دوران مدت پاکستانی روپے کی قدر 1.3 فیصد بڑھ کر 280.1 ہو گئی۔

مجموعی افراط زر، جس کی ترجمانی سی پی آئی سے ہوتی ہے، کا اوسط مالی سال 2026ء کے نصف اوّل 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 افراط 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 اوّل میں 9.6 فیصد بڑھ کر 6,159 بلین روپے ہو گئی، لیکن ہدف سے 331 بلین روپے کم رہی۔

فنڈ کی کارکردگی

دوران مدت Money مارکیٹ ذیلی فنڈ کا ایک سال پر محیط منافع 9.68 فیصد تھا۔

فنڈ کی نقد میں سرمایہ کاری 97.3 فیصد تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 102.65 ملین روپے تھے، اور net اثاثہ جاتی قدر (این اے وی) فی یونٹ 134.4949 روپے تھی۔

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 PARTICIPANTS

MCB KPK GOVERNMENT EMPLOYEES PENSION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of MCB KPK Government Employees Pension Fund (the Fund) are of the opinion that MCB Investment Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the six months period ended December 31, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 17, 2026



INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



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Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS OF MCB KPK GOVERNMENT EMPLOYEES PENSION FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **MCB KPK Government Employees Pension Fund** ("the Fund") as at December 31, 2025 and the related condensed interim income statement, the condensed interim statement of comprehensive income, the condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the half year then ended. The Management Company (MCB Investment Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements 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 statements 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 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

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

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

KARACHI

DATED: 19 FEB 2026

UDIN: RR202510166L5hefYVUB


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

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

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

	December 31, 2025 (Un-audited)					June 30, 2025 (Audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
ASSETS										
Balances with banks	644,419	652,902	652,668	99,960,923	101,910,912	620,126	623,260	623,038	27,298,972	29,165,396
Investment	-	-	-	-	-	-	-	-	55,275,246	55,275,246
Markup receivable	10,410	10,500	10,496	2,642,762	2,674,168	11,759	11,807	11,803	275,476	310,845
Advance tax	-	-	-	160,261	160,261	-	-	-	-	-
Total assets	654,829	663,402	663,164	102,763,946	104,745,341	631,885	635,067	634,841	82,849,694	84,751,487
LIABILITIES										
Payable to the Pension Fund Manager	559	563	563	78,574	80,258	530	531	531	60,047	61,639
Payable to the Central Depository Company-Trustee	559	563	563	14,734	16,418	530	531	531	2,345	3,937
Payable to the Securities and Exchange Commission of Pakistan-Annual fee	129	131	131	18,736	19,127	240	240	240	26,852	27,572
Accrued and other liabilities	-	-	-	3,279	3,279	-	-	-	2,007	2,007
Total liabilities	1,246	1,256	1,257	115,323	119,082	1,300	1,302	1,302	91,251	95,155
NET ASSETS	653,583	662,146	661,907	102,648,623	104,626,259	630,585	633,765	633,539	82,758,443	84,656,332
REPRESENTED BY:										
PARTICIPANTS' SUB FUNDS (As per statement attached)	653,583	662,146	661,907	102,648,623	104,626,259	630,585	633,765	633,539	82,758,443	84,656,332
Contingencies and commitments										
		(Number of units)					(Number of units)			
Number of units in issue	5,000	5,000	5,000	763,215		5,000	5,000	5,000	645,353	
Net assets value per unit	130.7166	132.4292	132.3815	134.4949		126.1170	126.7530	126.7077	128.2374	

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Half year ended December 31, 2025 (Un-audited)					Half year ended December 31, 2024 (Un-audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME										
Mark-up on bank deposits	24,245	29,637	29,625	3,635,974	3,719,481	48,417	48,597	48,358	1,157,790	1,303,163
Capital gain on sale of investment - net	-	-	-	175,209	175,209	-	-	-	778,727	778,727
Amortization on Treasury-bills	-	-	-	1,169,861	1,169,861	-	-	-	3,581,280	3,581,280
Unrealised appreciation on re-measurement of investment-classified as 'financial asset at fair value through profit or loss - net	-	-	-	-	-	-	-	-	7,071	7,071
Total income	24,245	29,637	29,625	4,981,044	5,064,551	48,417	48,597	48,358	5,524,868	5,670,240
EXPENSES										
Remuneration of the Pension Fund Manager	486	490	489	374,714	376,179	444	446	442	232,940	234,271
Sindh sales tax on remuneration of the Pension Fund Manager	73	73	73	56,201	56,420	67	67	66	34,595	34,794
Remuneration of the Trustee-CDC	486	490	489	70,261	71,726	439	439	435	44,552	45,864
Sindh sales tax on remuneration of Trustee	73	73	73	10,539	10,758	69	69	69	6,682	6,889
Securities and Exchange Commission of Pakistan - Annual fee	129	131	131	18,735	19,126	118	117	117	11,881	12,233
Securities transaction cost	-	-	-	-	-	-	-	-	6,383	6,383
Total expenses	1,247	1,256	1,256	530,450	534,209	1,136	1,137	1,129	337,033	340,435
Net income for the period before taxation	22,998	28,381	28,369	4,450,594	4,530,342	47,281	47,460	47,230	5,187,835	5,329,805
Taxation	-	-	-	-	-	-	-	-	-	-
Net income for the period	22,998	28,381	28,369	4,450,594	4,530,342	47,281	47,460	47,230	5,187,835	5,329,805
Earnings per unit										

13

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Quarter Ended December 31, 2025 (Un-audited)				Quarter Ended December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME										
Mark-up on bank deposits	12,213	14,701	14,695	2,469,344	2,510,953	22,333	22,643	22,347	310,156	377,480
Capital gain on sale of investment - net	-	-	-	-	-	-	-	-	502,168	502,168
Amortization on Treasury-bills	-	-	-	171,344	171,344	-	-	-	2,010,411	2,010,411
Unrealised appreciation on re-measurement of investment classified as financial asset at fair value through profit or loss - net	-	-	-	-	4,560	-	-	-	-	(204,250)
Total income	12,213	14,701	14,695	2,645,248	2,686,856	22,333	22,643	22,347	2,618,485	2,685,808
EXPENSES										
Remuneration of the Pension Fund Manager	245	247	247	196,391	197,130	226	226	226	128,390	129,067
Sindh sales tax on remuneration of the Pension Fund Manager	37	37	37	29,451	29,562	34	34	34	19,282	19,383
Remuneration of the Trustee-CDC	245	247	247	36,825	37,564	226	226	226	24,406	25,083
Sindh sales tax on remuneration of Trustee	37	37	37	5,522	5,633	34	34	34	3,661	3,763
Securities and Exchange Commission of Pakistan - Annual fee	65	66	66	9,819	10,016	60	60	60	6,508	6,688
Securities transaction cost	-	-	-	-	-	-	-	-	2,074	2,074
Total expenses	629	634	634	278,009	279,905	579	579	580	184,321	186,058
Net income for the period before taxation	11,585	14,067	14,061	2,367,239	2,406,951	21,754	22,064	21,768	2,434,164	2,499,750
Taxation	-	-	-	-	-	-	-	-	-	-
Net income for the period after taxation	11,585	14,067	14,061	2,367,239	2,406,951	21,754	22,064	21,768	2,434,164	2,499,750
Earnings per unit										

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

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

	Half year ended December 31, 2025 (Un-audited)				Half year ended December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income for the period	22,998	28,381	28,369	4,450,594	4,530,342	47,281	47,460	47,230	5,187,835	5,329,805
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>22,998</u>	<u>28,381</u>	<u>28,369</u>	<u>4,450,594</u>	<u>4,530,342</u>	<u>47,281</u>	<u>47,460</u>	<u>47,230</u>	<u>5,187,835</u>	<u>5,329,805</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Chief Executive Officer

For MCB Investment Management Limited
(Pension Fund Manager)



Director

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

	Quarter Ended December 31, 2025 (Un-audited)					Quarter Ended December 31, 2024 (Un-audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income for the period	11,585	14,067	14,061	2,367,239	2,406,951	21,754	22,064	21,768	2,434,164	2,499,750
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	11,585	14,067	14,061	2,367,239	2,406,951	21,754	22,064	21,768	2,434,164	2,499,750

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANT'S SUB-FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	December 31, 2025 (Un-audited)					December 31, 2024 (Un-audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net assets at the beginning of period	630,585	633,765	633,539	82,758,443	84,656,332	559,712	559,524	559,534	42,555,990	44,234,761
Amount received on issuance of 119,771 (Dec 2024: 182,083 units)	-	-	-	15,695,744	15,695,744	-	-	-	20,952,019	20,952,019
Amount paid on redemption of 1,909 (Dec 2024: nil units)	-	-	-	(256,158)	(256,158)	-	-	-	-	-
Net income for the period	22,998	28,381	28,369	15,439,586	4,530,342	47,281	47,460	47,230	5,187,835	5,329,805
Net assets at the end of period	653,583	662,146	661,907	102,648,623	104,626,259	606,993	606,984	606,764	68,695,844	70,516,584

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

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

	December 31, 2025 (Un-audited)					December 31, 2024 (Un-audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES										
Net income before taxation	22,998	28,381	28,369	4,450,594	4,530,342	47,281	47,460	47,230	5,187,835	5,329,805
Adjustments for non cash and other items:										
Capital gain on sale of investment - net	-	-	-	(175,209)	(175,209)	-	-	-	(778,727)	(778,727)
Amortization on Treasury-bills	-	-	-	(1,169,861)	(1,169,861)	-	-	-	(3,581,280)	(3,581,280)
Unrealised gain on re-measurement of investment- classified as 'financial asset at fair value through profit or loss - net	-	-	-	-	-	-	-	-	(7,071)	(7,071)
Mark-up on bank deposits	(24,245)	(29,637)	(29,625)	(3,635,974)	(3,719,481)	(48,417)	(48,597)	(48,358)	(1,157,790)	(1,303,163)
(Increase)/Decrease in assets	(1,247)	(1,256)	(1,256)	(530,450)	(534,209)	(1,136)	(1,137)	(1,129)	(337,033)	(340,435)
Investments	-	-	-	56,620,316	56,620,316	-	3,877	-	(32,916,849)	(32,916,849)
Other receivable	-	-	-	(160,261)	(160,261)	1,380	-	3,879	35,002	44,138
Advance tax under section 151-A	-	-	-	56,460,055	56,460,055	1,380	3,877	3,879	(32,881,847)	(32,872,711)
(Decrease)/Increase in liabilities										
Payable to the Pension Fund Manager	29	32	32	18,527	18,620	17	19	15	20,853	20,904
Payable to Trustee	29	32	32	12,389	12,481	15	15	10	3,965	4,005
Payable to the Securities and Exchange Commission of Pakistan (SECP)-Annual Fee	(111)	(109)	(109)	(8,446)	(8,446)	2	1	1	3,632	3,636
Accrued and other liabilities	-	-	-	1,272	1,272	-	-	-	1,707	1,707
	(54)	(45)	(45)	24,072	23,927	34	35	26	30,157	30,252
Cash (used in) / generated from operations	(1,301)	(1,301)	(1,301)	55,953,677	55,949,773	278	2,775	2,776	(33,188,723)	(33,182,894)
Mark-up received on bank deposits	25,594	30,943	30,931	1,268,688	1,356,157	51,447	51,591	51,331	1,395,475	1,549,844
Net cash generated from / (used) in operating activities	24,293	29,642	29,630	57,222,365	57,305,930	51,725	54,366	54,107	(31,793,248)	(31,633,050)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipt from issuance of units	-	-	-	15,695,744	15,695,744	-	-	-	20,952,019	20,952,019
Payments on redemption of units	-	-	-	(256,158)	(256,158)	-	-	-	-	-
Net cash generated from financing activities	-	-	-	15,439,586	15,439,586	-	-	-	20,952,019	20,952,019
Net increase / (decrease) in cash and cash equivalents	24,293	29,642	29,630	72,745,516	72,745,516	51,725	54,366	54,107	(10,841,230)	(10,681,032)
Cash and cash equivalents at beginning of the period	620,126	623,260	623,038	27,298,972	29,165,396	550,107	547,459	547,477	20,975,451	22,620,494
Cash and cash equivalents at end of the period	644,419	652,902	652,668	99,960,923	101,910,912	601,831	601,825	601,583	10,134,221	11,939,460

Note

CASH FLOWS FROM OPERATING ACTIVITIES

Net income before taxation

Adjustments for non cash and other items:

Capital gain on sale of investment - net
Amortization on Treasury-bills
Unrealised gain on re-measurement of investment-
classified as 'financial asset at fair value through profit or loss - net
Mark-up on bank deposits

(Increase)/Decrease in assets

Investments
Other receivable
Advance tax under section 151-A

(Decrease)/Increase in liabilities

Payable to the Pension Fund Manager
Payable to Trustee
Payable to the Securities and Exchange
Commission of Pakistan (SECP)-Annual Fee
Accrued and other liabilities

Cash (used in) / generated from operations

Mark-up received on bank deposits

Net cash generated from / (used) in operating activities

CASH FLOWS FROM FINANCING ACTIVITIES

Receipt from issuance of units

Payments on redemption of units

Net cash generated from financing activities

Net increase / (decrease) in cash and cash equivalents

Cash and cash equivalents at beginning of the period

Cash and cash equivalents at end of the period

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB KPK Govt. Employees' Pension Fund ("the Fund") is established under a Trust deed executed between MCB Investment Management Limited as a Pension Fund Manager and Central Depository Company of Pakistan Limited as Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan (SECP) on June 21, 2023 under the Voluntary Pension System (VPS) Rules, 2005. Central Depository Company of Pakistan Limited was appointed as a trustee for the Fund by SECP on June 05, 2023. The Fund is registered under the Sindh Trust Act, 2020, as amended vide Sindh Trusts (Amendment) Act, 2021 and was launched on December 13, 2023.
- 1.2 The Fund is an unlisted open-end pension fund consisting of four sub-funds namely; Equity Index Sub Fund, Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund. Units are offered on a continuous basis to employees of KPK Government appointed / recruited under Khyber Pakhtunkhwa Civil Servants (Amendment) Act 2022 or an employee of KPK Government regularize as Civil Servant through any legal instrument issued after coming in to force of the Khyber Pakhtunkhwa Civil Servants (Amendment) Act 2022. Under the KPK Rules, the contribution by or on behalf of the employee for the first three years from the date of launch of the fund shall be invested in Money Market Sub Fund only. Moreover, in the remaining three sub funds (Equity Index Sub Fund, Equity Sub Fund and Debt Sub Fund) only seed capital be injected by the Pension Fund Manager which would remain invested till three years from the launch date of the Fund. Following the initial three years of appointment / recruitment under Khyber Pakhtunkhwa Civil Servants (Amendment) Act 2022, KPK employees are eligible to change their allocation as per the life cycle allocation scheme. In cases where an employee fails to specify their asset allocation preferences, the pension fund manager, taking into consideration the employee's profile and age, will allocate the contribution to the default Asset Allocation Scheme outlined in the offering document.
- 1.3 MCB Investment Management Limited has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is located at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.4 Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of 'AM1' dated October 03, 2025 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standards (IAS) 34, "Interim Financial Statements" issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- The requirements of the Constitutive Documents, Voluntary Pension System Rules, 2005 (The VPS Rules), The Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the directives issued by the SECP.

Where the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of the IAS 34, the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.2 The disclosures made in these condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited financial statements of the Fund for the year ended June 30, 2025.
- 2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors.
- 2.4 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2025.
- 2.5 Functional and presentation currency

This condensed interim financial statements are presented in Pakistani rupee ("Rupees" or "Rs."), which is the functional and presentation currency of the Fund.

3 MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2025.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2025. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2025.

3.3 Standards, Interpretations and Amendments to published accounting and reporting standards that are effective in the current period

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2025 but are considered not to be relevant or did not have any material effect on the Fund's operations and therefore not detailed in these condensed interim financial statements.

3.4 Standards, Interpretations and Amendments to published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2025. However, the new standards, interpretations and amendments to the approved accounting standards and not expected to have any material impact on the Fund's condensed interim financial statements in the period of adoption and, therefore, have not been detailed in these condensed interim financial statements.

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

4 BALANCES WITH BANKS	Note	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)			
		Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
		Sub-Fund	Sub-Fund	Sub-Fund	(Rupees)	Sub-Fund	Sub-Fund	Sub-Fund	(Rupees)
Savings accounts	4.1	644,419	652,902	99,960,923	101,910,912	620,126	623,260	27,298,972	29,165,396

4.1 These carry profit at the rates of ranging from to 6% to 12% (June 30, 2025: 7% to 19%) per annum.

5 INVESTMENTS	Note	At fair value through profit or loss				At fair value through profit or loss			
		Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
		Sub-Fund	Sub-Fund	Sub-Fund	(Rupees)	Sub-Fund	Sub-Fund	Sub-Fund	(Rupees)
Treasury bills	5.1	-	-	-	-	-	-	55,275,246	55,275,246

5.1 Treasury Bills

Issue Date	Securities	Tenor	Face Value				As at December 31, 2025			Market value as a percentage of net assets	Market value as a percentage of total investment
			As at July 01, 2025	Purchased during the period	Matured/Sale during the period	As at December 31, 2025	Carrying Value	Market Value	Unrealized gain		
02-May-25	T-Bills	12 Months	4,000,000	-	4,000,000	-	-	-	-	-	-
12-Jun-25	T-Bills	12 Months	25,000,000	-	25,000,000	-	-	-	-	-	-
28-Nov-24	T-Bills	12 Months	3,000,000	-	3,000,000	-	-	-	-	-	-
15-May-25	T-Bills	12 Months	25,000,000	-	25,000,000	-	-	-	-	-	-
10-Jul-25	T-Bills	3 Months	-	98,000,000	98,000,000	-	-	-	-	-	-
10-Jul-25	T-Bills	6 Months	-	75,000,000	75,000,000	-	-	-	-	-	-
21-Aug-25	T-Bills	3 Months	-	70,000,000	70,000,000	-	-	-	-	-	-
21-Aug-25	T-Bills	6 Months	-	70,000,000	70,000,000	-	-	-	-	-	-
Total as at December 31, 2025										-	-
Total as at June 30, 2025										55,281,437	55,275,246 (6,191)

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

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY - TRUSTEE										
Trustee fee payable	486	490	490	12,812	14,278	461	462	462	2,039	3,424
Sales Tax on trustee fee payable	73	73	73	1,922	2,141	69	69	69	306	513
	559	563	563	14,734	16,419	530	531	531	2,345	3,937
Note										
7.1	The Central Depository Company of Pakistan Limited is entitled to remuneration at the rate of 0.15% per annum of the net assets value of the Fund where the net assets are upto Rs.1 billion. The rates applicable for Trustee's remuneration on net assets exceeding Rs.1 billion are as follows:									
	Net Assets									
	Tariff per annum									
	Upto Rs.1 billion									
	Rs.1 billion to Rs.3 billion									
	Rs.3 billion to Rs.6 billion									
	Over Rs.6 billion									
7.2	Rs.0.3 million or 0.15% p.a. of Net Assets whichever is higher									
	Rs.1.5 million plus 0.10% p.a. of Net Assets exceeding Rs.1 billion									
	Rs.3.5 million plus 0.08% p.a. of Net Assets exceeding Rs.3 billion									
	Rs.5.9 million plus 0.06% p.a. of Net Assets exceeding Rs.6 billion									
7.2	Sindh Sales tax at the rate of 1.5% (June 30, 2025: 15%) is charged on Trustee Fee under the provisions of Sindh Sales Tax on Services Act, 2011.									
8	As per Clause 36 of the VPS Rules, 2005 the Pension Fund Manager shall pay an annual fee to the Commission an amount equal to one twenty-fifth of one per cent of the average annual net asset value of the pension fund. The fees is chargeable to the fund under Regulation 60 (3)(f) and 67G (3) of the NBFC Regulations and is payable in arrears.									
9 NUMBER OF UNITS IN ISSUE										
Total units outstanding at beginning of the period	5,000	5,000	5,000	645,353	660,353	5,000	5,000	5,000	381,911	396,911
Units issued during the period	-	-	-	119,771	119,771	-	-	-	263,442	263,442
Units redeemed during the period	-	-	-	(1,909)	(1,909)	-	-	-	-	-
Total units in issue at the end of the period	5,000	5,000	5,000	763,215	778,215	5,000	5,000	5,000	645,353	660,353

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

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2025 (June 30, 2025: Nil)

12 TAXATION

The income of the Fund is exempt from income tax under clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001. The fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance 2001.

13 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.

14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration payable to the Pension Fund Manager and the Trustee is determined in accordance with the provision of the VPS Rules and constitutive documents of the Fund respectively.

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

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

14.1 Transactions during the period:

December 31, 2025 (Un-audited)					
	Equity Index	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees)				
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including insurance fee and indirect taxes)	559	563	562	430,915	432,599
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	559	563	562	80,800	82,484
Transactions during the period:					
December 31, 2024 (Un-audited)					
	Equity Index	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees)				
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including insurance fee and indirect taxes)	510	512	508	267,535	269,065
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	508	508	503	51,234	52,754

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

14.2 Balances at period end

	December 31, 2025 (Un-audited)				
	Equity Index	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----				
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including insurance fee and indirect taxes)	559	563	563	78,574	80,258
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	559	563	563	14,734	16,418
Balances at period end					
	June 30, 2025 (Audited)				
	Equity Index	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----				
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including insurance fee and indirect taxes)	1,039	1,042	1,038	605,959	609,078
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	1,037	1,038	1,034	115,801	118,909

**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. 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 recognized at fair value based on:

- Level 1:** quoted prices in active markets for identical assets or liabilities;
- 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
- Level 3:** those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at December 31, 2025 and June 30, 2025 the Fund held instruments to be measured at fair values :

	----- December 31, 2025 -----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
At fair value through profit or loss	-	-	-	-
	-----	-----	-----	-----
	----- June 30, 2025 -----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
At fair value through profit or loss	-	55,275,246	-	55,275,246
	-----	-----	-----	-----

15.1 The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of their fair values.

16 EXPENSE RATIO

16.1 Equity Sub Fund

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.06% (December 31, 2024: 0.13%) representing government levy, SECP fee etc.

16.2 Equity Index Sub Fund

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.06% (December 31, 2024: 0.13%) representing government levy, SECP fee etc.

16.3 Debt Sub Fund

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.06% (December 31, 2024: 0.13%) representing government levy, SECP fee etc.

16.4 Money Market Sub Fund

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 1.13% (December 31, 2024: 1.13%) and this includes 0.18% (December 31, 2024: 0.18%) representing government levy, SECP fee etc.

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

17 CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified, where necessary, for the purpose of better presentation. No significant rearrangement or reclassification was made in these condensed interim financial statements during the current period.

18 GENERAL

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

19 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on February 02, 2026.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

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