

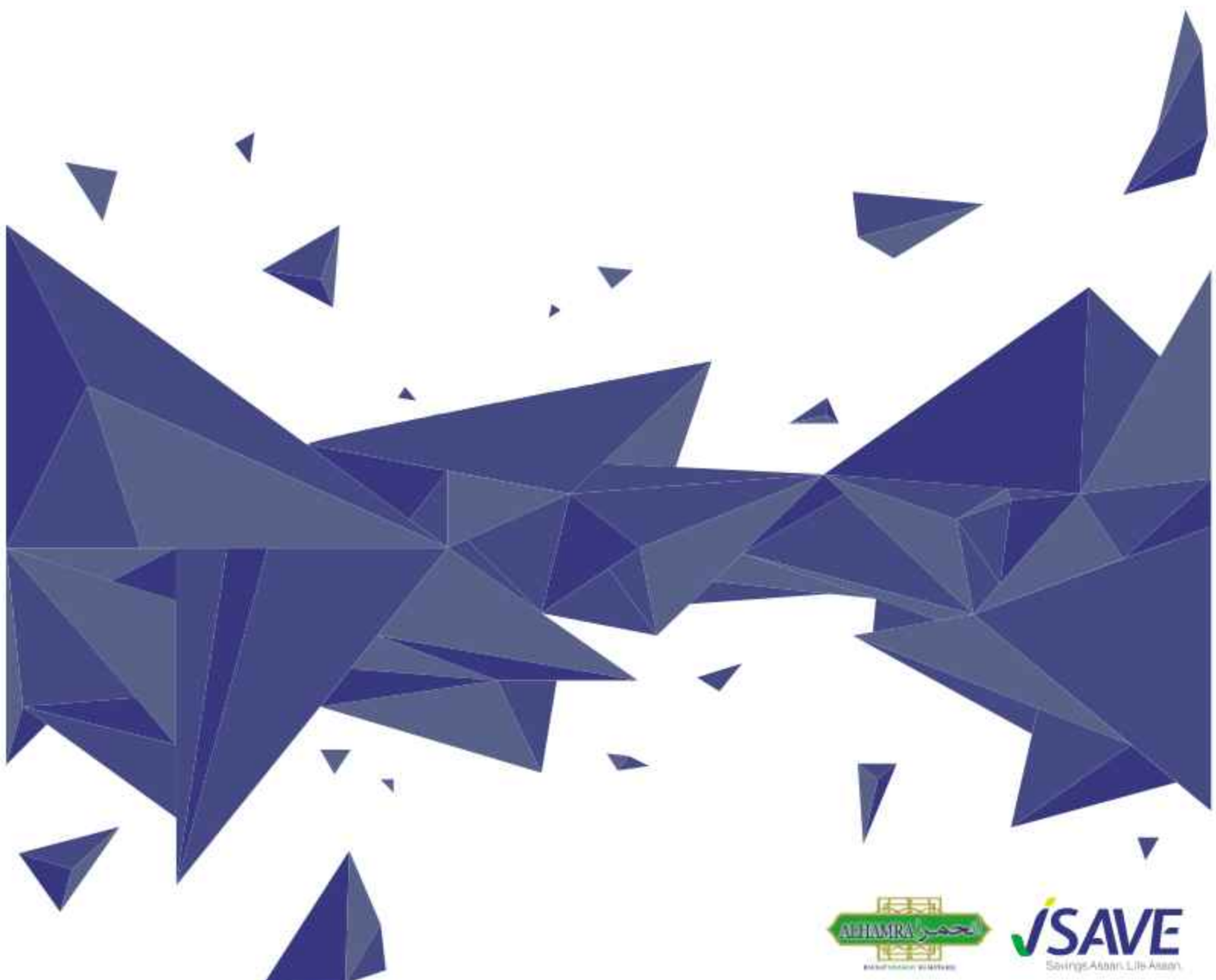


MCB FUNDS
Investments for Life

HALF YEARLY REPORT

DECEMBER
2025
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



MCB PAKISTAN ASSET ALLOCATION FUND

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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 Mushlaq 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 Mushlaq	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 Mushlaq 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	Bank Alfalah Limited Habib Metropolitan Bank Limited MCB Bank Limited United Bank Limited Zarai Taraqati Bank Limited NRSP Microfinance Bank Limited	U Microfinance Bank Limited HEIL Microfinance Bank Limited National Bank of Pakistan Allied Bank Limited Faysal Bank Limited Soneri Bank Limited
Auditors	A. F. Ferguson & Co. Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar 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 Pakistan Asset Allocation 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.

Equity Market Review

The KSE-100 Index sustained its multi-year uptrend during 1HFY26, surging by 48,427 points (+38.5% FYTD) to close at an all-time high of 174,054. The rally was underpinned by notable macroeconomic improvements, including SBP foreign exchange reserves climbing to a 46-month high of USD 15.9bn and S&P Global's upgrade of Pakistan's sovereign credit rating to B-, reinforcing investor confidence in the country's external position.

Investor's sentiment was further supported by improving U.S.–Pakistan relations, reflected in softer tariffs on Pakistani exports and renewed U.S. investment interest, alongside the signing of a Strategic Mutual Defense Agreement with Saudi Arabia. Towards the end of the period, IMF approval of a USD 1.2bn disbursement under the EFF and RSF, together with SBP's 50bps policy rate cut to 10.5%, collectively underpinned market optimism. Lastly, the government's PKR 1.2tr payment under the circular debt resolution plan and robust corporate earnings across key sectors helped sustain the rally.

During 1HFY26, Foreign investors, Insurance, and Banks were major net sellers with an outflow of USD 251.2 million, USD 117.6 million, and USD 131.9 million, respectively. This selling was mainly absorbed by Mutual Funds and Individuals with inflow of USD 249.6 million and USD 221.0 million, respectively. On activity front, average trading volumes for KSE-All Index

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

increased to 1,001.7 million shares compared to about 576.9 million shares in the preceding half. While the average trading value during the period saw an increase of 51% over previous half to near USD 157 million.

Banks, Cements, and E&P sector were the major contributors to the index rally adding 18,399/7,968/4,526 points, respectively. Attractive dividend yield and valuations garner investors interest in Banking & Cement sector. While E&P sector also remained in the limelight due to one-off PKR1.2trn disbursement by GoP under circular debt clearance plan.

FUND PERFORMANCE

The fund posted a return of 32.86% during the period under review against the benchmark return of 34.51%. The fund has gradually increased exposure in equities which reached to 87.8% at December 31, 2025 and at the same time it decreased the exposure in cash to 11.8% at December 31, 2025.

On the equity side, the fund was mainly invested in Commercial Banks and Textile.

The Net Assets of the Fund as at December 31, 2025 stood at Rs. 1,585 million as compared to Rs. 756 million as at June 30, 2025 registering an increase of 109.66%. The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 242.3722 as compared to opening NAV of Rs. 187.4224 per unit as at June 30, 2025 registering an increase of 54.9498 per unit.

Economy & Market – Future Outlook

Going forward we expect GDP growth to clock at 3.5% in FY26. The lagged impact of interest rate decline would benefit industrial and services sector going forward which are expected to expand by 4.1% and 3.6% respectively. The continuation of the IMF program is a key positive as it will allow us to tap funding from different sources. We expect SBP reserves to increase to USD 17.9 billion by year end on the back of timely bilateral rollover, and inflows from IMF and multilateral agencies. Our external position has improved which could allow Pakistan to consider re-entering the international capital markets to explore options such as Panda bonds in this fiscal year.

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

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

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

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 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 2, 2026



Manzar Mushtaq
Director
February 2, 2026

ڈائریکٹرز رپورٹ

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے نصف اول کے دوران تقریباً 19.0 فیصد بڑھ کر 4,384 بلین روپے ہو گئے۔ منی مارکیٹ کے گل 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 کپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلا زکاوٹ 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۔

اظہار تشکر

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

منجانب ڈائریکٹرز،

Mansoor Mushtaq

منظر مشتاق

ڈائریکٹر

02 فروری 2026ء

Mansoor Mushtaq

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2026ء

ڈائریکٹرز رپورٹ

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 سربلس 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 بی 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۔

کیپٹل مارکیٹ، خاص طور پر ایکویٹیز، کے زاویے سے مارکیٹ میں اب بھی سستی ویلیو نیشنز 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۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ نے 32.86 فیصد منافع پوسٹ کیا، جبکہ اس کے بالمقابل بیچ مارک منافع 34.51 فیصد تھا۔ فنڈ نے ایکویٹیز میں سرمایہ کاری میں بتدریج اضافہ کر کے 31 دسمبر 2025ء تک اسے 87.8 فیصد تک پہنچا دیا، اور بیک وقت نقد میں سرمایہ کاری کو کم کر کے 31 دسمبر 2025ء تک اسے 11.8 فیصد کر دیا۔

ایکویٹیز کی جہت میں فنڈ کی زیادہ تر سرمایہ کاری کمرشل بینکوں اور ٹیکسٹائل میں تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 1,585 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2025ء کو 756 ملین روپے تھے، یعنی 109.66 فیصد اضافہ ہوا۔ 31 دسمبر 2025ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 242.3722 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2025ء کو ابتدائی این اے وی 187.4224 روپے فی یونٹ تھی، یعنی 54.9498 فیصد اضافہ ہوا۔

ڈائریکٹرز رپورٹ

فیصد تک لے آنے سے مجموعی طور پر مارکیٹ میں اُمید افزا فضا پیدا ہوئی۔ آخر میں، گردش قرض کے حل کے منصوبے کے تحت حکومت کی طرف سے 1.2 ٹریلین روپے کی ادائیگی، اور کلیدی شعبوں میں بھرپور کارپوریٹ آمدنی، بڑھوتری کے رجحان کو برقرار رکھنے میں معاون ثابت ہوئیں۔

مالی سال 2026ء کے نصف اول کے دوران غیر ملکی سرمایہ کار، بیمہ کمپنیاں اور بینک اہم ترین net فروخت کنندگان تھے جن کے ذریعے پالترتیب 251.2 ملین ڈالر، 117.6 ملین ڈالر، اور 131.9 ملین ڈالر کا اخراج ہوا۔ اس فروخت کے زیادہ تر خریدار میڈیول فنڈز اور دیگر افراد تھے جن کے ذریعے پالترتیب 249.6 ملین ڈالر اور 221.0 ملین ڈالر کی آمد ہوئی۔ سرگرمیوں کے محاذ پر، ایس ای کے تمام انڈیکس بڑھ کر 1,001.7 ملین حصص ہو گئے، جو گزشتہ نصف سال میں 576.9 ملین حصص کے بالمقابل ہیں۔ اوسط تجارتی حجم دوران مدت گزشتہ نصف سال کے مقابلے میں 51 فیصد بڑھ کر تقریباً 157 ملین ڈالر ہو گئی۔

انڈیکس کی بڑھوتری میں اہم ترین کردار بینکوں، سیمنٹ اور ایئر لائنز کے شعبوں نے ادا کیا جنہوں نے پالترتیب 18,399، 7,968 اور 4,526 پوائنٹس کا اضافہ کیا۔ پُرکشش ڈیویڈنڈ آمدنی اور ویلیو انجینئرنگ سے بینکاری اور سیمنٹ کے شعبے کی طرف سرمایہ کاروں کی دلچسپی مائل ہوتی ہے۔ ایئر لائنز کے شعبے بھی مرکز توجہ رہا کیونکہ گردش قرض کے حل کے منصوبے کے تحت حکومت پاکستان نے 1.2 ٹریلین روپے کی ادائیگی کی۔

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 پالترتیب 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 کثیر الجہتی 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 سکا 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 پیکائش 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 زیر مبادلہ 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 سطح پر پہنچ جائے گی۔

ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی پاکستان ایسیٹ ایلوکیشن فنڈ برائے مدت مختتمہ 31 دسمبر 2025ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال 2026ء کے پہلے پانچ ماہ میں منگ نے 812 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں 503 ملین ڈالر فاضل (سریپلس) 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۔ منگ کی بیرونی صورتحال مستحکم رہی کیونکہ ایس بی پی کے غیر منگ کی زر مبادلہ 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 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 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 اول میں 9.6 فیصد بڑھ کر 6,159 بلین روپے ہو گئی، لیکن ہدف سے 331 بلین روپے کم رہی۔

ایکویٹی مارکیٹ کا جائزہ

کے ایس ای-100 انڈیکس میں گزشتہ کئی برسوں سے ہونے والی بڑھوتری کا رجحان مالی سال 2026ء کے نصف اول کے دوران بھی جاری رہا، اور 48,427 پوائنٹس (مالی سال میں تاحال +38.5 فیصد) بڑھ کر اختتام سال پر اب تک کی بلند ترین سطح 174,054 پوائنٹس پر پہنچ گیا۔ اس ترقی میں قابل ذکر مجموعی معاشی بہتری کا دخل تھا، بشمول ایس بی پی کے غیر منگ کی زر مبادلہ کے ذخائر کا گزشتہ 46 ماہ کی بلند ترین سطح یعنی 15.9 بلین روپے تک پہنچ جانا، اور ایس اینڈ پی کا پاکستان کی خود مختار کریڈٹ درجہ بندی کو بڑھا کر B- کر دینا، جس سے منگ کی خارجی صورتحال کے حوالے سے سرمایہ کاروں کے اعتماد کو تقویت حاصل ہوئی۔

سرمایہ کاروں کی مزید حوصلہ افزائی دو اسباب سے ہوئی: پاک-امریکا تعلقات میں بہتری، جس کی عکاسی پاکستانی برآمدات پر ہلکے ٹیئرف، اور امریکی سرمایہ کاری میں دلچسپی کی تجدید سے ہوتی ہے؛ اور سعودی عرب کے ساتھ اسٹریٹیجک باہمی دفاعی معاہدے پر دستخط۔ اختتام مدت کے قریب آئی ایم ایف کی ای ایف اور آر ایف کے تحت 1.2 بلین ڈالر کے اجراء کی منظوری، بمع ایس بی پی کا پالیسی شرح کو 50 بیسیس پوائنٹس کم کر کے 10.5

TRUSTEE REPORT TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

MCB PAKISTAN ASSET ALLOCATION 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 Pakistan Asset Allocation 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 20, 2026



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



A.F. FERGUSON & CO.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the unitholders of MCB Pakistan Asset Allocation Fund

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **MCB Pakistan Asset Allocation Fund** as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movements in unit holders' fund, and condensed interim cash flow statement, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). The Management Company (MCB Investment Management Limited) is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting 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 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 interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarter ended December 31, 2025 have not been subjected to the review, as our engagement was limited to the review of the cumulative figures for the half year ended December 31, 2025.

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

A.F. Ferguson & Co.
Chartered Accountants
Karachi
Date: February 27, 2026
UDIN: RR202510611mtb0BX3U

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network, State Life Building No. 1-C, I. I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2025**

	Note	December 31, 2025 (Un-audited) ———— (Rupees in '000) ————	June 30, 2025 (Audited)
ASSETS			
Balances with banks	4	191,129	124,675
Receivable against sale of investments		-	6,055
Investments	5	1,427,663	653,603
Advances, deposits and other receivables	6	7,536	10,824
Total assets		1,626,328	795,157
LIABILITIES			
Payable to MCB Investment Management Limited - Management Company	7	4,590	2,547
Payable to Central Depository Company of Pakistan Limited - Trustee	8	251	28
Payable to the Securities and Exchange Commission of Pakistan	9	126	56
Accrued expenses and other liabilities	10	36,706	36,662
Total liabilities		41,673	39,293
NET ASSETS		1,584,655	755,864
Unit holders' fund (as per statement attached)		1,584,655	755,864
Contingencies and commitments	11		
		———— (Number of units) ————	
NUMBER OF UNITS IN ISSUE		6,538,104	4,032,942
		———— (Rupees) ————	
NET ASSET VALUE PER UNIT		242.3722	187.4224

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

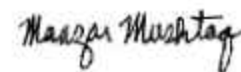
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

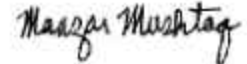
	Note	Half year ended December 31,		Quarter ended December 31,	
		2025	2024	2025	2024
(Rupees in '000)					
INCOME					
Net realised gain on sale of investments		85,063	124,238	58,509	133,153
Dividend income		25,631	34,706	15,158	12,092
Profit on savings accounts with banks		8,417	8,708	4,678	4,337
Net unrealised appreciation in fair value of investments classified as financial assets at 'fair value through profit or loss'	5.2	251,811	82,571	1,568	72,281
Other income		40	85	20	32
Total income		370,962	250,308	79,933	221,895
EXPENSES					
Remuneration of MCB Investment Management Limited - Management Company	7.1	20,613	9,904	11,620	4,452
Sindh sales tax on remuneration of the Management Company	7.2	3,092	1,486	1,743	668
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,181	656	640	343
Sindh sales tax on remuneration of Trustee	8.2	177	98	96	51
Fee to the Securities and Exchange Commission of Pakistan	9.1	653	312	368	163
Brokerage expenses		2,851	3,119	640	2,332
Legal and professional charges		99	102	14	102
Auditors' remuneration		861	637	524	378
Other expenses		680	621	658	505
Total expenses		30,207	16,935	16,303	8,994
Net income for the period before taxation		340,755	233,373	63,630	212,901
Taxation	12	-	-	-	-
Net income for the period after taxation		340,755	233,373	63,630	212,901
Allocation of net income for the period					
Net income for the period after taxation		340,755	233,373		
Income already paid on units redeemed		(31,726)	(38,724)		
		309,029	194,649		
Accounting income available for distribution					
- Relating to capital gains		306,131	170,126		
- Excluding capital gains		2,898	24,523		
		309,029	194,649		

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

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

	Half year ended December 31,		Quarter ended December 31,	
	2025	2024	2025	2024
	(Rupees in '000)			
Net income for the period after taxation	340,755	233,373	63,630	212,901
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>340,755</u>	<u>233,373</u>	<u>63,630</u>	<u>212,901</u>

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

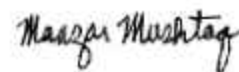
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

	Half year ended December 31, 2025			Half year ended December 31, 2024		
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
	(Rupees in '000)					
Net assets at the beginning of the period (audited)	1,496,355	(740,491)	755,864	1,653,021	(981,093)	671,928
Issuance of 5,630,965 units (2024: 4,368,937 units)						
- Capital value (at net assets value per unit at the beginning of the period)	1,055,369	-	1,055,369	523,271	-	523,271
- Element of income	136,763	-	136,763	185,484	-	185,484
Total proceeds on issuance of units	1,192,132	-	1,192,132	708,755	-	708,755
Redemption of 3,125,803 units (2024: 5,532,252 units)						
- Capital value (at net assets value per unit at the beginning of the period)	(585,845)	-	(585,845)	(662,602)	-	(662,602)
- Element of loss	(66,361)	(31,726)	(98,087)	(146,949)	(38,724)	(185,673)
Total payments on redemption of units	(652,206)	(31,726)	(683,932)	(809,551)	(38,724)	(848,275)
Total comprehensive income for the period	-	340,755	340,755	-	233,373	233,373
Distribution for the period ended December 31, 2025 at the rate of 5 per unit Declared on July 01, 2025	-	(20,164)	(20,164)	-	-	-
	-	320,591	320,591	-	233,373	233,373
Net assets at the end of the period (unaudited)	<u>2,036,281</u>	<u>(451,626)</u>	<u>1,584,655</u>	<u>1,552,225</u>	<u>(786,444)</u>	<u>765,781</u>
Accumulated loss brought forward						
- Realised loss		(849,585)			(1,139,274)	
- Unrealised income		109,093			158,181	
		<u>(740,492)</u>			<u>(981,093)</u>	
Accounting income available for distribution						
- Relating to capital gains		306,131			170,126	
- Excluding capital gains		2,898			24,523	
		309,029			194,649	
Distribution during the period		(20,164)			-	
Accumulated loss carried forward		<u>(451,626)</u>			<u>(786,444)</u>	
Accumulated loss carried forward						
- Realised loss		(703,437)			(869,015)	
- Unrealised income		251,811			82,571	
		<u>(451,626)</u>			<u>(786,444)</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period	<u>187.4224</u>			<u>119.7708</u>		
Net asset value per unit at the end of the period	<u>242.3722</u>			<u>172.2095</u>		

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

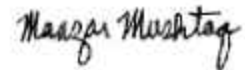
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

	Note	Half year ended December 31,	
		2025	2024
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		340,755	233,373
Adjustments for non cash and other items:			
Net unrealised appreciation in fair value of investments classified as 'financial assets at fair value through profit or loss'	5.2	(251,811)	(82,571)
Profit on savings accounts with banks		(8,417)	(8,708)
Dividend income		(25,631)	(34,706)
		54,896	107,388
(Increase) / decrease in assets			
Investments - net		(522,249)	66,659
Receivable against sale of investments		6,055	8,221
Advances, deposits and other receivables		12	228
		(516,182)	75,108
Decrease / (increase) in liabilities			
Payable to MCB Investment Management Limited - Management Company		2,043	1,251
Payable to Central Depository Company of Pakistan Limited - Trustee		223	23
Payable to the Securities and Exchange Commission of Pakistan		70	9
Payable against purchase of investments		-	(7,016)
Accrued expenses and other liabilities		44	2,088
		2,380	(3,645)
Dividend received		29,884	33,941
Profit received on savings accounts with bank		7,440	6,515
		(421,582)	219,307
Net cash (used) / generated from operating activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units		1,192,132	708,755
Payments against redemption and conversion of units		(683,932)	(848,275)
Dividend paid		(20,164)	-
Net cash generated / (used) in financing activities		488,036	(139,520)
Net increase in cash and cash equivalents during the period		66,454	79,787
Cash and cash equivalents at the beginning of the period		124,675	88,809
Cash and cash equivalents at the end of the period	4.3	191,129	168,596

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

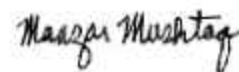
For MCB Investment Management Limited
(Management Company)



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 Pakistan Asset Allocation Fund (the Fund) was established through a Trust Deed executed between MCB Investment Management Limited (formerly was: MCB-Arif Habib Savings and Investments Limited), as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The draft Trust Deed of the Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated January 17, 2008 consequent to which Trust Deed was executed on November 22, 2007 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provisional Trust Act namely "Sindh Trusts Act, 2021" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was registered under the Sindh Trust Act on August 12, 2021.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulations) Rules 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 The fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. The principal activity of the Fund is to make investment in securities or instruments both inside and outside Pakistan. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund has been categorised as an "Asset Allocation" scheme by the Board of Directors of the Asset Management Company in accordance with the requirements of Circular 7 of 2009 dated March 06, 2009 issued by the SECP.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' on October 03, 2025 (June 30, 2025: 'AM1' dated October 4, 2024) to the Management Company. The rating reflects the Management Company's' experienced management team, structured investment process and sound quality of systems and processes.
- 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 condensed interim financial statements have 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, directives and notifications issued under the Companies Act 2017 along with part VIIIA of the repealed Companies ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34 'Interim Financial Reporting', the provisions of, directives and notifications issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations.

The disclosures made in these condensed interim financial statements are limited, based on the requirements of IAS 34 'Interim Financial Reporting'. These condensed interim financial statements 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.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. These condensed interim financial statements also include the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 which are not subjected to auditor's review. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2025.

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

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

3.1 The material 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 accounting and reporting standards as applicable in Pakistan for interim financial reporting 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 are 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 audited 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are considered either not to be relevant or do not have any significant impact on the Fund's operations and, therefore, have not been 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 published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statement except for:

- The new standard - IFRS 18 'Presentation and Disclosure in the Financial statements' (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments: Disclosures' clarify the timing of recognition and derecognition of certain financial instruments including settlement of liabilities through banking instruments and channels including electronic transfers. Further, guidance on the SPPI assessment, and disclosure requirements for instruments with cash flow modifying features and equity instruments designated at FVOCI has also been amended. These amendments are effective from January 1, 2026. The amendment when applied may impact the accounting and presentation of the financial instruments.

4 BALANCES WITH BANKS	Note	December 31, 2025 (Un-audited) --- (Rupees in '000) ---	June 30, 2025 (Audited)
- In savings accounts	4.1	190,722	124,325
- In current accounts	4.2	407	350
		<u>191,129</u>	<u>124,675</u>

4.1 These carry profit at the rate of 9.50% to 6.00% (June 30, 2025: 7.75% to 9.50%) per annum and include Rs. 5.04 million (June 30, 2025: Rs. 3.20 million) maintained with MCB Bank Limited (a related party) which carries profit at the rate of 6.00% (June 30, 2025: 9.50%) per annum.

4.2 These include a balance of Rs.0.21 million (June 30, 2025: Rs. 0.34 million) maintained with MCB Bank Limited (a related party).

4.3 CASH AND CASH EQUIVALENTS	Note	December 31, 2025 (Un-audited)	December 31, 2024 (Un-audited)
		----- (Rupees in '000) -----	
Balances with banks	4	<u>191,129</u>	<u>168,596</u>

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

5 INVESTMENTS	Note	December 31,	June 30,
		2025 (Un-audited)	2025 (Audited)
————— (Rupees in '000) —————			
5.1 Investments *at fair value through profit or loss*			
Listed equity securities - ordinary shares	5.1.1	1,427,663	635,754
Listed equity securities - preference shares	5.1.2	-	17,849
		<u>1,427,663</u>	<u>653,603</u>

5.1.1 Listed equity securities - ordinary shares

Shares of listed companies - fully paid ordinary shares of Rs. 10 each unless stated otherwise

Name of the investee company	Number of shares			As at December 31, 2025	Balance as at December 31, 2025			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company (%)
	As at July 1, 2025	Purchased during the period	Sold during the period		Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investment	
	(Number of shares)				Rupees in '000					
Automobile assembler										
Indus Motors Company Limited	4,000	12,788	15,788	-	-	-	-	-	-	-
Sazgar Engineering Works Limited (note 5.1.1.1)	15,000	11,950	11,250	15,700	18,865	26,720	7,855	1.69	1.87	0.03
					<u>18,865</u>	<u>26,720</u>	<u>7,855</u>	<u>1.69</u>	<u>1.87</u>	<u>0.03</u>
Automobile Parts and Accessories										
Panther Tyres Limited	213,520	715,839	55,000	874,359	41,878	49,585	7,707	3.13	3.47	0.52
					<u>41,878</u>	<u>49,585</u>	<u>7,707</u>	<u>3.13</u>	<u>3.47</u>	<u>0.52</u>
Cable and Electrical Goods										
Pak Elektron Limited	160,000	-	160,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Cement										
Cherat Cement Company Limited	109,950	138,732	15,682	232,000	71,573	77,376	5,803	4.88	5.42	0.12
D.G. Khan Cement Company Limited*	-	60,000	60,000	-	-	-	-	-	-	-
Lucky Cement Limited **** (note 5.1.1.1)	92,000	153,000	46,000	199,000	79,014	94,517	15,473	5.96	6.62	0.01
Pioneer Cement Limited	22,100	-	22,100	-	-	-	-	-	-	-
					<u>150,617</u>	<u>171,893</u>	<u>21,276</u>	<u>10.84</u>	<u>12.04</u>	<u>0.13</u>
Chemicals										
Ittehad Chemicals Limited	75,964	-	75,964	-	-	-	-	-	-	-
Nimir Industrial Chemicals Limited	34,000	202,579	21,000	215,579	35,930	48,887	12,957	3.09	3.42	0.19
					<u>35,930</u>	<u>48,887</u>	<u>12,957</u>	<u>3.09</u>	<u>3.42</u>	<u>0.19</u>
Commercial Banks										
Bank Alfalah Limited (note 5.1.1.1)	750,000	950,000	285,000	1,415,000	125,263	154,306	29,043	9.74	10.81	0.08
Habib Bank Limited	152,900	-	152,900	-	-	-	-	-	-	-
National Bank of Pakistan (note 5.1.1.1)	371,000	544,000	575,000	340,000	40,256	82,341	42,085	5.20	5.77	0.02
United Bank Limited**	204,600	320,000	115,600	409,000	143,664	173,657	29,993	10.96	12.16	0.02
					<u>309,183</u>	<u>410,304</u>	<u>101,121</u>	<u>25.90</u>	<u>28.74</u>	<u>0.12</u>
Engineering										
Mughal Iron & Steel Industries Limited	91,400	-	91,400	-	-	-	-	-	-	-
					-	-	-	-	-	-
Fertilizer										
Engro Fertilizer Limited	164,000	-	164,000	-	-	-	-	-	-	-
Fatima Fertilizer Company Limited	340,000	293,000	63,000	570,000	61,252	86,418	25,165	5.45	6.05	0.03
Fauji Fertilizer Company Limited	20,000	-	20,000	-	-	-	-	-	-	-
					<u>61,252</u>	<u>86,418</u>	<u>25,165</u>	<u>5.45</u>	<u>6.05</u>	<u>0.03</u>
Food & Personal Care Products										
National Foods Limited**	28,000	-	28,000	-	-	-	-	-	-	-
Barkat Frislon Agro limited***	505,034	-	505,034	-	-	-	-	-	-	-
					-	-	-	-	-	-
Glass & Ceramics										
Ghani Glass Limited	80,000	-	80,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Insurance										
Jubilee General Insurance Company Limited	65,599	-	65,599	-	-	-	-	-	-	-
					-	-	-	-	-	-
Balance carried forward					<u>617,726</u>	<u>793,806</u>	<u>176,081</u>			

*These represent transaction in shares of related parties.

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

***These have a face value of Rs. 1 per share

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

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

Name of the investee company	Number of shares				Balance as at December 31, 2025			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	As at July 1, 2025	Purchased during the period	Sold during the period	As at December 31, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investment	
	(Number of shares)				Rupees in '000					(%)
Balance brought forward					617,726	793,806	176,081			
Miscellaneous										
Pakistan Aluminium Beverage Cans Limited	60,000	-	60,000	-	-	-	-	-	-	-
Shifa International Hospitals Limited	10,000	-	10,000	-	-	-	-	-	-	-
Oil and Gas Exploration Companies										
Oil & Gas Development Company Limited	129,000	-	129,000	-	-	-	-	-	-	-
Pakistan Oilfields Limited	21,000	-	21,000	-	-	-	-	-	-	-
Pakistan Petroleum Limited	84,000	-	84,000	-	-	-	-	-	-	-
Oil and Gas Marketing Companies										
Attock Petroleum Limited	24,500	-	24,500	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	21,000	-	21,000	-	-	-	-	-	-	-
Paper, Board and Packaging										
Packages Limited	15,800	46,150	-	61,950	37,316	47,386	10,070	2.99	3.32	0.07
					37,316	47,386	10,070	2.99	3.32	0.07
Pharmaceuticals										
Abbott Laboratories (Pakistan) Limited	-	53,400	-	53,400	60,557	56,077	(4,480)	3.54	3.93	0.05
AGP Limited	82,000	286,053	23,000	345,053	68,088	70,098	2,010	4.42	4.91	0.12
Ferozsons Laboratories Limited	27,000	93,543	45,543	75,000	29,994	28,181	(1,813)	1.78	1.97	0.17
					158,639	154,356	(4,283)	9.74	10.81	0.34
Power Generation and Distribution										
Lalpur Power Limited*	150,000	-	150,000	-	-	-	-	-	-	-
Nisbat Chunian Power Limited	225,000	725,000	225,000	725,000	25,302	36,547	11,245	2.31	2.56	0.20
Nisbat Power Limited*	100,000	575,000	100,000	575,000	24,804	38,330	13,526	2.42	2.68	0.16
					50,106	74,877	24,771	4.73	5.24	0.36
Technology and Communication										
Systems Limited****	144,000	413,000	51,000	506,000	62,017	86,465	24,448	5.46	6.06	0.03
					62,017	86,465	24,448	5.46	6.06	0.03
Textile Composite										
Gul Ahmed Textile Mills Limited	500,523	-	500,523	-	-	-	-	-	-	-
Interloop Limited	260,000	1,227,012	62,686	1,424,326	102,762	109,787	7,025	6.93	7.69	0.10
Nisbat Chunian Limited	560,000	863,032	24,433	1,398,599	62,819	64,321	1,502	4.06	4.51	0.58
					165,581	174,108	8,527	10.99	12.20	0.68
Tobacco										
Pakistan Tobacco Company Limited	7,000	59,200	3,500	62,700	84,468	96,664	12,196	6.10	6.77	0.02
					84,468	96,664	12,196	6.10	6.77	0.02
Total as at December 31, 2025					<u>1,175,852</u>	<u>1,427,663</u>	<u>251,810</u>			
Total as at June 30, 2025					<u>529,545</u>	<u>635,754</u>	<u>106,209</u>			

*These represent transaction in shares of related parties.

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

***These have a face value of Rs. 1 per share

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

5.1.1.1 The below investments include shares having a market value (in aggregate) amounting to Rs. 170 million (June 30, 2025: Rs. 97.95 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated October 23, 2007 issued by the Securities & Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of security	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025
	--- (Number of shares) ---		---- (Rupees in '000) ----	
Sazgar Engineering Works Limited	2,500	2,500	4,255	2,850
Bank Alfalah Limited	750,000	750,000	81,788	60,180
National Bank Of Pakistan	210,000	60,000	50,858	6,521
Lucky Cement Limited	70,000	70,000	33,247	24,867
Pakistan State Oil Company Limited	-	21,000	-	7,928
Oil & Gas Development Company Limited	-	16,000	-	3,529
	<u>1,032,500</u>	<u>898,500</u>	<u>170,148</u>	<u>97,947</u>

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

5.1.1.2 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies are liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. During the year ended June 30, 2020, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

The Finance Act, 2018, effective from July 1, 2018, has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund since July 1, 2018 were not withheld by the investee companies.

As at December 31, 2025, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 3.39 million (June 30, 2025: Rs. 2.54 million).

Name of investee company	Number of shares withheld	Market price per share	Market value
	(Un-audited)		
(Rupees in '000)			
Faysal Bank Limited	33,855	92.77	3,141
The Searle Company Limited	2,058	119.97	247
Total as at December 31, 2025			<u>3,388</u>
Total as at June 30, 2025			<u>2,540</u>

5.1.2 Listed equity securities - preference shares

Name of investee company	Number of shares				As at December 31, 2025			Market value as percentage of		Par value as percentage of issued capital of the investee company
	As at July 1, 2025	Purchased during the period	Sold during the period	As at December 31, 2025	Carrying value	Market value	Unrealised diminution	Net Assets of the Fund	Total market value of investments	
								(Rupees in '000)		
Engro Polymer and Chemicals Limited	1,323,153	-	1,323,153	-	-	-	-	-	-	
Total as at December 31, 2025					-	-	-			
Total as at June 30, 2025					<u>14,965</u>	<u>17,849</u>	<u>2,884</u>			

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

	Note	December 31, 2025 (Un-audited)	December 31, 2024 (Un-audited)
		———— (Rupees in '000) ————	———— (Rupees in '000) ————
5.2	Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		
	Market value of investments	5.1.1 & 5.1.2 1,427,663	627,777
	Less: Carrying value of investments	5.1.1 & 5.1.2 (1,175,852)	(545,206)
		<u>251,811</u>	<u>82,571</u>

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
		———— (Rupees in '000) ————	———— (Rupees in '000) ————
6	ADVANCES, DEPOSITS AND OTHER RECEIVABLES		
	Dividend receivable	-	4,253
	Profit receivable on savings accounts	3,223	2,246
	Receivable from National Clearing Company of Pakistan Limited (NCCPL)	1,134	1,134
	Other receivables	40	52
	Receivable against bonus shares withheld	1,056	1,056
	Security deposits with:		
	- National Clearing Company of Pakistan Limited (NCCPL)	1,500	1,500
	- Central Depository Company of Pakistan Limited (CDC)	100	100
	Advance tax	6.1 483	483
		<u>7,536</u>	<u>10,824</u>

6.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151 and 150 of the Income Tax Ordinance, 2001. However, withholding tax on profit on debt securities and profit on savings accounts with banks and dividend has been paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt securities and profit on savings accounts with banks paid to the Fund has been shown as Advance tax as at December 31, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

	Note	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
		———— (Rupees in '000) ————	———— (Rupees in '000) ————
7	PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY		
	Management remuneration payable	7.1 3,991	2,055
	Sindh sales tax payable on remuneration of the Management Company	7.2 599	308
	Sales load payable	-	184
		<u>4,590</u>	<u>2,547</u>

7.1 In accordance with the NBFC Regulations, 2008, as amended by the SECP vide SRO No. 600(I)/2025 dated April 10, 2025, the Fund may charge a management fee up to 3% per annum on average daily net assets of the Fund, applicable to 'Asset Allocation Scheme', with effect from July 01, 2025. Previously, the Management Company was entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Accordingly, the Fund has charged management fee at 3% per of average daily net assets of the Fund during the current period. (December 31, 2024: 3.48% per annum of average daily net assets). The remuneration is payable to the Management Company monthly 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**

	Note	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
———— (Rupees in '000) ————			
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Trustee remuneration payable	218	25
	Sindh sales tax payable on trustee remuneration	33	3
		<u>251</u>	<u>28</u>

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

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

8.2 Sindh sales tax on trustee fee has been charged at the rate of 15.00% (June 30, 2025: 15.00%).

	Note	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
———— (Rupees in '000) ————			
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Fee payable	126	56

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% (2025: 0.095%) per annum of the daily net assets during the period

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

	Note	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
———— (Rupees in '000) ————			
10	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Provision of Federal Excise Duty on:		
	- Remuneration of the Management Company	19,027	19,027
	- Sales load	16,173	16,173
	Withholding tax payable	605	609
	Auditors' remuneration payable	606	760
	Brokerage payable	246	54
	Legal and professional charges payable	49	39
		<u>36,706</u>	<u>36,662</u>

10.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

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

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 35.20 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2025 would have been higher by Rs. 5.38 per unit (June 30, 2025: Rs. 8.73 per unit).

11 CONTINGENCIES AND COMMITMENTS

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

12 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2026 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

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

13 TOTAL EXPENSE RATIO

The annualized total expense ratio (TER) of the Fund based on the current period results is 4.40% (December 31, 2024: 5.16%) which includes 0.62% (December 31, 2024: 0.7%) representing Government Levy and SECP Fee etc.

The SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 7.1 of these condensed interim financial statements.

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

- 14.1 Related parties / connected persons of the Fund include the Management Company, other collective investment schemes managed by the Management Company, MCB Bank Limited being the Holding Company of the Management Company, the Trustee, directors, key management personnel and other associated undertakings and connected persons. Connected persons also include any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.
- 14.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 14.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 14.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5 Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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14.6 Details of transactions with the related parties / connected persons are as follows:	December 31, 2025 (Un-audited)	December 31, 2024 (Un-audited)
	———— (Rupees in '000) ————	
MCB Investment Management Limited - Management Company		
Remuneration of the Management Company (including indirect taxes)	23,705	11,390
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee (including indirect taxes)	1,358	754
CDC settlement charges	76	70
Group / Associated Companies:		
MCB Bank Limited		
Profit on savings accounts with banks	224	1
Bank charges	11	3
D. G. Khan Cement Company Limited		
Purchase of 60,000 shares (2024: 123,000)	9,676	12,342
Sale of 60,000 shares (2024: 103,500)	10,376	11,264
Nishat Power Limited		
Purchase of 575,000 shares (2024: 250,000)	24,804	6,250
Sale of 100,000 shares (2024: 150,000)	3,641	5,469
Dividend Income	-	500
Lalpir Power Limited		
Sale of 150,000 shares (2024: Nil)	3,704	-

14.7 Balances outstanding at period / year end	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	———— (Rupees in '000) ————	
MCB Investment Management Limited - Management Company		
Management remuneration payable	3,991	2,055
Sindh sales tax payable on remuneration of the Management Company	599	308
Sales load payable	-	184
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	218	25
Sindh sales tax on remuneration of Trustee	33	3
Security deposits	100	100
Group / associated companies:		
MCB Bank Limited		
Balances with banks	5,244	3,632
Lalpir Power Limited		
Shares held Nil (June 30, 2025:150,000)	-	3,914
Nishat Power Limited		
Shares held 575,000 (June 2025: 100,000)	38,330	3,627

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

Half year ended December 31, 2025 (Un-audited)							
As at July 1, 2025	Issued for cash	Redeemed	As at December 31, 2025	As at July 1, 2025	Issued for cash	Redeemed	As at December 31, 2025
Units				(Rupees in '000)			

Associated companies / undertakings

Adamjee Life Assurance Company Limited - Investment Multiplier Fund	1,038,567	943,671	-	1,982,238	194,651	185,193	-	480,439
MCB Investment Management Limited	-	958,149	450,787	507,362	-	200,000	100,000	122,971
Directors and Key Management Personnel	-	1,398	746	652	-	320	170	158
Mandate Under Discretionary Portfolio Services	233,974	6,402	-	240,376	43,852	1,170	-	58,260

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	Half year ended December 31, 2024 (Un-audited)							
	As at July 1, 2024	Issued for cash	Redeemed	As at December 31, 2024	As at July 1, 2024	Issued for cash	Redeemed	As at December 31, 2024
	Units				(Rupees in '000)			
Associated companies / undertakings								
Adanjee Life Assurance Company Limited - Investment Multiplier Fund	2,862,876	-	1,846,597	1,016,279	342,889	-	250,000	175,013
Mandate Under Discretionary Portfolio Services	277,010	4,069	52,126	228,953	33,178	14,437	7,700	39,428

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

15.1 Fair value hierarchy

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2025 and June 30, 2025, the Fund held the following financial instruments measured at fair value:

ASSETS	December 31, 2025			
	Unaudited			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Listed equity securities - Ordinary Shares	1,427,663	-	-	1,427,663
Listed equity securities - Preference Shares	-	-	-	-
	<u>1,427,663</u>	<u>-</u>	<u>-</u>	<u>1,427,663</u>

ASSETS	June 30, 2025			
	Audited			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets 'at fair value through profit or loss'				
Listed equity securities - Ordinary Shares	653,603	-	-	653,603
Listed equity securities - Preference Shares	17,849	-	-	17,849
	<u>671,452</u>	<u>-</u>	<u>-</u>	<u>671,452</u>

15.2 Valuation techniques used in determination of fair values

Item	Valuation approach and input used
Listed equity securities	The valuation has been determined through closing rates of Pakistan Stock Exchange.

15.3 There were no transfers between levels during the period.

**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 re-classified, re-arranged or additionally incorporated in these condensed interim financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

17 GENERAL

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

18 DATE OF AUTHORISATION FOR ISSUE

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

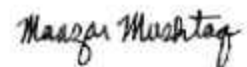
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

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

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