



MCB FUNDS
Investments for Life

QUARTERLY REPORT

MARCH
2026
(UNAUDITED)

Funds Under Management of
MCB INVESTMENT MANAGEMENT LIMITED



MCB PAKISTAN SOVEREIGN 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 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 Mr. Raheel Iqbal (CISO)	Chairman Member Member Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating & Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary & Financial Controller	Mr. Muhammad Rehan Khan	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcPakistan.com	
Bankers	MCB Bank Limited Habib Bank Limited Allied Bank Limited Bank Alfalah Limited Faysal Bank Limited	Habib Metropolitan Bank Limited United Bank Limited Zarai Taraqiati Bank Limited Js Bank Limited National Bank Of Pakistan
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 DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS ENDED MARCH 31, 2026

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **MCB Pakistan Sovereign Fund** accounts review for the nine months ended March 31, 2026.

Economy Review

The country posted a current account deficit of USD 700 million in the first eight months of the fiscal year 2026 (8MFY26) compared to a surplus of USD 479 million in the corresponding period last year. Trade Deficit increased by 27.8% YoY as exports declined by 5.4% while imports increased by 8.8%. The remittances inflows grew at a healthy rate of 10.5% to USD 26.5 billion. The country's external position remained robust as SBP's foreign exchange reserves increased to USD 16.4 billion compared to USD 14.5 billion at the end of the last fiscal year. The local currency depicted strength against the greenback as the USD/PKR appreciated by 1.6% to 279.2 during the period.

Headline inflation represented by CPI averaged 5.6% during 9MFY26 compared to 5.4% in the corresponding period last year. This low inflation was driven by the currency's stability over the past one year and base effect.

Pakistan's GDP growth clocked at 3.9% in 2QFY26 with Agricultural, Industrial and Services sectors increasing by 1.8%, 7.4% and 3.7% respectively. Industrial sector growth showed a stellar growth due to improvement in macroeconomic indicators and base effect. On the fiscal side, FBR tax collection grew by 10.1% during 9MFY26 to PKR 9,305 billion, although it remained short of the target by PKR 612 billion.

FUND PERFORMANCE

During the period under review, the fund generated an annualized return of 7.67% as against its benchmark return of 10.57%. At period-end, the fund exposure towards cash was 9.4%.

The Net Assets of the Fund as at March 31, 2026 stood at Rs. 15,734 million as compared to Rs. 28,813 million as at June 30, 2025 registering a decrease of 45.39%.

The Net Asset Value (NAV) per unit as at March 31, 2026 was Rs. 58.20 as compared to opening NAV of Rs. 55.03 per unit as at June 30, 2025 registering an increase of Rs 3.17 per unit.

Economy & Market – Future Outlook

The recent escalation in the Iran–US conflict has led to a sharp increase in global oil prices, with Brent crude crossing USD 100/bbl amid fears of supply disruptions through the Strait of Hormuz. This has immediate macroeconomic implications, particularly for oil-importing economies like Pakistan, as higher oil prices raise the import bill, fuel inflation, and exert pressure on the currency. However, the situation remains highly fluid, with outcomes dependent on the duration and intensity of the conflict. If tensions do not escalate further, the impact on macros is likely to

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS ENDED MARCH 31, 2026

remain manageable, but a prolonged conflict could keep oil prices elevated and pose additional risks to inflation, external balances, and overall economic stability.

Pakistan posted a modest current account deficit of USD 700 million in the first eight months of the fiscal year. However, due to rising oil prices and refinery margins, we now expect the current account deficit to widen to around USD 3.1 billion, or 0.8% of GDP. The continuation of the IMF program remains a key positive, as it will enable Pakistan to tap funding from multiple sources. Despite an expected payment of USD 3.5 billion to the UAE, the country is expected to receive another USD 5.0 billion from Saudi Arabia and Qatar. We expect SBP reserves to rise to USD 17.7 billion by year-end, supported by timely bilateral rollovers and inflows from the IMF and multilateral agencies. We also expect measured depreciation in the currency, with USD/PKR likely to close around 284.0 by June 2026.

Given the recent increase in international oil prices and corresponding adjustments in domestic fuel prices, we expect inflationary pressures to persist in the near term. We now project average CPI inflation for FY26 to settle at around 7.6%, compared to 4.6% in FY25. On the growth front, we expect GDP to expand by 3.5% in FY26. The lagged impact of interest rate cuts is likely to support activity in the industrial and services sectors, which are projected to grow by 4.5% and 3.5%, respectively. However, any further escalation in the Middle East conflict poses a downside risk to these growth projections.

On the fiscal front, we expect the fiscal deficit to narrow to 3.9% of GDP in FY26, marking the lowest level since FY2006. This improvement is primarily driven by a decline in debt servicing costs, which are projected to fall from 7.7% of GDP in FY24 to 6.2% of GDP in FY26. However, the IMF's stringent primary surplus targets will likely necessitate significant cuts to the PSDP allocation.

The monetary policy committee 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. However, the recent rise in oil prices and the uptick in inflation could prompt a rate hike if the conflict persists for an extended period.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year.

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 14.2% during 9MFY26 to PKR 4,206 billion. Total money market funds inched up by 2.3% since June 2025. Within the money market sphere, conventional funds showed a decline of 0.8% to PKR 969 billion while Islamic funds increased by 5.7% to PKR 964 billion. In addition, the total fixed Income and Fixed Rate funds increased by about 36.6% since June 2025 to PKR 1,540 billion while Equity and related funds increased by 32.0% to PKR 649 billion.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS ENDED MARCH 31, 2026

In terms of the segment share, Money Market funds were the leader with a share of around 46.0%, followed by Income and fixed return funds with 36.6% and Equity and Equity related funds having a share of 15.4% as at the end of March 2026.

Mutual Fund Industry Outlook

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

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
April 21, 2026



Manzar Mushtaq
Director
April 21, 2026

ڈائریکٹرز رپورٹ

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے پہلے نوسو ماہ کے دوران تقریباً 14.2 فیصد بڑھ کر 4,206 بلین روپے ہو گئے۔ منی مارکیٹ کے گل فنڈز میں جون 2025ء کے بعد سے 2.3 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 0.8 فیصد کم ہو کر 969 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 5.7 بڑھ کر 964 بلین روپے ہو گئے۔ مزید برآں، گل فیکسڈ انکم اور فیکسڈ ریٹ فنڈز جون 2025ء کے بعد سے تقریباً 36.6 فیصد سے بڑھ کر 1,540 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 32.0 فیصد بڑھ کر 649 بلین روپے ہو گئے۔

شعبہ جاتی حصے کے اعتبار سے مارچ 2026ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 46.0 فیصد حصے کے ساتھ سب سے آگے تھے، اور ان کے بعد انکم اور فیکسڈ ریٹ فنڈز کا 36.6 فیصد حصہ، اور ایکویٹی اور اس سے متعلقہ فنڈز کا 15.4 فیصد حصہ تھا۔

میوچل فنڈز صنعت کے مستقبل کا منظر نامہ

منی مارکیٹ فنڈز کو بہتر نقدیت کا فائدہ اٹھانا چاہیے کیونکہ یہ مختصر میعاد کے لیے اور کم ریسک کے ساتھ سرمایہ کاری کرنے والوں کے لیے موزوں ترین ہوتے ہیں۔ درمیانی اور طویل میعاد والے سرمایہ کاروں کی کیپیٹل مارکیٹس، خصوصاً ایکویٹیز میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلاؤٹ 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 اُن کی مسلسل معاونت اور حمایت کے لیے شکریہ ادا کرتا ہے۔ مزید برآں، ڈائریکٹرز مینجمنٹ ٹیم کی کاوشوں کو خراج تحسین پیش کرتے ہیں۔

منجانب ڈائریکٹرز،

Manzoor Mushtaq

منظر مشتاق

ڈائریکٹر

21 اپریل 2026ء

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

21 اپریل 2026ء

ڈائریکٹرز رپورٹ

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

ایران اور امریکا کے درمیان حالیہ کشیدگی میں اضافے کے باعث عالمی سطح پر تیل کی قیمتوں میں تیزی سے اضافہ ہوا ہے، اور رسد میں خلل کے خدشات، اور خصوصاً آبنائے ہرمز کے ذریعے ترسیل متاثر ہونے کے امکان، کے پیش نظر برینٹ کروڈ کی قیمت 100 ڈالر فی بیرل سے تجاوز کر گئی ہے۔ اس کے فوری معاشی اثرات مرتب ہوتے ہیں، خاص طور پر پاکستان جیسے ممالک پر جو تیل درآمد کرتے ہیں، کیونکہ تیل کی بڑھتی ہوئی قیمتیں درآمداتی بل میں اضافہ کرتی ہیں، افراط زر کو بڑھاتی ہیں، اور کرنسی پر دباؤ ڈالتی ہیں۔ تاہم صورتحال ابھی غیر یقینی ہے اور اس کے نتائج تنازعے کی مدت اور شدت پر منحصر ہیں۔ اگر کشیدگی مزید نہ بڑھی تو معاشی اثرات قابل برداشت رہنے کا امکان ہے، لیکن اگر تنازع طویل ہو گیا تو تیل کی قیمتیں بلند سطح پر برقرار رہنے کا امکان ہے، اور افراط زر، بیرونی کھاتوں اور مجموعی معاشی استحکام کے لیے مزید خطرات پیدا ہو سکتے ہیں۔

پاکستان نے مالی سال کے پہلے آٹھ ماہ میں تقریباً 700 ملین ڈالر کا محدود کرنٹ اکاؤنٹ خسارہ ریکارڈ کیا۔ تاہم تیل کی بڑھتی ہوئی قیمتوں اور ریفاؤنڈی مارجنز کے باعث اب توقع ہے کہ یہ خسارہ بڑھ کر تقریباً 3.1 بلین ڈالر، یعنی جی ڈی پی کے 0.8 فیصد تک پہنچ جائے گا۔ آئی ایم ایف پروگرام کا تسلسل ایک اہم مثبت پہلو ہے جس سے مختلف ذرائع سے رقم کے حصول میں مدد ملے گی۔ متحدہ عرب امارات کو متوقع 3.5 بلین ڈالر کی ادائیگی کے باوجود ملک کو سعودی عرب اور قطر سے مزید 5.0 بلین ڈالر موصول ہونے کی توقع ہے۔ ہمیں اُمید ہے کہ سال کے اختتام تک ایس بی پی کے ذخائر بڑھ کر 17.7 بلین ڈالر ہو جائیں گے، اور اس کے عوامل بروقت دو طرفہ توسیع، اور آئی ایم ایف اور کثیر الجہتی ایجنسیوں کی طرف سے آنے والی رقوم ہوں گی۔ ہم کرنسی کی قدر میں بتدریج کمی کے لیے بھی پُر امید ہیں، اور اس بات کی توقع کی جاسکتی ہے کہ جون 2026ء تک ڈالر 1 روپے کی شرح تقریباً 284.0 تک پہنچ جائے گی۔

عالمی سطح پر تیل کی قیمتوں میں حالیہ اضافے اور ملکی سطح پر ایندھن کی قیمتوں میں اس کے مطابق رد و بدل کے باعث ہم توقع کرتے ہیں کہ قریبی مدت میں مہنگائی کا دباؤ برقرار رہے گا۔ فی الوقت ہمارا اندازہ کہ مالی سال 2026ء میں اوسط سی پی آئی افراط زر تقریباً 7.6 فیصد رہے گی، جبکہ مالی سال 2025ء میں یہ 4.6 فیصد تھی۔ شرح نمو کے حوالے سے ہم توقع کرتے ہیں کہ مالی سال 2026ء میں جی ڈی پی 3.5 فیصد تک بڑھے گی۔ شرح سود میں کمی کے تاخیری اثرات صنعتی اور خدمات کے شعبوں کی سرگرمیوں کو سہارا فراہم کریں گے، جن کی شرح نمو پالترتیب 4.5 فیصد اور 3.5 فیصد رہنے کی توقع ہے۔ تاہم مشرق وسطیٰ میں کشیدگی اور مزید اضافہ ان معاشی اندازوں کے لیے منفی خطرہ ثابت ہو سکتا ہے۔

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۔ 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۔ تاہم آئی ایم ایف کے پرائمری سروسس سے متعلق سخت اہداف ممکنہ طور پر پی ایس ڈی پی کے اختیصاص میں نمایاں کٹوتیوں کے سبب نہیں گے۔

ایس بی پی نے سود کی شرحوں میں جون 2024ء سے مجموعی طور پر 1,150 بی پی ایس کی کمی کی ہے، جس کے نتیجے میں سود کی شرحیں 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۔ تاہم اگر تنازع طویل اختیار کرتا ہے تو تیل کی قیمتوں میں حالیہ اضافہ اور اس کے نتیجے میں افراط زر میں اضافہ شرح کے بڑھ جانے کا سبب بن سکتا ہے۔

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

ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی پاکستان سوورن فنڈ کے اکاؤنٹس کا جائزہ، 31 مارچ 2026 کو ختم ہونے والے نو ماہ کے لئے، پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال 2026ء کے پہلے آٹھ ماہ میں ملک نے 700 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں 479 ملین ڈالر فاضل (سورپلس) تھا۔ تجارتی خسارے میں 27.8 فیصد سال در سال (YoY) اضافہ ہوا کیونکہ برآمدات میں 5.4 فیصد کمی ہوئی جبکہ درآمدات میں 8.8 فیصد اضافہ ہوا۔ ترسیلات 10.5 فیصد بڑھ کر 26.5 بلین ڈالر ہو گئیں۔ ملک کی بیرونی صورتحال مستحکم رہی کیونکہ ایس بی پی کے غیر ملکی زرمبادلہ کے ذخائر بڑھ کر 16.4 بلین ڈالر ہو گئے، جبکہ اس کے بالمقابل گزشتہ مالی سال کے اختتام پر 14.5 بلین ڈالر تھے۔ مقامی کرنسی نے گرین بیک (امریکی ڈالر) کے بالمقابل استحکام کا مظاہرہ کیا اور دورانِ مدت پاکستانی روپے کی قدر 1.6 فیصد بڑھ کر 279.2 ہو گئی۔

مجموعی افراط زر، جس کی ترجمانی سی پی آئی سے ہوتی ہے، کا اوسط مالی سال 2026ء کے پہلے نو ماہ کے دوران 5.6 فیصد رہا، جو گزشتہ سال مماثل مدت میں 5.4 فیصد کے بالمقابل ہے۔ افراط زر کی اس پست سطح کی وجہ گزشتہ ایک سال کے دوران کرنسی کا استحکام اور base کا اثر ہے۔ پاکستان کی جی ڈی پی میں مالی سال کی دوسری سہ ماہی میں 3.9 فیصد ترقی ہوئی۔ زراعت کے شعبے میں 1.8 فیصد، صنعتی شعبے میں 7.4 فیصد، اور خدمات کے شعبے میں 3.7 فیصد ترقی ہوئی۔ صنعتی شعبے نے شاندار ترقی کا مظاہرہ کیا جس کی وجہ مجموعی معاشی علامات اور base کے اثر میں بہتری ہے۔ مالیاتی جہت میں ایف بی آر ٹیکس وصولی مالی سال 2026ء کے پہلے نو ماہ کے دوران 10.1 فیصد بڑھ کر 9,305 بلین روپے ہو گئی، اگرچہ ہدف سے 612 بلین روپے کم رہی۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ کا ایک سال پر محیط منافع 7.67 فیصد تھا، جبکہ اس کے بالمقابل بیچ مارک منافع 10.57 فیصد تھا۔ اختتام مدت پر فنڈ کی نقد میں سرمایہ کاری 9.4 فیصد تھی۔

31 مارچ 2026ء کو فنڈ کے net اثاثہ جات 15,734 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2025ء کو 28,813 ملین روپے تھے، یعنی 45.39 فیصد کمی ہوئی۔

31 مارچ 2026ء کو net اثاثہ جاتی قدر (این اے وی) نی یونٹ 58.20 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2025ء کو ابتدا میں 55.03 روپے فی یونٹ تھی، یعنی 3.17 روپے فی یونٹ اضافہ ہوا۔

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2026

		(Un-Audited) Mar 31, 2026	(Audited) June 30, 2025
Note	----- (Rupees in '000) -----		
ASSETS			
Bank balances	4	1,487,970	4,552,352
Investments	5	14,181,851	24,037,384
Profit receivable		110,584	621,039
Advances, prepayments and other receivables		106,146	50,074
Total assets		15,886,551	29,260,849
LIABILITIES			
Payable to MCB Investment Management Limited – Management Company	6	19,992	42,427
Payable to the Central Depository Company of Pakistan Limited - Trustee		1,146	299
Payable to the Securities and Exchange Commission of Pakistan		1,359	1,577
Accrued expenses and other liabilities	8	129,559	403,404
Total liabilities		152,056	447,707
NET ASSETS		15,734,495	28,813,142
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		15,734,495	28,813,142
CONTINGENCIES AND COMMITMENTS			
	9		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		270,332,956	523,550,894
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		58.20	55.03

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2026**

	Nine months ended March 31,		Quarter ended March 31,	
	2026	2025	2026	2025
INCOME	----- (Rupees in '000) -----			
Income from government securities	2,226,657	2,950,887	572,876	911,716
Capital Gain/ (loss) on sale of investments - net	(175,444)	805,457	(147,813)	150,337
Profit on bank deposits	198,339	156,141	63,171	47,080
Income from NCCPL deposit against Exposure margin	1,994	1,427	1,001	1,427
Unrealised appreciation /(diminution) in fair value of investments classified 'at fair value through profit or loss' - net	(180,452)	102,739	(291,856)	(241,045)
Total income	2,071,094	4,016,652	197,379	869,516
EXPENSES				
Remuneration of the Management Company	252,514	358,002	66,355	110,195
Sindh Sales Tax on remuneration of the Management Company	37,877	53,700	9,953	16,529
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	12,392	11,793	3,320	4,104
Sindh Sales Tax on remuneration of Trustee	1,859	1,769	498	616
Securities and Exchange Commission of Pakistan - annual fee	16,898	16,080	4,527	5,595
Allocated expenses	-	8,725	-	-
Brokerage expenses	2,887	8,645	644	2,221
Legal and professional expenses	192	188	93	86
Auditors' remuneration	1,162	769	351	251
Other expenses	1,246	2,546	615	1,027
Total expenses	327,026	462,218	86,355	140,624
Net income from operating activities	1,744,068	3,554,434	111,023	728,891
Taxation	-	-	-	-
Net income for the period	1,744,068	3,554,434	111,023	728,891
Allocation of net income for the period:				
Net income for the period	1,744,068	3,554,434		
Income already paid on units redeemed	(1,044,397)	(2,104,341)		
	699,671	1,450,094		
Accounting income available for distribution:				
- Relating to capital gains	-	224,803		
- Excluding capital gains	699,671	1,225,291		
	699,671	1,450,094		
Earnings per unit				


Note

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2026**

	Nine months ended		Quarter ended	
	March 31,		Mar 31,	
	2026	2025	2026	2025
	----- (Rupees in '000) -----			
Net income for the period after taxation	1,744,068	3,554,434	111,023	728,891
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	1,744,068	3,554,434	111,023	728,891

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer




Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Nine months ended Mar 31,					
	2026			2025		
	(Rupees in '000)					
Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	
Net assets at beginning of the period	29,364,332	(551,190)	28,813,142	11,746,432	(664,703)	11,081,729
Issue of units 474,812,415 (2025: 1,188,289,785 units):						
- Capital value (at net asset value per unit at the beginning of the year)	26,128,927	-	26,128,927	64,238,946	-	64,238,946
- Element of income	666,380	-	666,380	5,061,743	-	5,061,743
	26,795,307	-	26,795,307	69,300,689	-	69,300,689
Redemption of units 728,030,354 (2025: 1,004,149,162 units):						
- Capital value (at net asset value per unit at the beginning of the year)	(40,063,511)	-	(40,063,511)	(53,681,815)	-	(53,681,815)
- Amount paid out of element of Income relating to net income for the period after taxation	(510,114)	(1,044,397)	(1,554,512)	(4,104,644)	(2,104,341)	(6,208,985)
	(40,573,625)	(1,044,397)	(41,618,022)	(57,786,459)	(2,104,341)	(59,890,800)
Total comprehensive income for the period	-	1,744,068	1,744,068	-	3,554,434	3,554,434
Distribution during the period @ 0.06 per unit on July 01, 2024		-	-		(12,300)	(12,300)
Net assets as at the end of the period	15,586,014	148,481	15,734,495	23,260,662	773,090	24,033,752
Undistributed loss brought forward						
- Realised		(658,011)			(697,867)	
- Unrealised		106,821			33,164	
		(551,190)			(664,703)	
Accounting income available for distribution						
- Relating to capital gains		-			224,803	
- Excluding capital gains		699,671			1,225,291	
		699,671			1,450,094	
Distribution during the period		-			(12,300)	
Undistributed gain carried forward		148,481			773,091	
Undistributed gain carried forward						
- Realised		328,933			670,351	
- Unrealised		(180,452)			102,739	
		148,481			773,091	
		---	(Rupees) ---		---	(Rupees) ---
Net assets value per unit as at beginning of the period		<u>55.03</u>			<u>54.06</u>	
Net assets value per unit as at end of the period		<u>58.20</u>			<u>61.76</u>	

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

	Nine months ended March 31,	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES	----- (Rupees in '000) -----	
Net income for the period before taxation	1,744,068	3,554,434
Adjustments for:		
Capital loss/ (gain) on sale on investments-net	175,444	(805,457)
Unrealised diminution / (appreciation) on fair value of investments classified 'at fair value through profit or loss' - net	180,452	(102,739)
	<u>2,099,964</u>	<u>2,646,237</u>
Decrease / (Increase) in assets		
Investments	9,639,015	(6,850,415)
Profit receivable	510,455	(53,202)
Receivable against sale of investments	-	1,541,304
Advances and prepayments	(56,072)	(41,070)
	<u>10,093,398</u>	<u>(5,403,382)</u>
(Decrease) / Increase in liabilities		
Payable to the Management Company	(22,435)	13,176
Payable to the Central Depository Company of Pakistan Limited - Trustee	847	1,033
Payable to the Securities and Exchange Commission of Pakistan	(218)	1,213
Payable against purchase of investments	-	(3,225,183)
Accrued expenses and other liabilities	(273,845)	47,886
	<u>(295,651)</u>	<u>(3,161,875)</u>
Net cash generated / (used in) operating activities	<u>11,897,711</u>	<u>(5,919,020)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	26,795,307	69,300,689
Payments on redemption of units	(41,618,022)	(59,890,799)
Distribution during the period	-	(12,300)
Net cash generated / (used in) financing activities	<u>(14,822,715)</u>	<u>9,397,590</u>
Net increase in cash and cash equivalents during the period	<u>(2,925,004)</u>	<u>3,478,570</u>
Cash and cash equivalents at beginning of the period	4,552,352	1,653,319
Cash and cash equivalents at end of the period	<u>1,627,348</u>	<u>5,131,889</u>

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

1. LEGAL STATUS AND NATURE OF BUSINESS

MCB Pakistan Sovereign Fund (the Fund) was established through a Trust Deed executed between MCB Investment Management 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 December 20, 2002 consequent to which Trust Deed was executed on January 07, 2003 in accordance with the Asset Management Companies Rules, 1995 (AMC rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the 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.

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 certificate of registration issued by SECP. The registered office of the Management Company situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

The Fund is an open ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. MCB Pakistan Sovereign Fund has a policy of investing in Pakistani rupee denominated debt securities issued by the Government of Pakistan, reverse repurchase transaction in government securities and any otherwise un-invested funds in deposits with banks and financial institutions. In addition, the Fund can also invest in sub-scheme of the Fund. The units of the Funds are offered for public subscription on a continuous basis. Units are transferable and can be redeemed by surrendering to the Fund. The Fund has been categorised as 'Income scheme' by the Board of Directors of Management Company in accordance with the requirements of Circular 7 of 2009 dated March 6, 2009 issued by SECP.

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 04, 2024) to the Management Company and has maintained the stability rating of the Fund at AA-(f) on October 23, 2025 (June 30, 2025: AA-(f) dated September 06, 2024). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

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 as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- The Non-Banking Finance Companies (Establishment and 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 and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed

- 2.1 This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2025. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 March 2026 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2025, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the nine months ended 31 March 2025.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

- 2.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.
- 2.3 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.
- 2.4 This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

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.

The preparation of these condensed interim financial statements in conformity with 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 recognized prospectively commencing from the period of revision. In preparing these 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 Funds for the year ended June 30, 2025.

3.1. Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the 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.

3.2. Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

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

		(Un-Audited) March 31, 2026	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
4. BANK BALANCES	Note		
- In savings accounts	4.1	1,483,099	4,546,738
- In current accounts	4.2	4,871	5,614
		1,487,970	4,552,352

- 4.1. These carry mark-up at rates ranging between 6.00% to 12.10% (June 30, 2025: 8.50% to 10.50%) per annum and include bank balance of Rs. 8.76 million (June 30, 2025: Rs. 8.29 million) maintained with MCB Bank Limited (a related party) which carries profit rate 6.00% (June 30, 2025: 9.50%) per annum .
- 4.2. These include a balance of Rs. 3.48 million (June 30, 2025: Rs. 5.61 million) held with MCB Bank Limited (a related party).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

5. INVESTMENTS

Government securities - Pakistan Investment Bonds
Government securities - Pakistan Investment Bonds (FRB)
Government securities - Treasury Bills
Government securities - GoP Ijara Sukuks

	(Un-Audited) March 31, 2026	(Audited) June 30, 2025
	11,910,146	12,211,659
	190,862	7,211,081
	622,273	2,711,640
	1,458,569	1,903,004
	<u>14,181,851</u>	<u>24,037,384</u>

Note
5.1
5.2
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5.4

5.1 Government securities - Pakistan Investment Bonds

Name of security	Date of issue	Face value			As at 31 Mar 2026			Market value	
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at Mar 31, 2026	Carrying value	Market value	As a percentage of net assets	As a percentage of total investments
Pakistan Investment Bonds - 2 years	16-Jan-25	6,350,000	5,000,000	-	11,350,000	10,487,382	10,376,272	65.95	73.17
Pakistan Investment Bonds - 3 years	04-Jul-23	3,383,000	2,883,000	6,266,000	-	-	-	-	-
Pakistan Investment Bonds - 5 years	13-Oct-22	300,000	-	-	300,000	297,745	293,021	1.86	2.07
	17-Jan-24	317,000	-	-	317,000	336,460	328,143	2.09	2.31
	20-Sept-24	500,000	200,000	500,000	200,000	221,014	208,448	1.32	1.47
	16-Jan-25	1,000,000	2,020,000	3,020,000	-	-	-	-	-
	17-Jul-25	-	5,000,000	5,000,000	-	-	-	-	-
	15-Jan-26	-	1,400,000	1,400,000	-	-	-	-	-
Pakistan Investment Bonds - 10 years	12-Jul-18	1,259,000	1,259,000	1,759,000	759,000	716,263	704,263	4.48	4.97
Total as at March 31, 2026 (Un-audited)					12,058,863	11,910,146	(148,717)		
Total as at June 30, 2025 (Audited)					12,152,388	12,211,659	59,271		

5.2 Government securities - Pakistan Investment Bonds (FRB)

Name of security	Date of issue	Face value			As at 31 Mar 2026			Market value	
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at Mar 31, 2026	Carrying value	Market value	As a percentage of net assets	As a percentage of total investments
Pakistan Investment Bonds FRB - 5 years	18-Apr-24	500,000	-	500,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 5 years	05-Sept-24	1,208,000	-	1,208,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 5 years	03-Oct-24	2,750,000	-	2,750,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 5 years	14-Nov-24	1,000,000	-	1,000,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 10 years	25-Jul-19	100,000	-	-	100,000	98,233	100,520	0.64	0.71
Pakistan Investment Bonds FRB - 10 years	22-Aug-19	90,000	-	-	90,000	89,654	90,342	0.57	0.64
Pakistan Investment Bonds FRB - 10 years	14-Dec-23	-	1,000,000	1,000,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 10 years	17-Apr-25	750,000	-	750,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 10 years	29-May-25	1,000,000	-	1,000,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 10 years	10-Jul-25	-	1,000,000	1,000,000	-	-	-	-	-
Pakistan Investment Bonds FRB - 10 years	08-Jan-26	-	250,000	250,000	-	-	-	-	-
Total as at March 31, 2026 (Un-audited)					188,887	190,862	1,975		
Total as at June 30, 2025 (Audited)					7,211,762	7,211,081	(681)		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

5.3 Government securities - Treasury Bills

Name of security	Date of issue	Face value			As at 31 Mar 2026			Market value		
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at Mar 31, 2026	Carrying value	Market value	Unrealised gain / (loss)	As a percentage of net assets	As a percentage of total investments
1 Months										
Market treasury bills - 1 months	21-Aug-25	-	7,750,000	7,750,000	-	-	-	-	-	-
Market treasury bills - 1 months	10-Jul-25	-	3,500,000	3,500,000	-	-	-	-	-	-
3 Months										
Market treasury bills - 3 months	12-Jun-25	500,000	-	500,000	-	-	-	-	-	-
Market treasury bills - 3 months	22-Jan-26	-	500,000	360,000	140,000	139,444	139,377	(67)	0.89	0.98
Market treasury bills - 3 months	10-Jul-25	-	1,100,000	1,100,000	-	-	-	-	-	-
Market treasury bills - 3 months	21-Aug-25	-	640,000	640,000	-	-	-	-	-	-
Market treasury bills - 3 months	08-Jan-26	-	500,000	500,000	-	-	-	-	-	-
Market treasury bills - 3 months	29-May-25	1,300,000	8,500,000	9,800,000	-	-	-	-	-	-
6 Months										
Market treasury bills - 6 months	21-Aug-25	-	2,000,000	2,000,000	-	-	-	-	-	-
Market treasury bills - 6 months	08-Jan-26	-	1,000,000	1,000,000	-	-	-	-	-	-
Market treasury bills - 6 months	10-Jul-25	-	3,100,000	3,100,000	-	-	-	-	-	-
Market treasury bills - 6 months	26-Jun-25	-	9,000,000	9,000,000	-	-	-	-	-	-
Market treasury bills - 6 months	04-Sept-25	-	2,000,000	2,000,000	-	-	-	-	-	-
Market treasury bills - 6 months	22-Jan-26	-	1,000,000	500,000	500,000	485,412	482,896	(2,516)	3.07	3.41
Market treasury bills - 6 months	19-Feb-26	-	3,275,075	3,275,075	-	-	-	-	-	-
Market treasury bills - 6 months	15-May-25	-	18,000	18,000	-	-	-	-	-	-
12 Months										
Market treasury bills - 12 months	22-Jan-26	-	500,000	500,000	-	-	-	-	-	-
Market treasury bills - 12 months	22-Jan-26	-	500,000	500,000	-	-	-	-	-	-
Market treasury bills - 12 months	26-Jun-25	-	2,500,000	2,500,000	-	-	-	-	-	-
Market treasury bills - 12 months	11-Jul-24	-	1,000,000	1,000,000	-	-	-	-	-	-
Market treasury bills - 12 months	17-Apr-25	-	1,500,000	1,500,000	-	-	-	-	-	-
Market treasury bills - 12 months	10-Jul-25	-	1,500,000	1,500,000	-	-	-	-	-	-
Market treasury bills - 12 months	31-Oct-24	-	2,500,000	2,500,000	-	-	-	-	-	-
Market treasury bills - 12 months	08-Jan-26	-	500,000	500,000	-	-	-	-	-	-
Market treasury bills - 12 months	17-Oct-24	500,000	3,500,000	4,000,000	-	-	-	-	-	-
Market treasury bills - 12 months	15-May-25	500,000	2,000,000	2,500,000	-	-	-	-	-	-
Total as at March 31, 2026 (Un-audited)						624,857	622,273	(2,583)		
Total as at June 30, 2025 (Audited)						2,710,366	2,711,640	1,274		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

5.4 Government securities - GoP Ijara Sukuks

Name of security	Issue date	Face value				Balance as at March 31, 2026			Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sold / matured during the period	As at March 31, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets	Total investment
(Rupees in '000)										
GoP Ijara Sukuk										
-01 year	June 26, 2025	187,500	-	187,500	-	-	-	-	-	-
-01 year	August 21, 2025	-	125,000	125,000	-	-	-	-	-	-
-01 year	January 22, 2026	-	250,000	250,000	-	-	-	-	-	-
-01 year	February 9, 2026	-	125,000	100,000	25,000	23,077	22,820	(257)	0.15	0.16
GoP Ijara Sukuk										
-03 years	June 26, 2023	600,000	-	-	600,000	611,051	610,980	(71)	3.88	4.31
-03 years	December 4, 2023	200,000	-	200,000	-	-	-	-	-	-
-03 years	January 9, 2025	62,500	-	62,500	-	-	-	-	-	-
-03 years	January 9, 2025	62,500	-	62,500	-	-	-	-	-	-
-03 years	May 30, 2025	100,000	62,500	162,500	-	-	-	-	-	-
-03 years	January 22, 2026	-	375,000	10	374,990	374,483	371,540	(2,943)	2.36	2.62
GoP Ijara Sukuk										
-05 years	December 4, 2023	250,000	-	250,000	-	-	-	-	-	-
-05 years	October 21, 2024	85,000	-	85,000	-	-	-	-	-	-
-05 years	January 9, 2025	95	-	-	95	95	93	(2)	0.00	0.00
-05 years	January 9, 2025	62,500	-	62,500	-	-	-	-	-	-
-05 years	May 30, 2025	125,000	-	125,000	-	-	-	-	-	-
-05 years	May 30, 2025	62,500	562,500	625,000	-	-	-	-	-	-
-05 years	January 22, 2026	-	375,000	30,000	345,000	343,311	319,712	(23,600)	2.03	2.25
GoP Ijara Sukuk										
-10 years	May 30, 2025	65,000	125,000	190,000	-	-	-	-	-	-
-10 years	January 22, 2026	-	375,000	375,000	-	-	-	-	-	-
-10 years	January 22, 2026	-	375,000	-	375,000	137,679	133,425	(4,254)	0.85	0.94
Total as at March 31, 2026 (Un-audited)						1,489,696	1,458,569	(31,127)		
Total as at June 30, 2025 (Audited)						1,856,047	1,903,004	46,957		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

		(Un-Audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
6 PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED – MANAGEMENT COMPANY			
Management remuneration payable	6.1	17,385	36,236
Sindh Sales Tax on management remuneration payable	6.2	2,608	5,435
Sale load Payable		-	756
		<u>19,992</u>	<u>42,427</u>

6.1 In accordance with the requirements of S.R.O. 600(I)/2025 dated April 10, 2025, issued by the Securities and Exchange Commission of Pakistan (SECP), the fund, with effect from July 1, 2025 may charge management fee up to 1.5% per annum of the average daily net assets of the Scheme. During the period ended March 31, 2026, the fund has charged management fee at the rate of up to 1.25% per annum of the average daily net assets of the Scheme.

Up to June 30, 2025 (i.e., prior to July 1, 2025), the Management Company, pursuant to an amendment in the Offering Document effective from September 2, 2024, revised the basis for charging the management fee. Under the revised methodology, the Fund was allowed to charge management fee at the rate up to 1.75% per annum of the net assets of the Scheme, calculated on daily basis. Prior to this amendment (i.e., up to September 1, 2024), the Fund was allowed to charge management fee at the rate up to 7.5% of the daily gross earnings of the Scheme.

The management fee is calculated on a daily basis and paid to the Management Company on a monthly basis in arrears.

6.2 Sindh sales tax on remuneration of the Management Company has been charged at the rate of 15.00% (June 30, 2025: 15.00%).

7 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the fund has charged SECP fee at the rate of 0.075% of average Net Assets of the scheme, calculated on daily basis. The fee is paid to the commission on monthly basis in arrears.

		(Un-Audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Federal Excise Duty and related tax on	8.1		
- Management fee		29,028	29,028
- Sales load		4,170	4,170
Withholding tax payable		95,105	368,549
Auditors' remuneration payable		577	760
Brokerage payable		487	693
Payable to legal advisor		192	-
Others		-	204
		<u>129,559</u>	<u>403,404</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

8.1 Federal Excise Duty (FED) and related tax payable

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the annual financial statements of the Fund for the year ended June 30, 2025. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at March 31, 2026 would have been higher by Re. 0.12 per unit (June 30, 2025: Re. 0.06 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2026 and June 30, 2025.

10. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the 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% 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 11(A) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

11. 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.

12. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.45% (March 31, 2025: 2.16%) and this includes 0.25% (March 31, 2025: 0.34%) representing Government Levy.

13. CASH AND CASH EQUIVALENTS

		March 31, 2026	March 31, 2025
----- (Rupees in '000) -----			
Bank balance	4	1,487,970	3,284,008
Market Treasury Bills	5.3	139,377	1,847,880
		1,627,348	5,131,888

14. TRANSACTIONS WITH CONNECTED PERSONS

Related parties / connected persons of the Fund include MCB Investment Management Limited (being the Management Company) and its related entities, the Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes and pension schemes managed by the Management Company, any person or trust beneficially owning (directly or indirectly) ten percent or more of the capital of the Management Company or the net assets of the Fund and directors, key management personnel and officers of the Management Company.

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

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

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

Group / Associated Person	For the Nine months ended March 2026						As at Mar 31, 2026
	As at July 01, 2025	Issued for cash	Redeemed	As at Mar 31, 2026	As at July 01, 2025	Issued for cash	
Adamjee Insurance Company Limited - Employees Provident Fund	5	-	5	-	-	-	-
Adamjee Insurance Company Limited - Employees Gratuity Fund	2	-	-	2	-	-	0
Adamjee Insurance Company Limited - SHF	3,691,966	-	3,691,966	-	203,184	-	204,978
Adamjee Insurance Company Limited - DSF	85,127	-	-	85,127	4,685	-	4,955
D.G. Khan Cement Company Limited	11	-	-	11	1	-	1
Laipir Staff Provident Fund	1,352,121	-	1,352,121	-	74,413	-	74,880
MCB Investment Management Limited	-	24,611,899	24,611,898	1	-	1,386,404	1,402,751
Nishat Hotels and Properties Limited	-	12,818,322	12,818,322	-	-	750,000	749,744
Nishat Power Limited	57,642,941	40,053,595	88,863,357	8,833,179	3,172,326	2,224,065	5,063,000
Pakgen Power Limited	70,458,417	49,050,881	78,006,630	41,502,668	3,877,814	2,724,045	514,128
Laipir Power Limited	36,274,716	22,395,996	25,727,550	32,943,162	1,996,346	1,242,833	2,415,627
Security General Insurance Company Limited	-	-	-	-	-	-	1,500,000
- Employees Provident Fund Trust	54	-	-	54	3	-	1,917,428
Key management personnel*	1,208,100	1,201,538	2,383,638	26,000	66,487	68,564	134,609
Mandate Under Discretionary Portfolio Services*	9	529	104	434	1	30	6

* This reflects the position of related party / connected persons status as at March 31, 2026.

Group / Associated Person	For the Nine months ended March 2025						As at Mar 31, 2025
	As at July 01, 2024	Issued for cash	Redeemed	As at Mar 31, 2025	As at July 01, 2024	Issued for cash	
Adamjee Insurance Co. Ltd.	-	1,338,808	1,338,808	-	-	75,000	-
Adamjee Insurance Co.Ltd Employees Provident Fund	-	4	-	4	-	-	79,498
Adamjee Insurance Co.Ltd. Employees Gratuity Fund	-	2	-	2	-	-	-
Adamjee Life Assurance Co. Ltd.	-	756,546	756,546	-	-	44,900	44,939
ADAMJEE LIFE ASSURANCE CO. LTD. CONVENTIONAL BUSINESS	-	8,509,460	8,509,460	-	-	501,180	511,039
Adamjee Life Assurance Co. Ltd-SHF	-	59,342	59,342	-	-	3,640	3,646
Adamjee Life Assurance Co.Ltd. Employees Gratuity Fund	421,385	8,239,778	8,661,163	-	22,779	463,455	504,129
Adamjee Life Assurance Company Limited - Dsf	113,194	94	-	113,288	6,119	5	6,997
DG Khan Cement Company Limited	9	-	-	9	1	0	1
Laipir Staff Provident Fund	-	2,297,540	1,136,921	1,160,619	-	134,313	69,500
Mcb Employees Provident Fund (Pak Staff)	16,098,713	17,887	16,116,601	-	870,268	966	973,282
Mcb Investment Management Limited	6,565,797	40,307,260	46,873,057	-	354,936	2,373,650	2,782,138
Nishat Mills Limited Employees Provident Fund Trust	-	52,629,753	52,629,753	-	-	3,127,500	3,162,717
Nishat Power Limited	-	18,283,320	18,283,320	-	-	1,080,910	1,091,179
Security General Insurance Co. Ltd. Employees Provident Fund Trust	-	47	-	47	-	3	3
Key management personnel*	1,443,402	11,719,304	13,102,741	59,965	78,028	670,818	779,249
Mandate Under Discretionary Portfolio Services*	3,915,937	15,993,134	19,830,304	78,766	211,689	918,397	1,140,493

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

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

	(Unaudited) Mar 31, 2026	(Unaudited) Mar 31, 2025
	-----	-----
	(Rupees in '000)	
MCB Investment Management Limited - Management Company		
Remuneration of the Management Company including indirect taxes	290,391	411,702
Expenses allocated by the Management Company	-	8,725
Central Depository Company of Pakistan Limited - Trustee		
Remuneration including indirect taxes	14,251	13,562
MCB Bank Limited		
Mark-up on bank deposits	2,260	993
Bank charges	32	32

	(Unaudited) Mar 31, 2026	(Audited) June 30, 2025
	-----	-----
	(Rupees in '000)	
14.3 Balances outstanding at period / year end:		
MCB Investment Management Limited - Management Company		
Remuneration payable to Management Company	17,385	36,236
Sales tax payable on remuneration to Management Company	2,608	5,435
Sale load payable	-	756
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to Trustee	997	260
Sales tax payable on remuneration to Trustee	149	39
MCB Bank Limited		
Bank balance	12,240	13,897

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).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

16. CORRESPONDING FIGURES

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

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

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue on April 21, 2026 by the Board of Directors of the Management Company.

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

