



MCB FUNDS  
Investments for Life

# ANNUAL REPORT 2025

MCB Investment Management Limited



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## **Vision**

“To be the most coveted Savings and Investment company, while leading the effort to make the saving population and industry grow”

## **Mission**

“To be the preferred Savings and Investment Manager in Pakistan by being best in class in customer services and maximizing stakeholders’ value”

## **Core Values**

### **HONESTY**

We ensure to build trust through responsible actions and honest relationships with our colleagues, customers and stakeholders

### **INTEGRITY**

We work with integrity in everything we do, and embody our principles when working with stakeholders as well as internal and external customers. We assure to promote the integrity for the ultimate benefit for everyone

### **ETHICS**

As a trusted custodian of customer funds, we are committed to conforming to the highest level of ethical standards in the workplace that involves putting customer interest first and maintaining our stakeholders trust in the Company

### **PROFESSIONALISM**

We value everyone and treat our external and internal customers and our stakeholders with respect, dignity and professionalism

## COMPANY INFORMATION

<b>Board of Directors</b>	<p>Mr. Haroun Rashid Mr. Muhammad Nauman Chughtai Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan</p>	<p>Chairman Director Chief Executive Officer Director Director Director Director Director</p>
<b>Audit Committee</b>	<p>Mr. Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq</p>	<p>Chairman Member Member</p>
<b>Human Resource &amp; Remuneration Committee</b>	<p>Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah</p>	<p>Chairman Member Member Member</p>
<b>Credit Committee</b>	<p>Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah</p>	<p>Member Member Member Member</p>
<b>Chief Executive Officer</b>	<p>Mr. Khawaja Khalil Shah</p>	
<b>Chief Operating &amp; Financial Officer</b>	<p>Mr. Muhammad Asif Mehdi Rizvi</p>	
<b>Company Secretary</b>	<p>Mr. Muhammad Rehan Khan</p>	
<b>Share Registrar</b>	<p><b>CDC Share Registrar Services Limited</b> CDC House, 99-B, Block 'B', S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcsrsl.com</p>	
<b>Bankers</b>	<p>MCB Bank Limited Bank Al-Falah Limited Faysal Bank Limited MCB Islamic Bank Limited Bank Makramah Limited Askari Bank Limited</p>	
<b>Auditors</b>	<p><b>A. F. Ferguson &amp; Co.</b> Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar Road, Karachi.</p>	
<b>Legal Advisor</b>	<p><b>Akhund Forbes</b> D-21, Block-4, Scheme-5 Clifton, Karachi</p> <p><b>Bawaney &amp; Partners</b> 3rd &amp; 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi</p>	
<b>Rating</b>	<p><b>AM1</b> Asset Manager Rating assigned by PACRA</p>	
<b>Registered Office</b>	<p><b>MCB Investment Management Limited</b> 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi.</p>	

## NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that an Annual General Meeting (AGM) of **MCB Investment Management Limited** will be held on **Tuesday, 28<sup>th</sup> October, 2025 at 11:30 am at Sapphire Hall, Ramada Creek, Zulfiqar Street 1, DHA Phase VIII, Karachi, Pakistan**, as well as through electronic means/ Video link facility to transact the following businesses:

### **Ordinary Businesses:**

1. To confirm the minutes of the last AGM General Meeting held on October 28, 2024.
2. To receive, consider and adopt the Annual Audited Financial Statements of the Company for the year ended June 30, 2025 together with Directors' and Auditors' Reports thereon.

As required under section 223 of the Companies Act, 2017 the Annual Report of the Company for the financial year ended June 30, 2025, has been uploaded on the Company's website which can be downloaded accessing the following link / QR Code:



3. To declare and approve final cash dividend of 35 per cent i.e., Rs. 3.5 per ordinary share of Rs. 10/- each for the year ended June 30, 2025, as recommended by the Board of Directors.
4. To appoint external auditors of the Company for the year ending June 30, 2026 and fix their remuneration. The Board of Directors, on the recommendation of Audit Committee of the Company, has proposed the appointment of M/s. A.F. Ferguson & Co. Chartered Accountants, as external auditors of the Company for the year ending June 30, 2026.

### **Any Other Business**

5. To transact any other business with the permission of the Chair.

**By Order of the Board**



**Muhammad Rehan Khan**  
Company Secretary

**October 06, 2025**  
**Karachi.**

# NOTICE OF ANNUAL GENERAL MEETING

## **IMPORTANT NOTICES:**

### **1. PARTICIPATION VIA PHYSICAL PRESENCE OR THROUGH VDEIO LINK FACILITY**

The Company intend to convene this AGM with minimal physical interaction of members while ensuring compliance with the quorum requirements and requests the member to consolidate their attendance and voting at the AGM through proxies.

Members, interested to participate in the meeting via video link facility, are requested to email their Name, Folio Number / participant's ID number, Cell Number, CNIC / Passport Number with subject **"Registration for MCBFUNDS AGM"** along with valid copy of both sides of Computerized National Identity Card (CNIC) at **agm@mcbfunds.com** Video link and login credentials will be shared with only those members whose emails, containing all the required particulars, are received at least forty-eight (48) hours before the time of AGM.

Members can also provide their comments and questions for the agenda items of the AGM at the email address **agm@mcbfunds.com**.

Name of member	CNIC No. / Passport No.	Folio / CDS No.	Cell No.	Email address

Login facility will be opened thirty minutes before the meeting time to enable the participants to join the meeting after identification process. Members will be able to login and participate in AGM proceedings through their devices after completing all the formalities required for the identification and verification of the members and members will be encouraged to participate in the AGM to consolidate their attendance and participation through proxies.

### **2. NOTICE OF BOOK CLOSURE**

The Share Transfer Books of the Company will remain closed from **Wednesday, October 22, 2025, to Tuesday, October 28, 2025** (both days inclusive). Transfers received in order at the office of our Share Registrar M/s. CDC Share Registrar Services Limited, CDC House, Block B, SMCHS, Main Shahrah-e-Faisal, Karachi – 74400, by the close of business (5:00 p.m.) on **Tuesday October 21, 2025**, will be considered in time for the determination of the entitlement of the shareholders to attend and vote at the meeting.

### **3. APPOINTMENT OF PROXY AND PARTICIPATION IN THE AGM**

A member entitled to attend, speak and vote at the AGM is entitled to appoint another person as his/her proxy to attend, speak and vote for his/her behalf. A proxy need not be a member of the Company. A proxy has the right to demand and join in demanding a poll and vote on a poll.

The instrument appointing proxy, together with the power of attorney or other authority under which it is signed, as the case may be, or a notarially certified copy of the power or authority, must be deposited at the Registered Office of the Company at least 48 working hours before the time of the meeting. In the case of corporate entity, the Board of Directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company. Form of Proxy is enclosed in English and Urdu language.

Beneficial owners of the physical shares and the shares deposited with the Central Depository Company of Pakistan Limited (CDC) and / or their proxies are required to produce their original Computerized National Identity Card (CNIC) or Passport for identification purpose at the time of attending the meeting.

## NOTICE OF ANNUAL GENERAL MEETING

Member are requested to update their details together with Name, Folio/ CDC Account No., E-mail address, contact number to the share registrar of the company M/s. CDC Share Registrar Services Limited, CDC House, Block B, SMCHS, Main Shahrah-e-Faisal, Karachi – 74400.

#### 4. POSTAL BALLOT/E-VOTING

In accordance with the Companies (Postal Ballot) Regulations, 2018, for the purpose of any agenda item subject to the requirements of section 143 and 144 of the Companies Act, 2017, members will be allowed to exercise their right of vote through postal ballot i.e. by post or e-voting, in the manner and subject to conditions contained in aforesaid regulations.

#### 5. VIDEO-CONFERENCE FACILITY

If the members holding 10 per cent (ten percent) of the total paid up capital, are resident in any other city, the Company shall provide the facility of video-conference to such members for attending Annual General Meeting of the Company, if so, demanded by such members in writing to the Company at least seven (7) days before the date of the meeting.

##### **Consent for Video-Conference Facility**

I/We, \_\_\_\_\_, being a member of **MCB Investment Management Limited** holder of Ordinary Share(s) as per Register Folio/CDC Participant ID & Sub-Account/Investor Account No. \_\_\_\_\_ hereby opt for participation in the Annual General Meeting to be held on October 28, 2025 or any adjourned meeting through video-conference facility at \_\_\_\_\_ (Please insert name of the City)

Date: \_\_\_\_\_

Signature of Member: \_\_\_\_\_

#### 6. NOTICE OF SUBMISSION OF VALID CNIC COPIES (MANDATORY)

Members, who have not yet submitted attested photocopy of their valid CNIC, are requested to submit the same along with folio number, at the earliest, directly to the Company's Share Registrar.

#### 7. CHANGE IN MEMBERS ADDRESSES

Members are requested to immediately notify any change in their address to the Share Registrar M/s. CDC Share Registrar Services Limited.

#### 8. CONVERSION OF PHYSICAL SHARES IN TO BOOK-ENTRY FORM

In compliance with section 72 of the Companies Act, 2017 and SECP's letter No. CSD/ED/Misc./2016-639-640 dated 26 March 2021, listed companies are required to replace existing physical shares issued by them into Book-Entry Form. In view of the above requirement, shareholders of the Company having physical folios/ share certificates are requested to convert their shares from physical form into Book-Entry Form as soon as possible.

Conversion of physical shares into Book-Entry Form would facilitate the shareholders in many ways i.e. safe custody of shares, readily available market for instant sale and purchase of shares, eliminate risk of loss & damage, easy & safe transfer with lesser formalities as compared to physical shares. The shareholders of the Company may contact Share Registrar of the Company [i.e. M/s. CDC Share Registrar Services Limited] for assistance in conversion of physical shares into Book-Entry Form.

#### 9. PAYMENT OF CASH DIVIDEND ELECTRONICALLY (MANDATORY REQUIREMENT)

Under section 242 of Companies Act, 2017 (the Act) and the Companies (Distribution of Dividends)

## NOTICE OF ANNUAL GENERAL MEETING

Regulations, 2017, every listed Company is required to pay dividend, if any, to their members compulsorily through electronic mode by directly crediting the same in their bank account provided by them. The Company shall be bound to withhold dividend of those members who do not provide their bank details.

Members are required to provide to the Company's Share Registrar, particulars relating to name, folio number, complete bank account number (IBAN), and title of bank account. CDC account holders should submit their request directly to their broker (participant)/CDC.

Those shareholders who have still not provided their IBAN are once again requested to fill in "Electronic Credit Mandate Form" and send it duly signed along with a copy of valid CNIC to their respective CDC participant / CDC Investor account services (in case of shareholding in Book Entry Form) or to the Company's Share Registrar M/s. CDC Share Registrar Services Limited (CDCSRSL), CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahrah-e-Faisal, Karachi-74400 (in case of shareholding in Physical Form).

A Dividend Mandate Form is available at the Registered Office of the Company and can also be downloaded from the Company's website.

### 10. DEDUCTION OF WITHHOLDING TAX ON THE AMOUNT OF DIVIDEND UNDER SECTION 150 THE INCOME TAX ORDINANCE, 2001 (MANDATORY)

Pursuant to section 150 of the Income Tax Ordinance, 2001, the rates of deduction of income tax from dividend payments under the Income Tax Ordinance, 2001 are as follows:

- a) Rate of tax deduction for persons appearing in the Active Tax Payers List: 15 per cent
- b) Rate of tax deduction for persons not appearing in the Active Tax Payers List: 30 per cent

The tax deduction on the amount of cash dividend @ 15 per cent shall be made for the payment of dividend to shareholders whose names are entered in the Active Tax Payers List provided on the website of FBR, before close of business hour (5:00 p.m.) on Tuesday, October 21, 2025 otherwise tax on the cash dividend will be deducted @ 30 per cent. Active Tax Payers List is available at Federal Board of Revenue's (FBR) website: <http://www.fbr.gov.pk>

Further, according to clarification received from Federal Board of Revenue (FBR), with-holding tax will be determined separately on 'Filer/Non-Filer' status of Principal shareholder as well as joint-holder(s) based on their shareholding proportions, in case of joint accounts.

The required information must reach our Share Registrar M/s CDC Share Registrar Services Limited by the close of business (5:00 p.m.) on Tuesday, October 21, 2025; otherwise, it will be assumed that the shares are equally held by Principal shareholder and Joint Holder(s).

In this regard, all shareholders who hold shares jointly are requested to provide shareholding proportions of Principal shareholder and Joint-holder(s) in respect of shares held by them to our Share Registrar, in writing as follows:

Folio/CDC A/c No.	Total number of shares	Principal Shareholders		Joint Holder (s)	
		Name and CNIC No.	Shareholding Proportion (No. of Shares)	Name and CNIC No.	Shareholding Proportion (No. of Shares)

The corporate shareholders having CDC accounts are required to have their National Tax Number (NTN) updated with their respective participants, whereas corporate physical shareholders should send a copy of their

## NOTICE OF ANNUAL GENERAL MEETING

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NTN certificate to the Company or Share Registrar. The shareholders while sending NTN or NTN certificates, as the case may be, must quote Company name and their respective folio numbers.

For any query/problem/information, the investors may contact the Company and/or the Share Registrar at the following phone Numbers, email addresses:

Company: MCB Investment Management Limited  
UAN: 11-11-622-24 email: [info@mcbfunds.com](mailto:info@mcbfunds.com)

Share Registrar: CDC Share Registrar Services Limited  
Tel #: 0800-23275 email: [info@cdcsrsl.com](mailto:info@cdcsrsl.com)

### 11. UNCLAIMED DIVIDEND

Shareholders, who by any reason, could not claim their dividend, if any, are advised to contact our Share Registrar M/s CDC Share Registrar Services Limited to collect / enquire about their unclaimed dividend, if any (Form attached as **Annexure “A”**). In compliance with Section 244 of the Companies Act, 2017, after having completed the stipulated procedure, all such dividends outstanding for a period of 3 years or more from the date due and payable shall be deposited by the Company to the Federal Government in case of unclaimed dividend.

### 12. PLACEMENT OF AUDITED FINANCIAL STATEMENTS ON THE WEBSITE

The Annual Report of the Company (comprising of annual Financial Statements) for the year ended June 30, 2025, has been placed on the Company’s website: [www.mcbfunds.com](http://www.mcbfunds.com).

### 13. CIRCULATION OF ANNUAL REPORT 2025 AND NOTICE OF AGM

In terms of Section 223(6) of the Companies Act, 2017 and SRO 452(I)/2025 dated March 17, 2025, the Company is allowed to send Financial Statements and Reports to its members electronically without any specific consent for the purpose. Notice of AGM containing QR enabled code and weblink to access and download Annual Report 2025, has been circulated through email to those shareholders whose email addresses are available with the Company’s Share Registrar, and in case of remaining shareholders, whose email addresses are not available, a printed copy of notice of has been dispatched on their registered addresses through post.

Shareholders who wish to receive Annual Reports and notices of general meetings through e-mails are requested to update their email address with the Share Registrar of the Company.

### 14. PROHIBITION ON GRANT OF GIFTS TO SHAREHOLDERS

In compliance with section 185 of the Companies Act, 2017 and SRO 452(I)/2025 dated March 17, 2025 issued by SECP, it is hereby notified that no gifts in any form or manner, shall be distributed to shareholders at the Annual General Meeting.

## NOTICE OF ANNUAL GENERAL MEETING

To  
**CDC Share Registrar Services Limited,**  
CDC House, 99-B, Block B,  
S.M.C.H.S., Main Shahrah-e-Faisal,  
Karachi.

*Annexure "A"*

**SUBJECT: BANK ACCOUNT DETAILS FOR PAYMENT OF CASH DIVIDEND**

Dear concern,

I, \_\_\_\_\_, bearing CNIC No. \_\_\_\_\_ am a shareholder of **MCB Investment Management Limited** and provide the following details related to my shareholding and Bank Account.

Details of Shareholder	
Name of Shareholder	
No. Shares held	
Folio/ CDS Account No.	
CNIC No.	
Cell number of shareholders	
Landline number of shareholders, if any	
Email Address (Mandatory)	
Details of Bank Account	
Title of Bank Account	
International Bank Account Number (IBAN) "Mandatory"	PK _____ (24 Digits)
Banks's Name	
Branch Name	
Branch Address	

It is stated that the above-mentioned information is correct and in case of any change therein, I/we will immediately intimate Participant/ Share Registrar accordingly.

Yours Sincerely,

\_\_\_\_\_  
Shareholder.

Date: \_\_\_\_\_

Encl: Photocopy of CNIC

**Note:** Please submit duly filled and signed form along with legible photocopy of valid CNIC to CDC Share Registrar Services Limited, CDC House, 99-B, Block 'B', S.M.C.H.S, Main Shakra-e-Faisal, Karachi-74400, Pakistan.

## اطلاع برائے سالانہ اجلاس عام

ضمیمہ A

بخدمت

سی ڈی سی شیئرز رجسٹرار سروسز لمیٹڈ

سی ڈی سی ہاؤس، 99-B، بلاک B، ایس ایم سی ایچ ایس، مرکزی شاہراہ فیصل، کراچی

عنوان: نقد ڈیویڈنڈ کی ادائیگی کے لیے بینک اکاؤنٹ تفصیلات

محترم متعلقہ افسر

میں، \_\_\_\_\_، حامل سی این آئی سی نمبر \_\_\_\_\_، ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ  
کا/کی شیئرز ہولڈر ہوں اور اپنی شیئرز ہولڈنگ اور اپنے بینک اکاؤنٹ کے بارے میں مندرجہ ذیل معلومات فراہم کر رہا/رہی ہوں۔

شیئرز ہولڈر کی تفصیلات	
نام	
شیئرز کی تعداد	
فولیو/سی ڈی ایس اکاؤنٹ نمبر	
سی این آئی سی نمبر	
موبائل فون نمبر	
لینڈ لائن نمبر، اگر کوئی ہے تو	
ای میل ایڈریس (لازمی)	
بینک اکاؤنٹ کی تفصیلات	
نام بینک اکاؤنٹ	
انٹرنیشنل بینک اکاؤنٹ نمبر (IBAN) "لازمی"	PK _____ (24 digits)
بینک کا نام	
برانچ کا نام	
برانچ کا پتہ	

میں بیان کر رہا/رہی ہوں کہ مذکورہ بالا معلومات درست ہے، اور اس میں کسی تبدیلی کی صورت میں میں فوری طور پر پادارٹسپینٹ/شیئرز رجسٹرار کو مطلع کروں گا/گی۔

مخلص

شیئرز ہولڈر

تاریخ: \_\_\_\_\_

منسلک: سی این آئی سی کی فوٹوکاپی

نوٹ: برائے مہربانی پُر شدہ اور دستخط شدہ فارم درست سی این آئی سی کی قابل فہم فوٹوکاپی کے ساتھ درج ذیل کے پاس جمع کرائیں:  
سی ڈی سی شیئرز رجسٹرار سروسز لمیٹڈ، سی ڈی سی ہاؤس، 99-B، بلاک B، ایس ایم سی ایچ ایس، مرکزی شاہراہ فیصل، کراچی-74400، پاکستان

## اطلاع برائے سالانہ اجلاس عام

کسی سوال / مسئلے / معلومات کے لیے سرمایہ کار کمپنی اور / یا شیئر رجسٹرار سے مندرجہ ذیل فون نمبر اور ای میل ایڈریس کے ذریعے رابطہ کر سکتے ہیں:

کمپنی: ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ  
یو اے این: 11-11-622-24 ای میل: info@mcbfunds.com

شیئر رجسٹرار: سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ  
فون نمبر: 0800-23275 ای میل: info@cdcsrsl.com

### 11. غیر وصول شدہ ڈیویڈنڈ

جو شیئر ہولڈرز کسی بھی وجہ سے اپنا ڈیویڈنڈ، اگر ہے تو، وصول نہ کر سکے ہوں اُن کو تاکید کی جاتی ہے کہ ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ سے رابطہ کریں اور اپنے غیر وصول شدہ ڈیویڈنڈ، اگر ہے تو، کے بارے میں معلومات کریں اور اسے وصول کریں (فارم ضمیمہ "A" کے طور پر منسلک ہے)۔ کمپنیز ایکٹ 2017ء کے سیکشن 244 کے مطابق ایسے تمام ڈیویڈنڈ جو اپنی تاریخ اجراء سے 3 سال یا اس سے زیادہ مدت کے لیے واجب الوصول ہوں گے اُن کو کمپنی مقررہ طریقہ کار مکمل کرنے کے بعد وفاقی حکومت کے پاس جمع کرا دے گی۔

### 12. آڈٹ شدہ مالیاتی گوشواروں کی ویب سائٹ پر دستیابی

کمپنی کی سالانہ رپورٹ (سالانہ مالیاتی گوشواروں پر مشتمل) برائے سال منہتممہ 30 جون 2025ء کمپنی کی ویب سائٹ [www.mcbfunds.com](http://www.mcbfunds.com) پر دستیاب کر دی گئی ہے۔

### 13. سالانہ رپورٹ 2025ء اور اے جی ایم کی اطلاع کی تشہیر

کمپنیز ایکٹ 2017ء کے سیکشن (6) 223 اور ایس آر او (I)/2025 452 مؤرخہ 17 مارچ 2025ء کے ضمن میں کمپنی کو اجازت ہے کہ وہ مالیاتی گوشوارے اور رپورٹس اپنے ارکان کو الیکٹرانک شکل میں بھیجے، اور اس مقصد کے لیے کوئی واضح رضامندی حاصل کرنا بھی ضروری نہیں ہے۔ اے جی ایم کی اطلاع بشمول QR سے چلنے والا کوڈ اور ویب لنک جس کے ذریعے سالانہ رپورٹ 2025ء تک رسائی حاصل کی جاسکتی ہے اور اسے ڈاؤن لوڈ کیا جاسکتا ہے، اُن شیئر ہولڈرز کو بذریعہ ای میل روانہ کی جا چکی ہے جن کے ای میل ایڈریس کمپنی کے شیئر رجسٹرار کے پاس موجود ہیں، اور ان کے علاوہ دیگر شیئر ہولڈرز جن کے ای میل ایڈریس دستیاب نہیں ہیں اُن کو ڈاک کے ذریعے اُن کے رجسٹرڈ پتے پر روانہ کی جا چکی ہے۔ جو شیئر ہولڈرز سالانہ رپورٹس اور عمومی اجلاسوں کی اطلاعات بذریعہ ای میل حاصل کرنا چاہتے ہیں اُن سے گزارش ہے کہ کمپنی کے شیئر رجسٹرار کے پاس اپنے ای میل ایڈریس درج کرا دیں۔

### 14. شیئر ہولڈرز کو تحفے دینے کی ممانعت

کمپنیز ایکٹ 2017ء کے سیکشن 185 اور ایس ای سی پی کی طرف سے جاری کردہ ایس آر او (I)/2025 452 مؤرخہ 17 مارچ 2025ء کی تعمیل میں بذریعہ بذمطعمع کیا جاتا ہے کہ اے جی ایم میں شیئر ہولڈرز کو کسی بھی قسم کے تحائف کسی بھی شکل میں نہیں دیئے جائیں گے۔

صفحہ نمبر 5؛ کل صفحات: 5

## اطلاع برائے سالانہ اجلاس عام

لازم ہے کہ وہ اپنے ارکان کو ڈیویڈنڈ، اگر ہے تو، الیکٹرانک ذریعے سے ادا کرے اور اس کی صورت یہ ہے کہ اُن کے فراہم کردہ بینک اکاؤنٹ میں براہ راست جمع (کریڈٹ) کرائے۔ جن ارکان نے اپنے بینک اکاؤنٹ کی تفصیلات فراہم نہیں کی ہوں گی، کمپنی اُن کے ڈیویڈنڈ روک لینے کی پابند ہوگی۔ ارکان کے لیے ضروری ہے کہ وہ نام، فولیو نمبر، مکمل بینک اکاؤنٹ نمبر (IBAN) اور اکاؤنٹ کے نام سے متعلق تفصیلات کمپنی کے شیئر رجسٹرار کو فراہم کریں۔ سی ڈی سی اکاؤنٹ ہولڈرز اپنی درخواست براہ راست اپنے بروکر (پارٹسپنٹ) / سی ڈی سی کے پاس جمع کرائیں۔ جن شیئر ہولڈرز نے تاحال اپنا IBAN فراہم نہیں کیا ہے اُس سے دوبارہ گزارش ہے کہ ”الیکٹرانک کریڈٹ مینڈیٹ فارم“ پُر کر کے، اس پر دستخط کر کے، دُرست سی این آئی سی کی کاپی کے ساتھ، اپنے متعلقہ سی ڈی سی پارٹسپنٹ / سی ڈی سی انویسٹرا کاؤنٹ سروسز (بک - ایٹری شکل میں شیئر ہولڈنگ کی صورت میں) یا کمپنی کے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ (CDCSRSL)، سی ڈی سی ہاؤس، 99-B، بلاک B، ایس ایم سی ایچ ایس، مرکزی شاہراہ فیصل، کراچی-74400 (کاغذی شکل میں شیئر ہولڈنگ کی صورت میں) کے پاس جمع کرائیں۔ ڈیویڈنڈ مینڈیٹ فارم کمپنی کے رجسٹرڈ دفتر میں دستیاب ہے اور کمپنی کی ویب سائٹ سے ڈاؤن لوڈ بھی کیا جاسکتا ہے۔

10. ڈیویڈنڈ کی رقم سے ود ہولڈنگ ٹیکس کی کٹوتی، انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے تحت (لازمی)

انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے مطابق ڈیویڈنڈ کی ادائیگیوں میں سے انکم ٹیکس کی کٹوتی کی شرحیں مندرجہ ذیل ہیں:

(a) جن افراد کا نام متحرک ٹیکس ادا کنندگان کی فہرست میں شامل ہے: 15 فیصد

(b) جن افراد کا نام متحرک ٹیکس ادا کنندگان کی فہرست میں شامل نہیں ہے: 30 فیصد

نقد ڈیویڈنڈ کی رقم سے 15 فیصد کی شرح پر ٹیکس کی کٹوتی اُن افراد کے لیے ہے جن کا نام فیڈرل بورڈ آف ریونیو (ایف بی آر) کی ویب سائٹ <http://www.fbr.gov.pk> پر موجود متحرک ٹیکس ادا کنندگان کی فہرست میں منگل، 21 اکتوبر 2025ء کو اوقات کار کے اختتام (شام 5:00 بجے) تک شامل ہو جائے گا، ورنہ 30 فیصد کی شرح کا اطلاق ہوگا۔

مزید براں، ایف بی آر کی جانب سے موصول وضاحت کے مطابق مشترکہ اکاؤنٹس کی صورت میں بنیادی شیئر ہولڈر اور مشترکہ ہولڈر (ز) کی ’فائلر / Non فائلر‘ حیثیت پر، علیحدہ علیحدہ، ان کے شیئر ہولڈنگ تناسب کی بنیاد پر ود ہولڈنگ ٹیکس کا تعین کیا جائے گا۔ مطلوبہ معلومات ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ تک منگل، 21 اکتوبر 2025ء کو اوقات کار کے اختتام (شام 5:00 بجے) تک پہنچ جانی چاہئیں، ورنہ یہ سمجھا جائے گا کہ شیئر بنیادی شیئر ہولڈر اور مشترکہ ہولڈر (ز) کے درمیان برابر برابر تقسیم ہیں۔ اس ضمن میں اُن تمام شیئر ہولڈرز سے جو مشترکہ طور پر شیئرز کے حامل ہیں گزارش کی جاتی ہے کہ بنیادی شیئر ہولڈر اور مشترکہ ہولڈر (ز) کا شیئر ہولڈنگ تناسب ہمارے شیئر رجسٹرار کو تحریری طور پر مندرجہ ذیل صورت میں فراہم کریں:

مشترکہ ہولڈر (ز)		بنیادی شیئر ہولڈرز		شیئرز کی کُل تعداد	فولیو سی ڈی سی اکاؤنٹ نمبر
نام اور سی این آئی سی نمبر	شیئر ہولڈنگ کا تناسب (شیئرز کی تعداد)	نام اور سی این آئی سی نمبر	شیئر ہولڈنگ کا تناسب (شیئرز کی تعداد)		

جن کارپوریٹ شیئر ہولڈرز کے سی ڈی سی اکاؤنٹس ہیں اُن کے لیے ضروری ہے کہ اپنے متعلقہ پارٹسپنٹس کو اپنا نیشنل ٹیکس نمبر (این ٹی این) فراہم کریں، جبکہ کارپوریٹ کاغذی شیئر ہولڈرز کمپنی یا شیئر رجسٹرار کے پاس اپنے این ٹی این سرٹیفکیٹ کی کاپی جمع کرائیں۔ دونوں صورتوں میں کمپنی کا نام اور اپنے متعلقہ فولیو نمبر ضرور درج کریں۔

صفحہ نمبر 4؛ کُل صفحات: 5

## اطلاع برائے سالانہ اجلاس عام

ارکان سے گزارش ہے کہ اپنی تفصیلات بمع نام، فولیو/سی ڈی سی اکاؤنٹ نمبر، ای میل ایڈریس اور رابطہ نمبر کمپنی کے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ، سی ڈی سی ہاؤس، بلاک B، ایس ایم سی ایچ ایل، مرکزی شاہراہ فیصل، کراچی-74400، کے پاس درج کرا دیں۔

### 4. ڈاک کے ذریعے ووٹ / ای - ووٹنگ

ایجنڈا امور کے مقصد کے لیے کمپنیز (پوسٹل بیبلٹ) ریگولیشنز 2018 کے مطابق اور کمپنیز ایکٹ 2017 کے سیکشن 143 اور 144 کے تقاضوں سے مشروط، ارکان کو ڈاک کے ذریعے ووٹ کرنے یا ای - ووٹنگ کا حق استعمال کرنے کی اجازت دی جائے گی، اور اس ضمن میں مذکورہ قوانین میں بیان کردہ طریقے اور شرائط کی تعمیل کی جائے گی۔

### 5. ویڈیو- کانفرنس سہولت

جو ارکان کُل ادا شدہ کپٹل کے 10 (دس) فیصد کے حامل ہیں اور کسی اور شہر میں مقیم ہیں، وہ اگر اے جی ایم میں بذریعہ ویڈیو- کانفرنس شرکت کرنے کا مطالبہ کریں، اور یہ مطالبہ تحریری طور پر اجلاس کی تاریخ سے کم از کم سات (7) دن قبل کمپنی میں جمع کرائیں، تو کمپنی یہ سہولت فراہم کرنے کی پابند ہوگی۔

### ویڈیو- کانفرنس سہولت کے لیے رضامندی

میں/ہم، \_\_\_\_\_، ایم سی بی انویسٹمنٹ اینڈ سٹریٹجی لمیٹڈ کے رکن کی حیثیت سے، حامل عمومی شیئر (ز) بمطابق رجسٹر فولیو/سی ڈی سی پارٹسپنٹ اور ذیلی اکاؤنٹ/انویسٹر اکاؤنٹ نمبر \_\_\_\_\_، بذریعہ ہذا سالانہ عمومی اجلاس منعقدہ 28 اکتوبر 2025ء، یا اس کے التواء شدہ اجلاس میں، بذریعہ ویڈیو- کانفرنس سہولت بمقام \_\_\_\_\_ (شہر کا نام) شرکت کرنے کا انتخاب کر رہا ہوں/رہی ہوں/ہے ہیں۔  
تاریخ: \_\_\_\_\_ دستخط رکن: \_\_\_\_\_

### 6. درست سی این آئی سی کا پیاں جمع کرانے کی اطلاع (لازمی)

جن ارکان نے تاحال اپنے درست سی این آئی سی کی کا پیاں جمع نہیں کرائی ہیں ان سے گزارش ہے کہ جلد از جلد براہ راست کمپنی کے شیئر رجسٹرار کو فولیو نمبر کے ساتھ جمع کرا دیں۔

### 7. ارکان کے پتے میں تبدیلی

ارکان سے گزارش ہے کہ اگر ان کے پتے میں کوئی تبدیلی ہو تو فوری طور پر شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ کو مطلع کریں۔

### 8. کاغذی شیئرز کی بگ-اینٹری شکل میں تبدیلی

کمپنیز ایکٹ 2017 کے سیکشن 72 اور ایس ای سی پی کے لیٹر نمبر CSD/ED/Misc./2016-639-640 مورخہ 26 مارچ 2021ء کی تعمیل میں لسٹڈ کمپنیوں کو ان کے جاری کردہ موجودہ کاغذی شیئرز کو بگ-اینٹری شکل میں تبدیل کرنے کی ضرورت ہے۔ چنانچہ کمپنی کے جن شیئر ہولڈرز کے پاس کاغذی فولیوز/شیئرز سرٹیفکیٹس ہیں ان سے گزارش ہے کہ جلد از جلد اپنے شیئرز کو کاغذی شکل سے بگ-اینٹری شکل میں تبدیل کرائیں۔ کاغذی شیئرز کو بگ-اینٹری شکل میں تبدیل کرانے سے شیئر ہولڈرز کو متعدد فوائد حاصل ہوں گے، مثلاً شیئرز کی محفوظ تحویل، شیئرز کی فوری خرید و فروخت کے لیے آسانی میسر مارکیٹ، نقصان اور ضیاع کے خطرے کا خاتمہ، اور کاغذی شیئرز کے مقابلے میں آسان اور محفوظ منتقلی جس میں کم رسمی کارروائیاں درکار ہوتی ہیں۔ کمپنی کے شیئر ہولڈرز کاغذی شیئرز کو بگ-اینٹری شکل میں تبدیل کرانے کے لیے کمپنی کے شیئر رجسٹرار [یعنی M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ] سے رابطہ کر سکتے ہیں۔

### 9. نقد ڈیویڈنڈ کی الیکٹرانک ذریعے سے ادائیگی (لازمی ضرورت)

کمپنیز ایکٹ 2017 (ایکٹ) کے سیکشن 242 اور کمپنیز (ڈسٹری بیوشن آف ڈیویڈنڈز) ریگولیشنز 2017 کے تحت ہر لسٹڈ کمپنی کے لیے لازم

صفحہ نمبر 3؛ کل صفحات: 5

## اطلاع برائے سالانہ اجلاس عام

### اہم اطلاعات

1. ظاہری حاضری یا ویڈیو لنک سہولت کے ذریعے شرکت  
کمپنی اس اے جی ایم کو کم سے کم ظاہری میل جول کے ساتھ لیکن کورم یعنی کم سے کم مطلوبہ حاضری کے تقاضوں کو پورا کرتے ہوئے منعقد کرنا چاہتی ہے، اور ارکان سے گزارش ہے کہ اے جی ایم میں پراکسیوں کے ذریعے اپنی حاضری اور ووٹنگ کو یکجا کریں۔  
جو ارکان اجلاس میں بذریعہ ویڈیو لنک سہولت شرکت کرنا چاہتے ہیں ان سے گزارش کی جاتی ہے کہ اپنا نام، فوئیو نمبر ایسا رٹسپنٹ کا شناختی نمبر، موبائل فون نمبر اور سی این آئی سی / پاسپورٹ نمبر، بمع کمپیوٹر ایزڈ قومی شناختی کارڈ (سی این آئی سی) کی دونوں جانب کی درست کاپی کے ساتھ agm@mcbfunds.com پر ای میل کریں جس کا subject یہ لکھیں "Registration for MCBFUNDS AGM"۔  
ویڈیو لنک اور لاگ ان کی تفصیلات صرف ان ارکان کو فراہم کی جائیں گی جن کی ای میل بمع تمام مطلوبہ کوائف اے جی ایم کے وقت سے کم از کم اڑتالیس (48) گھنٹے قبل موصول ہو جائیں گی۔

ارکان اے جی ایم کے ایجنڈا میں شامل امور کے بارے میں اپنی رائے اور اپنے سوالات بھی agm@mcbfunds.com پر ای میل کر سکتے ہیں۔

نام رکن	سی این آئی سی نمبر / پاسپورٹ نمبر	فوئیو ای ڈی ایس نمبر	موبائل فون نمبر	ای میل ایڈریس

لاگ ان کی سہولت اجلاس شروع ہونے سے تیس منٹ قبل فراہم کی جائے گی اور شرکاء شناخت کا عمل مکمل ہونے کے بعد اجلاس میں شامل ہو سکیں گے۔ ارکان شناخت اور تصدیق کی تمام مطلوبہ رسمی کارروائیاں مکمل ہونے کے بعد اپنے آلات کے ذریعے اے جی ایم میں لاگ ان ہو کر شرکت کر سکیں گے، اور ارکان کی اس بات کے لیے حوصلہ افزائی کی جائے گی کہ اے جی ایم میں شامل ہو کر پراکسیوں کے ذریعے اپنی حاضری اور ووٹنگ کو یکجا کریں۔

### 2. شیئر ٹرانسفر بک بند ہونے کی اطلاع

کمپنی کی شیئر ٹرانسفر یعنی حصص کی منتقلی کی بکس بند ہے، 22 اکتوبر 2025ء سے منگل، 28 اکتوبر 2025ء تک (بشمول دونوں دن) بند رہے گی۔ حصص کی منتقلی کے جو آرڈر ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ، سی ڈی سی ہاؤس، بلاک B، ایس ایم سی ایچ ایس، مرکزی شاہراہ فیصل، کراچی-74400 تک منگل، 21 اکتوبر 2025ء کو اوقات کار (شام 5:00 بجے) کے اختتام تک موصول ہو جائیں گے وہ شیئر ہولڈرز کے اجلاس میں شریک ہونے اور ووٹ کرنے کے استحقاق کے تعین کے لیے بروقت شمار ہوں گے۔

### 3. پراکسی کی تقرری اور اے جی ایم میں شرکت

جس رکن کو اے جی ایم میں شرکت، اظہار خیال اور ووٹ کرنے کا حق ہے اُسے کسی اور شخص کو اپنا پراکسی مقرر کرنے کا بھی حق حاصل ہے جو اُس کی جانب سے شرکت، اظہار خیال اور ووٹ کرے گا۔ پراکسی کے لیے کمپنی کا رکن ہونا ضروری نہیں ہے۔ پراکسی کو پول یعنی رائے دہی کا مطالبہ کرنے، مطالبے میں شامل ہونے، اور رائے دہی میں ووٹ کرنے کا حق ہے۔

پراکسی کی تقرری والی دستاویز کے ساتھ پاور آف اٹارنی یا کوئی اور اختیاری دستاویز جس کے تحت اس پر دستخط ہوئے ہیں، حسب حال، یا مذکورہ دستاویزات کی نوٹری سے تصدیق شدہ کاپی، اجلاس کے وقت سے کم از کم 48 گھنٹے قبل کمپنی کے رجسٹرار دفتر میں جمع کرائی جانی چاہیے۔ کارپوریٹ ادارے کی صورت میں پراکسی فارم کے ساتھ بورڈ آف ڈائریکٹرز ریزولوشن / پاور آف اٹارنی اور نمونہ دستخط جمع کرائی جائے (اگر پہلے نہ کرائی گئی ہو تو)۔

پراکسی فارم انگریزی اور اردو زبان میں منسلک ہے۔

کاغذی شیئرز اور ریٹرنل ڈپازٹری کمیٹی آف پاکستان لمیٹڈ (سی ڈی سی) کے پاس جمع کرائے گئے شیئرز کے استفادہ ماکان اور ایان کے پراکسیوں کو اجلاس میں شرکت کے وقت شناخت کے عمل کے لیے اپنا اصل کمپیوٹر ایزڈ قومی شناختی کارڈ (سی این آئی سی) یا پاسپورٹ دکھانا ہوگا۔

صفحہ نمبر 2؛ کل صفحات: 5

## اطلاع برائے سالانہ اجلاس عام

### سالانہ عمومی اجلاس کی اطلاع

بذریعہ ہذا مطلع کیا جاتا ہے کہ ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ کے سالانہ عمومی اجلاس (اے جی ایم) کا انعقاد بروز منگل، مورخہ 28 اکتوبر 2025ء، بوقت صبح 11:30 بجے، بمقام سفارز ہال، رماڈا کریک، ذوالفقار اسٹریٹ 1، ڈی ایچ اے فیئر VIII، کراچی، پاکستان، میں اور بیک وقت الیکٹرانک ذریعے / ویڈیو لنک سہولت سے ہوگا، جس میں مندرجہ ذیل معاملات زیر غور لائے جائیں گے:

#### عمومی معاملات:

1. گزشتہ اے جی ایم منعقدہ 28 اکتوبر 2024ء کے منٹس کی تصدیق
2. 30 جون 2025ء کو ختم ہونے والے سال کے لیے کمپنی کے سالانہ آڈٹ شدہ مالیاتی گوشواروں بمع ڈائریکٹرز رپورٹ اور آڈیٹرز رپورٹ کو وصول کرنا، ان کو زیر غور لانا اور اختیار کرنا
- کمپنیز ایکٹ 2017ء کے سیکشن 223 کے تحت 30 جون 2025ء کو ختم ہونے والے مالی سال کے لیے کمپنی کی سالانہ رپورٹ کمپنی کی ویب سائٹ پر اپ لوڈ کردی گئی ہے اور اسے مندرجہ ذیل لنک / کیو آر کوڈ کے ذریعے ڈاؤن لوڈ کیا جاسکتا ہے:



3. 30 جون 2025ء کو ختم ہونے والے سال کے لیے بورڈ آف ڈائریکٹرز کی تجویز کے مطابق حتمی نقد ڈیویڈنڈ کا اعلان اور اس کی منظوری، جو 35 فیصد ہے، یعنی 10 روپے والے عام شیئر پر فی شیئر 3.5 روپے
4. 30 جون 2026ء کو ختم ہونے والے سال کے لیے کمپنی کے خارجی آڈیٹرز کی تقرری اور ان کے معاوضے کا تعین
- بورڈ آف ڈائریکٹرز نے کمپنی کی آڈٹ کمیٹی کی سفارش پر 30 جون 2026ء کو ختم ہونے والے سال کے لیے کمپنی کے خارجی آڈیٹرز کے طور پر M/s اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی تقرری کی تجویز پیش کی ہے۔

#### کوئی اور معاملہ

5. چیئر کی اجازت سے کوئی اور معاملہ زیر غور لانا

بحکم بورڈ

محمد ریحان خان  
کمپنی سیکریٹری

06 اکتوبر 2025

کراچی

صفحہ نمبر 1؛ کل صفحات: 5

## CONVERSION OF PHYSICAL SHARES INTO BOOK-ENTRY FORM

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The SECP, through its letter No. CSD/ED/Misc/2016-639-640 dated March 26, 2021, has advised all Listed Companies to adhere to the provisions of Section 72 of the Companies Act, 2017 (the “Act”), which requires all companies to replace shares issued in physical form to book-entry form within four years of the promulgation of the Act.

Accordingly, all shareholders of the Company having physical folios/share certificates are requested to convert their shares from physical form into book-entry form at the earliest. Shareholders may contact a PSX Member, CDC Participant, or CDC Investor Account Service Provider for assistance in opening a CDS Account and subsequent conversion of the physical shares into book-entry form.

Maintaining shares in book-entry form has many advantages — safe custody of shares with the CDC, avoidance of formalities required for the issuance of duplicate shares, and readily available for sale and purchase in open market at better rates. The shareholders of the Company may contact the Company’s Share Registrar M/s CDC Share Registrar Services Limited at the following address for the conversion of physical shares into book-entry form:

**M/s CDC Share Registrar Services Limited**

CDC House, 99-B,  
Block B, S.M.C.H.S.,  
Main Shahrah-e-Faisal, Karachi- 74400  
Tel: 0800-23275  
Email: [info@cdcsrsl.com](mailto:info@cdcsrsl.com)



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**Muhammad Rehan Khan**  
Company Secretary

**PAYMENT OF CASH DIVIDEND ELECTRONICALLY  
(MANDATORY REQUIREMENT)**

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This is to inform you that in accordance with the Section 242 of the Companies Act, 2017, any dividend payable in cash shall only be paid through electronic mode directly into the bank account designated by the entitled shareholder. Please note that giving bank mandate for dividend payments is mandatory and in order to comply with this regulatory requirement and to avail the facility of direct credit of dividend amount in bank account, shareholders are requested to please update their International Bank Account Number (IBAN- 24 digits) with the Company's Share Registrar.

The shareholders of the Company may contact the Company's Share Registrar M/s CDC Share Registrar Services Limited at the following address for updating of IBAN.

**M/s CDC Share Registrar Services Limited**

CDC House, 99-B,  
Block B, S.M.C.H.S.,  
Main Shahrah-e-Faisal, Karachi – 74400  
Tel: 0800-23275  
Email: info@cdcsrsl.com



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**Muhammad Rehan Khan**  
Company Secretary

## CHAIRMAN'S REVIEW REPORT

Dear Shareholders,

I am privileged to present this Report to the members of MCB Investment Management Limited for the year ended June 30, 2025. It is an opportunity for us to collectively reflect, reset and rejuvenate our mission to become a growth-oriented and sustainable Company.

The Audited Financial Statements for the year reveal the following about the performance of the Company, when compared with last year:

	June 30, 2025	June 30, 2024
	-----Amount in Rupees-----	
Management Fee / Investment Advisory Fee	4,450,793,635	1,608,510,322
Income from investments including profit on deposits	699,939,721	571,028,574
Profit before taxation	2,748,676,774	1,271,494,346
Profit after taxation	1,758,371,236	861,302,376
Earnings per share (EPS)	24.42	11.96

At the forthcoming AGM we will be pleased to present before our shareholders a final cash dividend of Rs. 3.5 per share which is in addition to Rs. 3.5 per share (35%) interim dividend for the year ended June 30, 2025.

Pakistan's provisional GDP growth reached 2.7% in FY25, supported by a sharp decline in inflation — from 23.9% in FY24 to 4.6% in FY25 — and the successful conclusion of a Staff-Level Agreement with the IMF. Additionally, falling interest rates led to increased investor appetite for equity-based funds, which recorded substantial growth of 123%, reaching Rs. 37 billion. Looking ahead, the management expects interest yields to remain subdued and is optimistic about continued positive performance in the stock market, which would further support AUM and revenue growth in all categories, as well as profitability.

The Company maintained a strong focus on digital innovation, with a strategic shift toward scalable, tech-driven distribution and investor engagement. This year, we integrated advanced technology solutions across platforms for enhancing our reach via digital distributors such as MCB Islamic and other fintechs, enabling seamless account opening, real-time investment, and redemption functionalities for our customers. In line with the industry's evolution, we have been scaling investments via Raast, enhancing interoperability and convenience for digital payments.

In our digital marketing efforts, we successfully embedded **Generative AI** into content creation processes, enabling hyper-personalized communication, improved efficiency, and smarter customer insights. These initiatives contributed to enhanced engagement and operational agility, reinforcing our leadership in digital asset management. Our performance was recognized at the **Pakistan Digital Awards 2025**, where we proudly secured two accolades:

- **Best Email Marketing Campaign** (for the second consecutive year)
- **Best Digital Marketing Communication (Videos)**

These recognitions reaffirm our commitment to innovation, relevance, and customer-centric communication strategies.

## CHAIRMAN'S REVIEW REPORT

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Looking ahead, we remain committed to launching next-generation digital solutions that are agile, shariah-aligned (where applicable), and tailored to evolving customer needs. Our goal remains to deliver smarter, simpler, and more inclusive investment experiences to our stakeholders.

I would like to appreciate our board members who have always focused on the preservation of the best interests of both the Company's shareholders and unit holders of the Funds under its management. As part of this effort, the Board's properly structured Committees are in place, with each one having well-defined objectives and appropriate Terms of Reference; performing their respective roles effectively and efficiently. During the year, a total of sixteen (16) meetings of the Board and the Committees of the Board were held which comprised of nine (9) meetings of the Board of Directors, four (4) meetings of the Audit Committee and three (3) meetings of the Human Resource and Remuneration Committee. I wish to record my appreciation to the Board Members for the active participation and continuing guidance provided to the Management.

I expect that the Company, through its Management team, will continue to work closely with its valued clients, as well as, very importantly, with its employees, shareholders and stakeholders in a manner that makes one feel proud to be associated with MCB Investment Management Limited.

I would also like to take this opportunity to thank our valued investors for their continuous faith in the Company, many of whom have stayed alongside us from the inception of our journey, which has enabled MCB Investment Management Limited to reach new heights year after year, and I sincerely hope that the bond we share continues to flourish in the years ahead.



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**Haroun Rashid**  
Chairman – Board of Directors  
MCB Investment Management Limited  
Karachi  
August 04, 2025

## DIRECTORS' REPORT

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The Board of Directors of MCB Investment Management Limited (MCBIM) are pleased to present report on the affairs of MCBIM for the year ended June 30, 2025.

### PRINCIPAL BUSINESS

The Company is a Non-Banking Finance Company, licensed as Asset Management Company, Investment Advisor and Pension Fund Manager under the Securities and Exchange Commission of Pakistan's regulatory regime. The principal activities of the Company are floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing Investment Advisory Services.

### THE BUSINESS ENVIRONMENT

#### Economy Review

The fiscal year commenced on a strong footing as the government secured a staff-level agreement (SLA) with the IMF for a 37-month Extended Fund Facility (EFF) of USD 7.0 billion. Over the course of the period, Pakistan demonstrated fiscal and external discipline, successfully meeting key IMF program targets and benchmarks. Consequently, in March 2025, the IMF team reached an SLA with Pakistani authorities for the first review of the EFF, along with a new 28-month Resilience and Sustainability Facility (RSF), unlocking an additional USD 1.3 billion in funding.

The country posted a current account Surplus of USD 1.8 billion in the first eleven months of the fiscal year 2025 (11MFY25) compared to a deficit of USD 1.6 billion in the corresponding period last year. The major contributor towards improving current account was the remittances inflows which skyrocketed by 28.8% to USD 34.9 billion. Trade Deficit increased by 22.1% YoY as exports rose by 4.0% while imports increased by 11.5% from a low base. The country's external position improved with SBP's foreign exchange reserves increasing to USD 14.5 billion as of Jun-25 end compared to USD 9.4 billion at the end of last fiscal year. This was on account of current account surplus, timely bilateral rollovers and flows from IMF and multilateral sources. The local currency witnessed a modest depreciation as the USD/PKR depreciated by 1.9% to 283.8 during the fiscal year.

Headline inflation represented by CPI averaged 4.6% during FY25 compared to 23.9% in the corresponding period last year. This sharp decline was driven by the currency's stability over the past one year, which led to stable food and energy prices. Additionally, the large decline in wheat prices and base effect further contributed to the lower inflation figures.

Pakistan's Provisional GDP growth clocked at 2.7% in FY25 with Agricultural, Industrial and Services sectors increasing by 0.6%, 4.8% and 2.9% respectively. The Agriculture posted subpar growth due to high base effect and flood damaging cotton crop. Industrial and services sector growth recovered due to improvement in macroeconomic indicators. On the fiscal side, FBR tax collections rose by 25.9% in FY25, reaching PKR 11,722 billion—against the downward revised target of PKR 11,900 billion, reflecting a shortfall of PKR 178 billion. The shortfall is largely attributed to reduced tax collection from imports due to a slowdown in trade, sluggish growth and low inflation.

#### Equity Market Review

The equity market sustained its positive momentum, with the benchmark KSE-100 Index closing FY25 at a historic high of 125,627 points. The index delivered a stellar full-year return of 60.2% (57.1% in USD terms), marking the second-strongest annual performance in the past 22 years—trailing only FY24's exceptional 89% gain.

## DIRECTORS' REPORT

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The strong market performance was driven by several positive developments, including inflation easing to multi-decade lows and a cumulative 1,100-basis point rate cut by the SBP. Investor confidence was further reinforced by the IMF Board's approval of a USD 7.0 billion EFF program, continued rollover of foreign currency deposits by friendly countries, and a major World Bank lending package under the Country Partnership Framework. Additional tailwinds included government initiatives to address circular debt and the approval of a USD 1.3 billion RSF arrangement. While the last quarter of the fiscal year saw some volatility due to geopolitical tensions—particularly Pakistan-India strains and the Iran-Israel conflict—market sentiment rebounded quickly after a U.S.-brokered ceasefire led to de-escalation, allowing the index to close the year at a record high.

During FY25, Foreign investors were net sellers with an outflow of USD 303.8 million. The massive selling was on account FTSE rebalancing related outflow as Pakistan was reclassified from Secondary Emerging to Frontier market status. This selling was mainly absorbed by Mutual Funds, Corporates and Individuals with inflow of USD 230.5 million, USD 94.3 million, and USD 69.3 million.

On activity front, average trading volumes for KSE-All Index improved by 44.0% to 633.1 million shares compared to about 439.8 million shares in the last year. While the average trading value saw an increase of 93.5% to near USD 101.4 million in FY25.

The Banking, Fertilizer, and E&P sectors were the major contributors to the index gains, adding 15,155, 9,716, and 6,866 points respectively. Attractive dividend yields amid monetary easing garnered investor interest in the Banking and Fertilizer sectors. The E&P sector also remained in the limelight due to a surprise 800% bonus announcement by MARI and improvements in the liquidity position of circular debt-linked companies.

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

Going forward we expect GDP growth to clock at 4.1% in FY26. Agriculture Growth is likely to clock at 3.9% as it would recover due to base effect. The lagged impact of interest rate decline would benefit industrial and services sector going forward which are expected to expand by 4.4% and 4.0% respectively.

The continuation of the IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. We expect SBP reserves to increase to USD 17.4 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 Eurobonds, Sukuk, and Panda bonds.

Pakistan is on track to record the first annual surplus since FY11 on the back of rebound in exports and remittances along with controlled imports. We expect the trend to continue in the medium term. We could witness a measured depreciation in the currency as imports picks up following monetary easing. We expect USD/PKR to close Jun-26 around 304.

Headline Inflation will stay in low single digits due to decline in food prices and stable currency. The inflation would temporarily rise by the end of FY26 due to base effect. The average inflation in FY26 is expected to be 5.6%. Core inflation has been steadily declining due to stable currency and overall demand dynamics. We expect core inflation to gradually trickle down reaching low single digit by the end of next fiscal year.

On the fiscal side we expect the fiscal deficit to clock in at 4.0% 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 finance cost would be a major reason for this reduction. Strict IMF target regarding primary surplus would also play its part in maintaining fiscal discipline.

## DIRECTORS' REPORT

The SBP has decreased interest rates by a cumulative 1,100bps since June-24 as interest rates have declined to 11.0% from a high of 22.0%. Enhanced external stability, coupled with easing inflationary pressures, created room for this monetary easing. Going forward, while inflationary pressures are likely to remain muted, further rate cuts shall be contingent on strength in foreign exchange reserves.

From the capital market perspective particularly equities, the market is still trading at cheap valuations. Market cap to GDP ratio is at 14.2%, a discount of 23% 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 7.4x, while offering a dividend yield of 7.1%. 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 43.1% during FY25 to PKR 3,684 billion. Total money market funds grew by about 44.4% since June 2024. Within the money market sphere, conventional funds showed a growth of 55.3% to PKR 977 billion while Islamic funds increased by 34.3% to PKR 912 billion. In addition, the total fixed Income and Fixed Rate funds increased by about 29.2% since June 2024 to PKR 1,242 billion while Equity and related funds increased by 92.3% to PKR 491 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 51.3%, followed by Income and fixed return funds with 33.7% and Equity and Equity related funds having a share of 13.3% as at the end of June 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.

### **COMPANY'S PERFORMANCE REVIEW**

In the current financial year, the country demonstrated strong fiscal and external discipline, enabling it to meet key IMF program targets and benchmarks. In March 2025, the Staff-Level Agreement (SLA) was successfully signed with the IMF. With headline inflation averaging 4.6% during FY25 — down significantly from 23.9% in the previous year — the Company successfully attracted unitholders to invest in longer-duration Income Funds.

Significant new inflows in both Money Market Funds and Income Funds was witnessed which helped the Company's AUMs in Money Market Funds and Income Funds to grow by Rs. 51 billion (43%) and Rs. 97 billion (111%) to close at Rs. 172 billion and Rs. 184 billion respectively. Overall, the increase in AUMs across all categories, including Separately Managed Accounts (SMAs), led to a total AUM growth of Rs. 191 billion (59%), rising from Rs. 326 billion to Rs. 517 billion as of June 30, 2025.

This growth in AUMs directly contributed to an increase in the Company's core revenue, which grew by Rs. 2,908 million. Compared to Rs. 1,802 million in FY 2024, the Company earned Rs. 4,710 million in FY 2025.

## DIRECTORS' REPORT

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Additionally, the Pakistan Stock Exchange (PSX) delivered a strong return of over 60%. With declining interest rates, unitholders have shown renewed interest in equity funds. Improved market valuations led to a growth of Rs. 21 billion (123%) in equity-based Funds' AUMs, reaching Rs. 37 billion.

The Company continued to maintain allocation in equity-based Funds. With the PSX posting a 60% gain, this was positively reflected in the Company's income and the Company earned return of over 72% in equity portion. Fixed Income Funds also delivered returns of over 18.90%. Through prudent fund management and selective, cautious exposure to equity-based investments, the Company earned investment income of Rs. 679 million, up from Rs. 555 million in the previous year.

As a result of higher AUMs and improved investment income, the Company recorded a profit after tax of Rs. 1,758 million, compared to Rs. 861 million in the previous year. Earnings per share for the financial year ended June 30, 2025, stood at Rs. 24.42, up from Rs. 11.96 in FY 2024.

The Company continued to invest significantly in digitalization, reinforcing its market leadership through focused initiatives encompassing the launch of innovative and customer-centric solutions, penetration into emerging markets, adoption of digital avenues, and instilling effective cost management techniques. This year, we further enhanced our digital strategy by utilizing social media platforms for customer acquisition, onboarding digital distributors to strengthen our presence and accelerate growth. The Company is also investing in other digital initiatives such as WhatsApp Smart Self-Service — designed to cater to evolving customer needs with greater convenience and personalization.

Driving customer centricity will continue to remain a key area of focus for the upcoming year. We are committed to maintaining our unique positioning as a diversified financial institution with a robust heritage and strong reputation through enriched service offerings and products tailored to meet the requirements of our esteemed customers — enabling the Company to grow its AUM base manifold.

The Company uses Net Promoter Score (NPS) as a metric to gauge loyalty and satisfaction of valued customers. For the year ended June 30, 2025 our NPS stood at 60% which is evident of the fact that our efforts are translating into improved customer experience.

The Board has proposed a final dividend of Rs. 3.5 per share i.e. 35% which is in addition to Rs. 3.5 per share i.e. 35% as interim dividend for the year ended June 30, 2025 as compared to total dividend of Rs. 6.0 per share i.e. 60% for the year ended June 30, 2024.

The Board of Directors of the Company has an overall responsibility to ensure that internal financial controls system of the company is adequate and is operating effectively.

The value of contribution of employees in pension funds is Rs. 48.14 million as on June 2025 (Rs. 38.21 million for the year ended June 30, 2024).

### **Gender Pay Gap Statement under Circular 10 of 2024**

MCB Investments promotes an inclusive work environment by ensuring equitable representation at all levels within the organization. The Company believes that there is no significant disparity between what women and men are paid at comparable cadres. Currently, the mean gender pay gap and median gender pay gap pay for women is 64.34% and 36.59% respectively.

## DIRECTORS' REPORT

### BONUS RETAINED – KEY EMPLOYEES (CEO, CIO & HEAD OF INVESTMENT COMMITTEE)

In compliance of “Alignment of Interest Policy” of the company, below are the details of amount of performance bonus of key employees retained till June 30, 2025:

S. No.	Financial Year	Name of the Employee	Designation	Name of the Fund	Amount Retained	Fund Return*
					In Rs.	
1	2023	Mr. Muhammad Asim	Chief Investment Officer	ALHISF	58,500	170.10 %
2	2024	Mr. Khawaja Khalil Shah	Chief Executive Officer/ Director	ALHCMOP	316,601	11.38%
3		Mr. Muhammad Asim	Chief Investment Officer	ALHISF	195,000	34.30 %

\*This represents annualized return from the date of bonus invested into the Fund.

### PRINCIPAL RISKS AND UNCERTAINTIES

Assets under management (AUM), which is the life blood of asset management industry, showed substantial growth in FY25 and reached Rs. 3.8 trillion. A host of factors have contributed to this growth including successful disbursement of USD 2.1 bn by IMF, stable PKR to USD exchange rate, decline in inflation, stable political situation, etc. In terms of pace of growth, equity funds outpaced all other categories, as stock market posted stellar performance on the back of macro stability and rerating, not to mention the significant decline in interest rates.

To attract new clients and facilitate existing clients in this highly competitive industry, Asset Management Companies (AMCs) continued to offer more and more online and Mobile based services. However, these web-based services are prone to hacking and cyber-attacks. These solutions require substantial costs to develop, maintain and protect. Historically, demand for delivery of superior returns has not allowed increment in management fee, putting pressure on margins of Asset Management Companies (AMCs). To cover up expenses and being profitable, the only remedy has been higher AUMs. However, substantial growth in AUM and associated revenues in FY25 has likely made it the year of remedy.

Government has become cautious on issues relating to ‘Know Your Customer’ (KYC) requirements to cope up ‘Anti Money Laundering’ (AML) and ‘Combating the Financing of Terrorism’ (CFT). This puts high responsibility on Asset Management Companies (AMCs) to carefully perform Customer Due Diligence (CDD). This increases regulatory risk for Asset Management Companies (AMCs) and MCBIM is committed to ensuring compliance of these very demanding but necessary regulations.

### CORPORATE SOCIAL RESPONSIBILITY AND IMPACT ON ENVIRONMENT

#### Financial Literacy Workshops – Women Financial Empowerment

MCB Funds, in collaboration with Adamjee Insurance, conducted workshops in their Karachi and Lahore offices. Specially crafted to empower women with practical knowledge on savings, budgeting, and investing - advancing our CSR goals.

## DIRECTORS' REPORT

### **Pakistan Financial Literacy Week 2025 – Empowering Through Financial Education**

In collaboration with MUFAP and SECP - MCB Funds led a multi-channel campaign, including webinars, corporate drives, digital posts, and women-focused sessions, imparting financial literacy to general public.

### **Support for Community Health - Saleem Memorial Hospital**

MCB Funds is committed to community well-being and this year MCB Funds donated PKR 2 million to support accessible healthcare to Saleem Memorial Hospital at their Fundraising Dinner event.

### **Financial Literacy Series – ‘Investing in Pakistan’**

As a part of our ongoing ESG initiatives, we also took a bold step to onboard a top financial influencer Mr. Junaid Iqbal to impart financial literacy in form of a series of videos. The videos are themed as “Investing in Pakistan” and are publicly available on YouTube for everyone to watch.

### **Breast Cancer Awareness Month – Early Detection & Health Education**

MCB Funds conducted an awareness session on early detection and health education on breast cancer awareness. Reinforcing our CSR and ESG (Social) commitment to women’s health and community well-being.

### **Women’s Day - Fostering Inclusion and Empowerment**

MCB Funds celebrated Women’s Day highlighting gender equality and inclusivity, supporting our CSR values and ESG (Social) focus on workplace diversity.

## **ASSET MANAGER AND STABILITY RATING**

The Company maintained highest Asset Manager Rating of AM1. This rating reflects the Company’s position as one of the leading Asset Managers in the Asset Management Companies, strongly supported by strong control environment, structured investment processes, good governance framework and qualified management team. The stability ratings of the Collective Investment Schemes under management of the Company are as under:

	As at June 30, 2025	As at June 30, 2024	
	-----Stability rating-----		Rating agency
Pakistan Cash Management Fund	AA + (f)	AA + (f)	PACRA
Pakistan Income Fund	AA (f)	AA - (f)	PACRA
MCB Pakistan Sovereign Fund	AA - (f)	AA - (f)	PACRA
Pakistan Income Enhancement Fund	A + (f)	A + (f)	PACRA
MCB DCF Income Fund	AA - (f)	AA - (f)	PACRA
MCB Cash Management Optimizer	AA + (f)	AA + (f)	PACRA
MCB Pakistan Fixed Return Fund	AAA (f)	AA + (f)	PACRA
MCB DCF Fixed Return Fund	AAA (f)	AA + (f)	PACRA
MCB DCF Fixed Return Fund II	AAA (f)	-	PACRA
MCB DCF Fixed Return Fund III	AAA (f)	-	PACRA
Alhamra Islamic Income Fund	AA (f)	AA- (f)	PACRA
Alhamra Daily Dividend Fund	AA- (f)	AA- (f)	PACRA
Alhamra Islamic Money Market Fund	AA+ (f)	AA+ (f)	PACRA
Alhamra Wada Fund	AA + (f)	AA (f)	PACRA
Alhamra Cash Management Optimizer	AA (f)	AA + (f)	PACRA
Alhamra Government Securities Fund	AA (f)	-	PACRA

## DIRECTORS' REPORT

The Mutual Funds Association of Pakistan (MUFAP) is executing the performance of the mutual funds on the basis of mutual funds' returns. MCBIM has assumed the performance ranking of MUFAP for its equity based Collective Investments Schemes.

### HOLDING COMPANY

On April 18, 2023, MCB Bank Limited (MCB), being the parent company of MCB -Arif Habib Savings and Investments Limited (MCB-AH) acquired 21,664,167 (30.09%) shares of MCB-AH from Arif Habib Corporation Limited (AHCL). By virtue of this transaction MCB Bank Limited's shareholding in MCB-AH increased from 36,956,768 (51.33%) shares to 58,620,935 (81.42%) shares and AHCL no longer holds any shares in MCB-AH. Consequently, the name of the Company was changed from MCB-AH to MCB Investment Management Limited.

### CORPORATE GOVERNANCE

The Board comprises of eight (8) members including the Chief Executive Officer (CEO) and has a diverse mix of gender and knowledge. The Board consists of 1 female and 7 male directors, categorized as follows:

- 4 Non – Executive Directors;
- 3 Independent Directors; and
- 1 Executive Director (CEO).

The details of above are as under:

Sr. No.	Name	Status	Membership in other Board Committees
1.	Mr. Haroun Rashid	Non-Executive Director	None
2.	Mr. Muhammad Nauman Chughtai	Non-Executive Director	HR&R* Committee
3.	Mr. Ahmed Jahangir	Non-Executive Director	HR&R* Committee Audit Committee
4.	Mr. Manzar Mushtaq	Non-Executive Director	Audit Committee
5.	Syed Savail Meekal Hussain	Independent Director	Audit Committee (Chairman)
6.	Mr. Fahd Kamal Chinoy	Independent Director	HR&R* Committee (Chairman).
7.	Ms. Mavra Adil Khan	Independent Director	HR&R* Committee
8.	Mr. Khawaja Khalil Shah	Executive Director	HR&R* Committee

\* HR&R stands for Human Resource and Remuneration

The Board of Directors review all significant matters of the Company. This includes, but not limited to, the Company's strategic direction, annual business plans and targets, decision on long-term investments. The Board of Directors is committed to maintaining high standards of corporate governance.

The Board of Directors is pleased to report that:

## DIRECTORS' REPORT

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- a. The financial statements, present fairly the state of affairs, the results of operations, cash flows and changes in equity;
- b. Proper books of accounts of the Company have been maintained;
- c. Appropriate accounting policies as stated in the notes to the financial statements have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- d. International Financial Reporting Standards have been followed in the preparation of financial statements and any departures there from have been adequately disclosed and explained;
- e. The system of internal control is sound in design and has been effectively implemented and monitored with ongoing efforts to improve it further;
- f. There are no significant doubts upon the Company's ability to continue as going concern;
- g. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations;
- h. Key operating and financial data of the last 6 years in summarized form is annexed;
- i. The outstanding taxes, statutory charges and duties, if any, have been fully disclosed in the audited financial statements;
- j. The Board of Directors is ultimately responsible for Company's system of internal controls and for reviewing its effectiveness. The Board, whilst maintaining its overall responsibility, has delegated the detailed design and operation of the system of internal controls to the Chief Executive. Company's system of internal controls comprises of clear governance structures, authority limits and accountabilities and well-understood policies and procedures. The Board meets quarterly to consider Company's financial performance, financial and operating budgets, business growth and developmental plans, capital expenditure proposals and other key performance indicators. The Audit Committee receives reports on the system of internal financial controls from the external and internal auditors and reviews the process for monitoring the effectiveness of internal controls;
- k. As at June 30, 2025, the Company is in compliance with the requirements of Directors' Training Program, as contained in Regulation No. 19 of the Code;
- l. The Directors' Remuneration Policy (The Policy) was approved by the Board of Directors in their 144<sup>th</sup> meeting held on September 14, 2018. The Policy was revised and was approved by the Board of Directors in 182<sup>nd</sup> meeting held on October 21, 2022. The main features of the Policy are as under:
  - (i) With effect from October 21, 2022 each non-executive director will be paid a sum of rupees one hundred and twenty-five thousand (Rs. 125,000) for attending the Board meeting / committees of the Board;
  - (ii) Payment for any extra services shall not be made to any executive director. However, if a non-executive director performs any special services, the

## DIRECTORS' REPORT

remuneration of the same will be pre-decided by the Board and in the absence of the quorum, by the general meeting of members of the Company;

- (iii) Remuneration to executive director(s) shall be decided by the Board on recommendation of the Human Resource and Remuneration Committee based on the role and responsibilities of the executive director and shall reflect the individual's roles, experience and responsibilities; and
- (iv) Non-executive directors are not covered under any post retirement scheme of the Company.

- m. The detailed pattern of shareholding as on June 30, 2025 is annexed;
- n. A formal and effective mechanism is put in place for an annual evaluation of the Board's own performance, members of the Board and Committees of the Board;
- o. There are no other contracts or arrangement entered into with any of the Related Parties requiring disclosure under Section 208 of the Companies Act, 2017.
- p. **Meeting of the Directors**

During the year, nine (09) meetings of the Board of Directors were held. The attendance of each Director is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Mr. Haroun Rashid	9	9	8	1
2. Mr. Ahmed Jahangir	9	9	8	1
3. Syed Savail Meekal Hussain	9	9	8	1
4. Ms. Mavra Adil Khan	9	9	4	5
5. Mr. Shoaib Mumtaz*	9	5	4	1
6. Mr. Fahd Kamal Chinoy	9	9	8	1
7. Mr. Manzar Mushtaq	9	9	9	-
8. Mr. Muhammad Nauman Chughtai**	9	4	3	1
9. Mr. Khawaja Khalil Shah	9	9	9	-

\* Resigned on December 21, 2024

\*\* Appointed on January 06, 2025

## DIRECTORS' REPORT

### q. Meeting of the Audit Committee

During the year, four (4) meetings of the Audit Committee were held. The attendance of each participant is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Syed Savail Meekal Hussain	4	4	4	-
2. Mr. Ahmed Jahangir	4	4	4	-
3. Mr. Manzar Mushtaq	4	4	4	-

### r. Meeting of the Human Resource and Remuneration Committee

During the year, three (3) meetings of the Human Resource and Remuneration Committee were held. The attendance of each participant is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Mr. Fahd Kamal Chinoy	3	3	3	-
2. Mr. Shoaib Mumtaz*	3	2	2	-
3. Mr. Muhammad Nauman Chughtai**	3	1	1	-
4. Mr. Ahmed Jahangir	3	3	2	1
5. Ms. Mavra Adil Khan	3	3	2	1
6. Mr. Khawaja Khalil Shah	3	3	3	-

\* Resigned on December 21, 2024

\*\* Appointed on January 06, 2025

- s. The following trades in the shares of the company were carried out during the year by Directors, Chief Executive Officer, Chief Operating Officer, Chief Financial Officer, Company Secretary, and Chief Internal Auditor of the Management Company and their spouses and minor children:

S. No.	Name	Designation	No. Shares	Selling Price	Date
1.	Mr. Muhammad Nauman Chughtai	Director	1,500	82.00	04-03-2025

## DIRECTORS' REPORT

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### AUDITORS

The current auditors, **M/s A.F. Ferguson & Co. Chartered Accountants** have completed their engagement for the year ended June 30, 2025 and shall retire on the conclusion of the 25th Annual General Meeting.

The Audit Committee considered and recommended the re-appointment of **M/s A.F. Ferguson & Co. Chartered Accountants** as statutory auditors of the Company for the year ending June 30, 2026 and the Board of Directors also endorsed the recommendation of the Audit Committee to comply with the requirements of Code of Corporate Governance.

### ACKNOWLEDGEMENT

The Directors would like to express their deep appreciation to our shareholders who have consistently demonstrated their confidence in the Company. We would also like to place on record our sincere appreciation for the commitment, dedication and innovative thinking put in by each individual of the Company and are confident that they will continue to do so in the future.

For and on behalf of Board



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**Khawaja Khalil Shah**  
Chief Executive Officer  
Karachi  
August 04, 2025



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**Manzar Mushtaq**  
Director  
Karachi  
August 04, 2025

## ڈائریکٹرز رپورٹ

1	2	3	3	5. محترمہ ماوراء عادل خان
-	3	3	3	6. جناب خواجہ خلیل شاہ

\* 21 دسمبر 2024ء کو مستعفی ہو گئے

\*\* 06 جنوری 2025ء کو تقرری ہوئی

### آڈیٹرز

موجودہ آڈیٹرز، M/s اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس، 30 جون 2025ء کو ختم ہونے والے سال کے لیے اپنا کام مکمل کر لیا ہے اور وہ پچیسویں سالانہ عمومی اجلاس کے اختتام پر ریٹائر ہو جائیں گے۔

آڈٹ کمیٹی نے 30 جون 2026ء کو ختم ہونے والے سال کے لیے کمپنی کے قانونی آڈیٹرز کے طور پر M/s اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی دوبارہ تقرری پر غور کر کے اس کی سفارش پیش کی ہے، اور بورڈ نے بھی کارپوریٹ گورننس کے ضابطہء اخلاق کے تقاضوں کی تعمیل کرتے ہوئے آڈٹ کمیٹی کی سفارش کی توثیق کی ہے۔

### اظہار تشکر

ڈائریکٹرز کی طرف سے ہمارے شیئر ہولڈرز کو خراج تحسین پیش کیا جاتا ہے جنہوں نے مسلسل کمپنی میں اعتماد کا اظہار کیا ہے۔ مزید برآں، ہم کمپنی کے تمام افراد کے عزم، لگن اور جدت طراز سوچ کی مخلصانہ تعریف کرتے ہیں، اور ہمیں یقین ہے کہ وہ مستقبل میں بھی اس روش کو برقرار رکھیں گے۔

برائے اور منجانب بورڈ

*Manzar Mushtaq*

منظر مشتاق

ڈائریکٹر

کراچی،

04 اگست 2025ء



خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

کراچی،

04 اگست 2025ء

## ڈائریکٹرز رپورٹ

1	4	5	9	5. جناب شعیب ممتاز *
1	8	9	9	6. جناب فہد کمال چنائے
-	9	9	9	7. جناب منظر مشتاق
1	3	4	9	8. جناب محمد نعمان چغتائی **
-	9	9	9	9. جناب خواجہ خلیل شاہ

\* 21 دسمبر 2024ء کو مستعفی ہو گئے

\* 06 جنوری 2025ء کو تقرری ہوئی

### q. آڈٹ کمیٹی کی میٹنگ

دوران سال، ہیومن ریسورس اور ریویو نیشن کمیٹی کی چار (4) میٹنگ ہوئیں۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد				
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری	میٹنگز کی تعداد	شخص کا نام
-	4	4	4	1. جناب سید ساویل میکان حسین
-	4	4	4	2. جناب احمد جہانگیر
-	4	4	4	3. جناب منظر مشتاق

### r. ہیومن ریسورس اور ریویو نیشن کمیٹی کی میٹنگ

دوران سال، ہیومن ریسورس اور ریویو نیشن کمیٹی کی تین (3) میٹنگ ہوئیں۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد				
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری	میٹنگز کی تعداد	شخص کا نام
-	3	3	3	1. جناب فہد کمال چنائے
-	2	2	3	2. جناب شعیب ممتاز *
-	1	1	3	3. جناب محمد نعمان چغتائی **
1	2	3	3	4. جناب احمد جہانگیر

## ڈائریکٹرز رپورٹ

- (i) 21 اکتوبر 2022ء سے مؤثر، ہرنان-ایگزیکٹو ڈائریکٹر کو بورڈ یا اس کی کمیٹیوں کی میٹنگ میں شرکت کرنے کے عوض ایک لاکھ پچیس ہزار (125,000) روپے ادا کیے جائیں گے؛
- (ii) اضافی خدمات کے لیے کسی ایگزیکٹو ڈائریکٹر کو کوئی ادائیگی نہیں کی جائے گی۔ تاہم اگر کوئی نان-ایگزیکٹو ڈائریکٹر کوئی اضافی خدمات انجام دے تو بورڈ اس کا معاوضہ پیشگی مقرر کرے گا، اور کورم (مطلوبہ کم سے کم حاضری) کی عدم موجودگی کی صورت میں اس کا تعین کمپنی کے ارکان کے عمومی اجلاس میں کیا جائے گا؛
- (iii) ایگزیکٹو ڈائریکٹر کے معاوضے کے لیے ہیومن ریسورس اینڈ ریمونڈیشن کمیٹی سفارش پیش کرے گی اور بورڈ اس کا تعین کرے گا۔ کمیٹی اپنی سفارش میں ایگزیکٹو ڈائریکٹر کے فرائض و ذمہ داریوں کو بنیاد بنائے گی، اور اس میں اُس شخص کے فرائض، تجربے اور ذمہ داریوں کی عکاسی ہونی چاہیے؛ اور
- (iv) نان-ایگزیکٹو ڈائریکٹر کمپنی کی کسی بعد از ریٹائرمنٹ اسکیم میں شامل نہیں ہیں۔

m. 30 جون 2025ء کو حصص یافتگی کا تفصیلی خاکہ ملحق ہے؛

n. بورڈ اور اس کے ارکان اور کمیٹیوں کی کارکردگی کی سالانہ جانچ کے لیے ایک باضابطہ اور مؤثر طریقہ کار نافذ کیا گیا ہے؛

o. ریلیٹڈ پارٹیز (متعلقہ فریقوں) کے ساتھ ایسے کوئی اور معاہدے یا انتظامات نہیں ہیں جن کو کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت ظاہر کرنے کی ضرورت ہو۔

p. ڈائریکٹرز کی میٹنگ

دوران سال، ہیومن ریسورس اور ریمونڈیشن کمیٹی کی نو (9) میٹنگ ہوئیں۔ شرکاء کی حاضری مندرجہ ذیل ہے:

میٹنگز کی تعداد				
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری	میٹنگز کی تعداد	شخص کا نام
1	8	9	9	1. جناب ہارون رشید
1	8	9	9	2. جناب احمد جہانگیر
1	8	9	9	3. جناب سید ساویل میکان حسین
5	4	9	9	4. محترمہ ماوراء عادل خان

## ڈائریکٹرز رپورٹ

گئی ہے اور ان سے کسی بھی انحراف کو خاطر خواہ حد تک ظاہر کیا گیا ہے اور اس کی وضاحت کی گئی ہے۔

e. انٹرنل کنٹرول کا نظام مضبوط خطوط پر استوار ہے اور اس کا مؤثر نفاذ اور نگرانی کی جاتی ہے، اور اسے مزید بہتر بنانے کی کوششیں جاری ہیں؛

f. کمپنی کے کاروبار جاری رکھنے کی صلاحیت میں کوئی شبہات نہیں ہیں؛

g. لسٹنگ ضوابط میں تفصیلاً بیان کردہ کارپوریٹ گورننس کی بہترین روایات سے کوئی قابل ذکر انحراف نہیں کیا گیا ہے؛

h. گزشتہ 6 برسوں کے کلیدی آپریٹنگ اور مالیاتی اعداد و شمار کا خلاصہ ملحق ہے؛

i. واجب الاداء ٹیکسز، قانونی چارجز اور ڈیوٹیز، اگر کوئی ہیں تو، آڈٹ شدہ مالیاتی گوشواروں میں مکمل طور پر ظاہر کر دیا گیا ہے؛

j. بورڈ آف ڈائریکٹرز کمپنی کے اندرونی کنٹرولز کے نظام کے لیے، اور اس کی مؤثریت کا جائزہ لینے کے، حتمی طور پر ذمہ دار ہیں۔ بورڈ نے اپنی مجموعی ذمہ داری کو برقرار رکھتے ہوئے اندرونی کنٹرولز کے نظام کی تفصیلی ساخت اور اس کے نفاذ کے لیے چیف ایگزیکٹو کو تفویض کیا ہے۔ کمپنی کے اندرونی کنٹرولز کا نظام طرز حکمرانی کے واضح ڈھانچے، اختیارات کے حوالے سے حدود اور احتسابات، اور اچھی طرح سمجھی ہوئی پالیسیوں اور طریقوں پر مشتمل ہے۔ کمپنی کی مالی کارکردگی، مالیاتی اور آپریٹنگ بجٹ، کاروباری ترقی اور بڑھوتری کے منصوبوں، کیپیٹل اخراجات کی پیشکشوں اور کارکردگی کے دیگر کلیدی اشاریوں پر غور کرنے کے لیے ہر سہ ماہی کے بعد بورڈ میٹنگ ہوتی ہے۔ آڈٹ کمیٹی کو بیرونی اور اندرونی آڈیٹرز کی طرف سے اندرونی مالیاتی کنٹرولز کے نظام پر رپورٹس موصول ہوتی ہیں، اور کمیٹی پورے طریقہ کار کا جائزہ لیتی ہے تاکہ اندرونی کنٹرولز کی مؤثریت کی نگرانی کی جائے؛

k. 30 جون 2025ء کو کمپنی ضابطہء اخلاق کے ریویویشن نمبر 19 میں بیان کردہ ڈائریکٹرز ٹریننگ پروگرام کے تقاضوں پر عمل پیرا ہے؛

l. ڈائریکٹرز ریویویشن پالیسی (پالیسی) کو بورڈ آف ڈائریکٹرز نے اپنے 144 ویں اجلاس منعقدہ 14 ستمبر 2018ء میں منظور کیا تھا۔ بعد ازاں، 21 اکتوبر 2022ء کو منعقدہ بورڈ آف ڈائریکٹرز کے 182 ویں اجلاس میں پالیسی کی نظر ثانی اور منظوری ہوئی۔ پالیسی کی اہم خصوصیات درج ذیل ہیں:

## ڈائریکٹرز رپورٹ

تفصیل درج ذیل ہے:

نمبر شمار	نام	حیثیت	دیگر بورڈ کمیٹیوں میں رکنیت
1.	جناب ہارون رشید	نان-ایگزیکٹو ڈائریکٹر	کوئی نہیں
2.	جناب محمد نعمان چغتائی	نان-ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر کمیٹی
3.	جناب احمد جہانگیر	نان-ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر کمیٹی، آڈٹ کمیٹی
4.	جناب منظر مشتاق	نان-ایگزیکٹو ڈائریکٹر	آڈٹ کمیٹی
5.	جناب سید ساول میکان حسین	انڈپینڈنٹ ڈائریکٹر	آڈٹ کمیٹی (چیرمین)
6.	جناب فہد کمال چنائے	انڈپینڈنٹ ڈائریکٹر	ایچ آر اینڈ آر کمیٹی (چیرمین)
7.	محترمہ ماوراء عادل خان	انڈپینڈنٹ ڈائریکٹر	ایچ آر اینڈ آر کمیٹی
8.	جناب خواجہ خلیل شاہ	ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر کمیٹی

\* 'ایچ آر اینڈ آر ہیومن ریسورس اینڈ ریمونڈیشن کا محفف ہے

بورڈ آف ڈائریکٹرز کمپنی کے تمام اہم معاملات کا جائزہ لیتے ہیں۔ اس میں مندرجہ ذیل معاملات شامل ہیں، لیکن صرف ان تک محدود نہیں: کمپنی کے لائحہ عمل کی سمت، سالانہ کاروباری منصوبے اور اہداف، طویل المیعاد سرمایہ کاریوں کے فیصلے۔ بورڈ آف ڈائریکٹرز کارپوریٹ گورننس کے اعلیٰ معیار برقرار رکھنے کے لیے پُر عزم ہیں۔

بورڈ آف ڈائریکٹرز کو خوشی ہے کہ وہ مندرجہ ذیل امور رپورٹ کر رہے ہیں:

a. مالیاتی گوشوارے کمپنی کے معاملات کی صورتحال، اس کی سرگرمیوں کے نتائج، نقد کی آمد و رفت اور اس کی ایکویٹی میں تبدیلیوں کو منصفانہ انداز میں پیش کرتے ہیں؛

b. کمپنی کی درست بکس آف اکاؤنٹس تیار کی گئی ہیں؛

c. مالیاتی گوشواروں کی تیاری میں (مالیاتی گوشواروں سے منسلک اہم نکات میں مذکور) موزوں اکاؤنٹنگ پالیسیوں کا اطلاق کیا گیا ہے اور اکاؤنٹنگ تخمینے معقول اور محتاط اندازوں پر مبنی ہیں؛

d. مالیاتی گوشواروں کی تیاری میں بین الاقوامی مالیاتی رپورٹنگ کے معیارات، جس حد تک ان کا پاکستان میں اطلاق ہوتا ہے، کی تعمیل کی

## ڈائریکٹرز رپورٹ

PACRA	AA + (f)	AAA (f)	ایم سی بی پاکستان فیکسڈ ریٹرن فنڈ
PACRA	-	AAA (f)	ایم سی بی ڈی سی ایف فیکسڈ ریٹرن فنڈ
PACRA	-	AAA (f)	ایم سی بی ڈی سی ایف فیکسڈ ریٹرن فنڈ II
PACRA	-	AAA (f)	ایم سی بی ڈی سی ایف فیکسڈ ریٹرن فنڈ III
PACRA	AA - (f)	AA (f)	الحمراء اسلامک انکم فنڈ
PACRA	AA - (f)	AA - (f)	الحمراء ڈیلی ڈیویڈنڈ فنڈ
PACRA	AA + (f)	AA + (f)	الحمراء اسلامک منی مارکیٹ فنڈ
PACRA	AA (f)	AA + (f)	الحمراء وعدہ فنڈ
PACRA	AA + (f)	AA (f)	الحمراء کیش منجمنٹ آپٹیمائزر
PACRA	-	AA (f)	الحمراء گورنمنٹ سیکیورٹیز فنڈ

میوچل فنڈز ایسوسی ایشن آف پاکستان (MUFAP) میوچل فنڈز منافعوں کی بنیاد پر میوچل فنڈز کو چلا رہی ہے۔ ایم سی بی آئی ایم نے MUFAP کی کارکردگی کی درجہ بندی کو اس کی ایکویٹی پر مبنی کلیکیٹو انویسٹمنٹ اسکیمز کے لیے اختیار کیا ہے۔

### ہولڈنگ کمپنی

18 اپریل 2023ء کو ایم سی بی بینک لمیٹڈ (ایم سی بی) نے، ایم سی بی-عارف حبیب سیونگزمینٹ انویسٹمنٹس لمیٹڈ (ایم سی بی-اے ایچ) کی سپورٹ (سرپرست) کمپنی کی حیثیت میں، عارف حبیب کارپوریشن لمیٹڈ (اے ایچ سی ایل) سے ایم سی بی-اے ایچ کے 21,664,167 (یعنی 30.09 فیصد) حصص خرید لیے۔ اس سودے کے ذریعے ایم سی بی بینک لمیٹڈ کی ایم سی بی-اے ایچ میں حاملیت حصص 36,956,768 (یعنی 51.33 فیصد) حصص سے بڑھ کر 58,620,935 (یعنی 81.42 فیصد) ہو گئی ہے اور اے ایچ سی ایل اب ایم سی بی-اے ایچ میں حصص کی حامل نہیں ہے۔

### کارپوریٹ گورننس

بورڈ آف ڈائریکٹرز (8) ارکان پر مشتمل ہے، بشمول چیف ایگزیکٹو آفیسر (سی ای او)۔ یہ ارکان صنف اور علم کا ایک متنوع امتزاج ہیں۔ بورڈ میں 1 خاتون اور 7 مرد ڈائریکٹرز شامل ہیں، جن کی زمرہ بندی درج ذیل ہے:

\* 4 نان-ایگزیکٹو ڈائریکٹرز؛

\* 3 انڈپنڈنٹ ڈائریکٹرز؛ اور

\* 1 ایگزیکٹو ڈائریکٹر (سی ای او)۔

مالیاتی خواندگی کے سلسلے کی ایک کڑی - 'انویسٹنگ ان پاکستان'

ہم نے اپنے زیرِ عمل 'ای ایس جی' اقدامات کے ضمن میں صفِ اوّل کے مالیاتی انفلسوئنسر جناب جنید اقبال کو اپنے ساتھ شامل کیا ہے جنہوں نے مالیاتی آگاہی سے متعلق ویڈیوز کا ایک تسلسل ریکارڈ کیا ہے۔ ان ویڈیوز کا عنوان ہے 'انویسٹنگ ان پاکستان' اور یہ عوام الناس کے لیے یوٹیوب پر دستیاب ہیں۔

چھاتی کے کینسر سے آگاہی کا مہینہ - جلد تشخیص اور علاج کی آگاہی

ایم سی بی فنڈز نے چھاتی کے کینسر کی جلد تشخیص اور علاج کی آگاہی کے لیے ایک تقریب کا انعقاد کیا۔ اس سرگرمی کے ذریعے خواتین کی صحت اور سماجی فلاح کے حوالے سے ہمارے 'سی ایس آر' اور 'ای ایس جی' (سماجی) عزم کی توثیق ہوئی۔

خواتین کا دن - شمولیت اور خود مختاری کا فروغ

ایم سی بی فنڈز نے 'ویمنز ڈے' (خواتین کا دن) منایا جس میں صنفی مساوات اور شمولیت کو نمایاں کیا گیا۔ اس سے کام کرنے کی جگہ پر تنوع کے حوالے سے ہماری سی ایس آر اور 'ای ایس جی' (سماجی) کی طرف ہماری توجہ کی عکاسی ہوتی ہے۔

اثاثہ جاتی منتظم اور استحکام کی درجہ بندی

کمپنی نے اثاثہ جاتی منتظم کی بلند ترین درجہ بندی 'اے ایم 1' برقرار رکھی۔ اس درجہ بندی سے اس بات کی عکاسی ہوتی ہے کہ کمپنی کا شمار اثاثہ جاتی انتظام کی کمپنیوں میں صفِ اوّل کے اثاثہ جاتی منتظمین میں ہوتا ہے، اور اس کے پس منظر میں مضبوط کنٹرول کا ماحول، سرمایہ کاری کا مرتب لائحہ عمل، موثر طرز حکمرانی کا ڈھانچہ اور قابل انتظامی ٹیم سرگرم عمل ہیں۔

کمپنی کے انتظام کے تحت 'کلیکٹو انویسٹمنٹ اسکیمز' (مشترکہ سرمایہ کاری اسکیموں) کے استحکام کی درجہ بندی درج ذیل ہے:

	30 جون 2024ء کو	30 جون 2025ء کو	
درجہ بندی کرنے والی ایجنسی	استحکام کی درجہ بندی		
PACRA	AA + (f)	AA + (f)	پاکستان کیش مینجمنٹ فنڈ
PACRA	AA - (f)	AA (f)	پاکستان انکم فنڈ
PACRA	AA - (f)	AA - (f)	ایم سی بی پاکستان سو ورن فنڈ
PACRA	A + (f)	A + (f)	پاکستان انکم انہینسمنٹ فنڈ
PACRA	AA - (f)	AA - (f)	ایم سی بی ڈی سی ایف انکم فنڈ
PACRA	AA + (f)	AA + (f)	ایم سی بی کیش مینجمنٹ آپٹیمائزر

## اہم خطرات اور غیر یقینی عوامل

اثاثہ جات تحت الانتظامیہ (اے یو ایم)، جو اثاثہ جاتی انتظام کی صنعت کی شہ رگ ہیں، میں مالی سال 2025ء میں خاطر خواہ ترقی ہوئی اور وہ 3.8 ٹریلین روپے تک پہنچ گئے ہیں۔ اس کامیابی کے حصول میں متعدد عوامل کا فرما تھے، بشمول آئی ایم ایف کی طرف سے 2.1 بلین ڈالر کا اجراء، روپے اور ڈالر کے مابین شرح مبادلہ میں استحکام، افراط زر میں کمی، مستحکم سیاسی صورتحال، وغیرہ۔ ترقی کی رفتار کے اعتبار سے ایکویٹی فنڈز تمام زمروں پر سبقت لے گئے کیونکہ اسٹاک مارکیٹ نے شاندار کارکردگی کا مظاہرہ کیا جس کے عوامل مجموعی معاشی استحکام، شرح کا از سر نو تعین اور سود کی شرحوں میں خاطر خواہ کمی ہیں۔

اس بے حد مسابقتی صنعت میں نئے کلائنٹس کو اپنی طرف مائل کرنے اور موجودہ کلائنٹس کو سہولت فراہم کرنے کے لیے، اثاثہ جاتی انتظام کی کمپنیوں (اے ایم سی) نے زیادہ سے زیادہ آن لائن اور موبائل پر چلنے والی خدمات فراہم کرنے کا سلسلہ جاری رکھا۔ تاہم ان ویب پر مبنی خدمات میں ہیکنگ اور سائبر حملوں کا خطرہ رہتا ہے، چنانچہ ان کو بنانے، چلانے اور ان کو محفوظ رکھنے کے لیے خاطر خواہ لاگت آتی ہے، جبکہ بھرپور منافعوں کا مطالبہ مینجمنٹ فیس بڑھانے میں رکاوٹ بن رہا ہے۔ چنانچہ اس سے اثاثہ جاتی انتظام کی کمپنیوں (اے ایم سی) پر دباؤ پڑنے کا سلسلہ جاری رہتا ہے۔ اخراجات پورے کرنے اور منافع بخش ہونے کے لیے واحد حل زیادہ اے یو ایم ہیں۔ تاہم مالی سال 2025ء میں اے یو ایم میں خاطر خواہ ترقی اور متعلقہ آمدنیوں نے اسے بظاہر بحالی کا سال بنا دیا۔

حکومت 'Know یور کسٹمر' (کے وائے سی) کے حوالے سے اینٹی منی لائڈرنگ (غیر قانونی دولت کو قانونی ظاہر کرنے کے انسداد) (اے ایم ایل) اور دہشت گردی کی مالی معاونت کے سد باب (سی ایف ٹی) کے تقاضے پورا کرنے سے متعلق مسائل پر زیادہ محتاط ہو گئی ہے۔ اس سے اثاثہ جاتی انتظام کی کمپنیوں پر کسٹمر ڈیڈیلی جنس (صارف کی جانچ پڑتال) (سی ڈی ڈی) کو احتیاط کے ساتھ انجام دینے کی بھاری ذمہ داری عائد ہوتی ہے۔ چنانچہ اثاثہ جاتی انتظام کی کمپنیوں کے حوالے سے قانونی خطرہ بڑھ جاتا ہے، اور ایم سی بی آئی ایم ان بھاری تقاضوں والے لیکن ضروری ضوابط کی تعمیل کو یقینی بنانے کے لیے پُر عزم ہے۔

## کارپوریٹ سماجی ذمہ داری اور ماحول پر اثر

### مالیاتی آگاہی ورک شاپس - خواتین کی مالیاتی خود مختاری

ایم سی بی فنڈز نے آدم جی انشورنس کے ساتھ اشتراک میں اپنے کراچی اور لاہور کے دفاتر میں ورک شاپس کا انعقاد کیا جو خاص طور پر خواتین کو بچت، بجٹ، اور سرمایہ کاری جیسے مالیاتی گوشوں سے متعلق عملی معلومات سے لیس کرنے کے لیے تشکیل دی گئی تھیں، اور اس سے ہمارے سی ایس آرم مقاصد کی تکمیل بھی ہوتی ہے۔

### پاکستان فائنانشل لٹریسی ویک 2025ء (ہفتہ برائے مالیاتی خواندگی)

ایم سی بی فنڈز نے MUFAP اور ایس ای سی پی کے ساتھ اشتراک میں عوام کو مالیاتی خواندگی فراہم کرنے کے لیے ایک مہم چلائی جو ویبنارز، کارپوریٹ ڈرائیوز، ڈیجیٹل پوسٹس اور خواتین پر مرکوز سیشنز پر مشتمل تھی۔

### صحت عامہ کے لیے تعاون - سلیم میموریل ہسپتال

ایم سی بی فنڈز سماجی فلاح و بہبود کے لیے پُر عزم ہے۔ اس سال ایم سی بی فنڈز نے قابل رسائی صحت عامہ کے لیے تعاون کی مد میں سلیم میموریل ہسپتال کو ان کے فنڈ ریزنگ ایونٹ میں 2 ملین روپے عطیہ کیے۔

## ڈائریکٹرز رپورٹ

صارفین تک پہنچنا، ڈیجیٹل تقسیم کنندگان کو اپنے ساتھ شامل کرنا تاکہ ہماری (مارکیٹ میں) موجودگی مستحکم ہو اور ترقی کی رفتار میں اضافہ ہو، اور نئی خدمات متعارف کرانا مثلاً واٹس ایپ اسمارٹ سیلف سروس۔ یہ تمام اقدامات صارفین کی بتدریج بدلتی ہوئی ضروریات کو پورا کرنے اور اُن کو زیادہ سہولت اور ذاتی توجہ فراہم کرنے میں معاون ثابت ہوں گے۔

صارف کا مفاد اگلے سال بھی ہماری توجہ کا اہم ترین گوشہ رہے گا۔ ہم ایک متنوع مالیاتی ادارے کی اپنی منفرد حیثیت برقرار رکھنے کے لیے پُر عزم ہیں، جو شاندار ورثے اور عمدہ ساکھ کا حامل ہے، اور اس کے لیے ہم اپنے معزز صارفین کی ضروریات کے مطابق بھرپور خدمات اور مصنوعات پیش کریں گے، چنانچہ کمپنی کو اپنی اے یو ایم کی اساس میں کئی گنا توسیع کرنے میں مدد ملے گی۔

کمپنی اپنے قابل قدر صارفین کی وفاداری اور اطمینان کی پیمائش کے لیے نیٹ پرو موٹراسکور (این پی ایس) استعمال کرتی ہے۔ 31 دسمبر 2024ء کو ختم ہونے والے نصف سال کے لیے ہمارا این پی ایس 56 فیصد پر تھا جس سے پتہ چلتا ہے کہ ہماری کاوشیں صارفین کو بہتر تجربہ فراہم کرنے کا سبب بن رہی ہیں۔

بورڈ نے 30 جون 2025ء کو ختم ہونے والے سال کے لیے حتمی ڈیویڈنڈ 3.5 روپے فی شیئر، یعنی 35 فیصد، تجویز کیا ہے، جو عبوری ڈیویڈنڈ 3.5 روپے فی شیئر، یعنی 35 فیصد، کے علاوہ ہے، جبکہ اس کے بالمقابل 30 جون 2024ء کو ختم ہونے والے سال کے لیے مجموعی ڈیویڈنڈ 6.0 روپے فی شیئر یعنی 60 فیصد تھا۔

کمپنی کے بورڈ آف ڈائریکٹرز کی مجموعی طور پر ذمہ داری ہے کہ اس بات کو یقینی بنائیں کہ کمپنی کا اندرونی مالیاتی کنٹرول کا نظام کافی ہے اور موثر کام کر رہا ہے۔

جون 2025ء کو پینشن فنڈز میں ایمپلائیز کے حصے کی مالیت 48.14 ملین روپے ہے (30 جون 2024ء کو ختم ہونے والے سال کے لیے 38.21 ملین روپے تھی)۔

جینڈر پے گیپ اسٹیٹمنٹ (مرد اور عورت کی تنخواہ میں فرق کا بیان) - سرکیولر 10 آف 2024ء کے تحت

ایم سی بی انویسٹمنٹس میں شمولیت پر مبنی کام کے ماحول کو فروغ دیا جاتا ہے اور اس کے لیے ادارے میں تمام سطحوں پر مساویانہ ترجمانی کو یقینی بنایا جاتا ہے۔ کمپنی کا ماننا ہے کہ قابل موازنہ عہدوں پر مردوں اور عورتوں کو دی جانے والی تنخواہ میں کوئی نمایاں تفاوت نہیں ہے۔ موجودہ طور پر mean جینڈر پے گیپ 64.34 فیصد، اور median جینڈر پے گیپ 36.59 فیصد ہے۔

روکا گیا بونس (سی ای او، سی آئی او اور سرمایہ کاری کے سربراہ)

کمپنی کی "لائٹنٹ آف انٹرسٹ پالیسی" کی تعمیل میں، ذیل میں 30 جون 2024ء تک روکے گئے کلیدی ملازمین کے پرفارمنس بونس کی رقم کی تفصیلات ہیں

سیریل نمبر	فائینیشیل سال	ملازم کا نام	عہدہ	فنڈ کا نام	روکی ہوئی رقم (روپیہ)	فنڈ کارپنٹ*
1	2023	جناب محمد عاصم	چیف انویسٹمنٹ آفیسر	اے ایل ایچ آئی ایس ایف	58,500	170.10%
2	2024	جناب خواجہ خلیل شاہ	چیف ایگریگٹو آفیسر ڈائریکٹر	اے ایل ایچ ایس موپ	316,601	11.38%
3	2024	جناب محمد عاصم	چیف انویسٹمنٹ آفیسر	اے ایل ایچ آئی ایس ایف	195,000	34.30%

\* یہ فنڈ میں لگائے گئے بونس کی تاریخ سے سالانہ واپسی کی نمائندگی کرتا ہے۔

## ڈائریکٹرز رپورٹ

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

### کمپنی کی کارکردگی کا جائزہ

موجودہ مالی سال میں ملک نے مضبوط مالی اور خارجی نظم و ضبط کا مظاہرہ کیا جس کی بدولت وہ آئی ایم ایف پروگرام کے کلیدی اہداف اور مقررہ معیار حاصل کرنے کے قابل ہوا۔ مارچ 2025ء میں آئی ایم ایف کے ساتھ اسٹاف-لیول اگریمنٹ (ایس ایل اے) پر دستخط ہوئے۔ مالی سال 2025ء کے دوران مجموعی (ہیڈ لائن) مہنگائی کا اوسط 4.6 فیصد ہونے کے باعث، جو گزشتہ سال کی سطح 23.9 فیصد سے بہت کم ہے، کمپنی حاملین یونٹ کو طویل ترمدت کے انکم فنڈز میں سرمایہ کاری کرنے کی طرف مائل کرنے میں کامیاب رہی۔ منی مارکیٹ فنڈز اور انکم فنڈز، دونوں میں قابل ذکر نئی آمدات دیکھی گئیں جس کی بدولت کمپنی کے 'اے یو ایم' منی مارکیٹ فنڈز میں 51 بلین روپے (43 فیصد) بڑھ کر 172 بلین روپے ہو گئے، اور انکم فنڈز میں 97 بلین روپے (111 فیصد) بڑھ کر 184 بلین روپے ہو گئے۔ مجموعی طور پر تمام زمروں، بشمول سپیریٹلی مینیجڈ اکاؤنٹس (ایس ایم اے)، میں 'اے یو ایم' میں اضافے کے نتیجے میں یہ 326 بلین روپے سے بڑھ کر 30 جون 2025ء کو 517 بلین روپے ہو گئے تھے، یعنی مجموعی ترقی 191 بلین روپے (59 فیصد) ہوئی۔

'اے یو ایم' میں مذکورہ ترقی کا براہ راست اثر کمپنی کی بنیادی آمدنی میں 2,908 ملین روپے اضافے کی صورت میں ظاہر ہوا۔ کمپنی کی آمدنی مالی سال 2024ء میں 1,802 ملین روپے کے مقابلے میں مالی سال 2025ء میں 4,710 ملین روپے تھی۔ مزید برآں، پاکستان اسٹاک ایکسچینج (پی ایس ایکس) نے 60 فیصد سے زیادہ کا مضبوط منافع دیا۔ سود کی شرحوں میں کمی کے باعث حاملین یونٹ نے ایکویٹی فنڈز میں نئی دلچسپی کا مظاہرہ کیا۔ مارکیٹ میں بہتر تعین قدر کے نتیجے میں ایکویٹی فنڈز کے 'اے یو ایم' 21 بلین روپے (123 فیصد) بڑھ کر 37 بلین روپے ہو گئے۔

کمپنی نے ایکویٹی پر مبنی فنڈز میں تقسیم کو برقرار رکھنے کا سلسلہ جاری رکھا۔ 'پی ایس ایکس' نے 60 فیصد منافع پوسٹ کیا اور کمپنی کی آمدنی میں اس کی مثبت عکاسی ہوئی، اور ایکویٹی کی مد میں کمپنی نے 72 فیصد سے زیادہ کی آمدنی حاصل کی۔ فیکسڈ انکم فنڈز نے بھی 18.9 فیصد سے زیادہ منافع کمایا۔ فنڈ کے دانشمندانہ انتظام اور ایکویٹی پر مبنی سرمایہ کاریوں میں منتخب اور محتاط شمولیت کے ذریعے کمپنی کی سرمایہ کارانہ آمدنی 679 ملین روپے ہوئی، جو گزشتہ سال کی سطح 555 ملین روپے کے بالمقابل اضافہ ہے۔

'اے یو ایم' اور سرمایہ کارانہ آمدنی میں اضافے کے نتیجے میں کمپنی کا منافع بعد از ٹیکس 1,758 ملین روپے ہے، بالمقابل گزشتہ سال 861 ملین روپے کے۔ 30 جون 2025ء کو ختم ہونے والے مالی سال کے لیے آمدنی فی شیئر 24.42 روپے پر تھی، جو مالی سال 2024ء میں 11.96 روپے سے زیادہ ہے۔

کمپنی نے ڈیجیٹلائزیشن میں خاطر خواہ سرمایہ کاری کا سلسلہ جاری رکھا جس سے نئے اقدامات پر توجہ مرکوز کر کے مارکیٹ میں قائدانہ حیثیت اختیار کرنے میں مدد ملی، جن میں جدت طراز صارف دوست حل متعارف کرانا، نئی اُبھرنے والی مارکیٹوں میں سرانیت کرنا، ڈیجیٹل ذرائع استعمال کرنا اور لاگت کے انتظام کی مؤثر تدابیر اختیار کرنا شامل ہیں۔ اس سال

ہم نے اپنے ڈیجیٹل لائحہ عمل کو مزید بہتر بنانے کے لیے مندرجہ ذیل اقدامات کیے: سماجی رابطوں کے ذرائع کا استعمال کر کے نئے

ہوگی۔ چنانچہ یہ بجٹ خسارے میں کمی کا چوتھا مسلسل سال ہوگا، کیونکہ یہ مالی سال 2022ء میں 7.9 فیصد کی بلند ترین سطح تک پہنچ گیا تھا۔ اس کمی کی سب سے بڑی وجہ مالیاتی لاگت میں کمی ہے۔ مالیاتی نظم و ضبط برقرار رکھنے میں بنیادی سروسز سے متعلق آئی ایم ایف کے سخت اہداف بھی اپنا کردار ادا کریں گے۔

ایس بی پی نے سود کی شرحوں میں جون 2024ء سے لے کر اب تک مجموعی طور پر 1,100 بی پی ایس کمی کی ہے، چنانچہ شرحیں 22.0 فیصد کی بلند سطح سے 11.0 فیصد تک آگئی ہیں۔ خارجی استحکام میں بہتری، اور اس کے ساتھ ساتھ افراط زر کے دباؤ میں کمی، کی بدولت یہ مالیاتی تسہیل ممکن ہوئی۔ مستقبل میں چونکہ افراط زر کے دباؤ متوقع طور پر کم رہیں گے، چنانچہ شرحوں میں مزید کمی کا انحصار زر مبادلہ کے ذخائر کی تقویت پر ہوگا۔

کیپیٹل مارکیٹ، خاص طور پر ایکویٹیز، کے زاویے سے مارکیٹ میں اب بھی سستی قدر پر تجارت ہو رہی ہے۔ مارکیٹ cap کا جی ڈی پی کے ساتھ تناسب 14.2 فیصد ہے، جو اس کے تاریخی اوسط 18.6 فیصد کے مقابلے میں 23 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 7.4 گنا ہے، جبکہ ڈیویڈنڈ سے حاصل ہونے والا منافع 7.1 فیصد ہے۔

### میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2025ء کے دوران تقریباً 43.1 فیصد بڑھ کر 3,684 بلین روپے ہو گئے۔ منی مارکیٹ کے کل فنڈز میں جون 2024ء کے بعد سے تقریباً 44.4 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 55.3 فیصد بڑھ کر 977 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 34.3 فیصد بڑھ کر 912 بلین روپے ہو گئے۔ مزید برآں، گل فیکسڈ انکم اور فیکسڈ ریٹ فنڈز جون 2024ء کے بعد سے تقریباً 29.2 فیصد بڑھ کر 1,242 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 92.3 فیصد بڑھ کر 491 بلین روپے ہو گئے۔ شعبہ جاتی حصے کے اعتبار سے جون 2025ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 51.3 فیصد حصے کے ساتھ سب سے آگے تھے، اور ان کے بعد انکم اور فیکسڈ ریٹ فنڈز کا 33.7 فیصد حصہ، اور ایکویٹی اور اس سے متعلقہ فنڈز کا 13.3 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 رسک کے ساتھ سرمایہ کاری کرنے والوں کے لیے موزوں ترین ہوتے ہیں۔ معاشی بحالی کے تیز تر اور وسیع تر ہونے کے ساتھ ساتھ کیپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی

## ڈائریکٹرز رپورٹ

سرگرمی کے محاذ پر کے ایس ای-آل انڈیکس کے تجارتی حجم 44.0 فیصد بڑھ کر 633.1 ملین شیئرز ہو گئے، جبکہ اس کے بالمقابل گزشتہ سال تقریباً 439.8 ملین شیئرز تھے۔ اوسط تجارتی قدر مالی سال 2025ء میں 93.5 فیصد بڑھ کر تقریباً 101.4 ملین ڈالر ہو گئی۔ انڈیکس کے منافعوں میں سب سے بڑا کردار کھاد، بینکاری اور ای اینڈ پی شعبوں کا تھا جنہوں نے بالترتیب 15155، 9716 اور 6866 پوائنٹس کا اضافہ کیا۔ ڈیویڈنڈ کے پُرکشش منافعوں کے ساتھ ساتھ مالیاتی تسہیل کی بدولت بینکاری اور کھاد کے شعبوں میں سرمایہ کاروں کی دلچسپی مبذول ہوئی۔ ای اینڈ پی شعبہ بھی مرکز نگاہ بنا رہا کیونکہ MARI کی جانب سے 800 فیصد بونس کا اچانک اعلان ہوا، اور گردش قرضوں سے منسلک کمپنیوں کی نقدیت کی صورت حال بہتر ہوئی۔

### معیشت اور مارکیٹ - مستقبل کا منظر نامہ

مستقبل کے امکانات کے حوالے سے ہم سمجھتے ہیں کہ مالی سال 2026ء میں جی ڈی پی میں 4.1 فیصد ترقی ہوگی۔ زراعت base اثر کی وجہ سے بحال ہوگی اور اس میں متوقع طور پر 3.9 فیصد ترقی ہوگی۔ شرح سود میں کمی کے سبب رفتار اثر سے صنعت اور خدمات کے شعبے کو مستقبل میں فائدہ ہوگا اور ان میں بالترتیب 4.4 فیصد اور 4.0 فیصد ترقی کا امکان ہے۔ آئی ایم ایف پروگرام کا تسلسل ایک اہم مثبت پہلو ہے کیونکہ اس کی بدولت ہم دوطرفہ اور کثیرالجہتی ذرائع سے فنڈنگ حاصل کر سکیں گے۔ ایس بی پی کے ذخائر متوقع طور پر بڑھ کر سال کے اختتام تک 17.4 بلین ڈالر تک پہنچ جائیں گے اور اس کے عوامل بروقت دوطرفہ رول اوور (قرض کے معاہدوں میں توسیع) اور آئی ایم ایف اور کثیرالجہتی ایجنسیوں کی طرف سے آمدات ہیں۔ ہماری خارجی صورت حال بہتر ہوئی ہے جس کی بدولت پاکستان بین الاقوامی کیپیٹل مارکیٹوں میں دوبارہ داخل ہونے پر غور کرنے کے قابل ہو سکتا ہے تاکہ Euro بانڈز، سٹاک اور پابنڈ ابا نڈز جیسے ذرائع کا جائزہ لے سکے۔

پاکستان مال سال 2011ء کے بعد سے پہلا سالانہ سرپلس ریکارڈ کرنے جا رہا ہے، جس کے عوامل برآمدات اور ترسیلات میں بحالی اور محدود درآمدات ہیں۔ ہمیں اُمید ہے کہ درمیانی مدت میں یہ رجحان جاری رہے گا۔ اگر درآمدات میں تیزی آئے اور اس کے نتیجے میں مالیاتی تسہیل ہو تو روپے کی قدر میں بتدریج گراؤ ہو سکتی ہے۔ جون 2026ء کے اختتام پر روپے کا ڈالر کے مقابلے تناسب تقریباً 304 ہونے کا امکان ہے۔

اشیائے خورد و نوش کی قیمتوں میں کمی اور روپے میں استحکام کے باعث ہیڈ لائن (مجموعی) افراط زر کم سطح (ایک ہندسے پر مبنی عدد) پر رہے گی۔ مالی سال 2026ء کے اختتام تک base اثر کے باعث افراط زر میں عارضی طور پر اضافہ ہوگا۔ مالی سال 2026ء میں اوسط افراط زر 5.6 فیصد ہونے کا امکان ہے۔ روپے کے استحکام اور مجموعی طلب کے عوامل کے باعث بنیادی افراط زر میں مسلسل کمی ہوتی رہی۔ ہمیں اُمید ہے کہ اگلے مالی سال کے اختتام تک بنیادی افراط زر بتدریج کم ہو کر ایک ہندسے پر مبنی عدد تک پہنچ جائے گی۔

مالیاتی جہت میں ہم سمجھتے ہیں کہ مالی سال 2026ء میں مالیاتی خسارہ 4.0 فیصد ہوگا، جو مالی سال 2006ء کے بعد سے کم ترین سطح

## ڈائریکٹرز رپورٹ

جس کی بدولت اشیائے خوردونوش اور توانائی کی قیمتیں مستحکم رہیں۔ مزید برآں، گندم کی قیمتوں اور base کے اثر میں بڑی کمی کے نتیجے میں افراط زر میں مزید کمی ہوئی۔

مالی سال 2025ء میں پاکستان کی پراویژنل جی ڈی پی (مجموعی ملکی پیداوار) 2.7 فیصد تھی، اور زراعت، صنعت اور خدمات کے شعبوں میں بالترتیب 0.6 فیصد، 4.8 فیصد اور 2.9 فیصد اضافہ ہوا۔ زراعت کے شعبے کی ترقی توقع سے کم تھی جس کی وجہ بلند base اثر اور سیلاب سے کپاس کی فصل کو نقصان تھیں۔ صنعت اور خدمات کے شعبوں کی ترقی میں بحالی ہوئی جس کی وجہ مجموعی معاشی اشاروں میں بہتری تھی۔ مالیاتی جہت میں ایف بی آر کی ٹیکس کی وصولی مالی سال 2025ء میں 25.9 فیصد بڑھ کر 11,722 بلین روپے ہو گئی، جو نظر ثانی شدہ کم تر ہدف 11,900 بلین روپے کے بالمقابل ہے، یعنی 178 بلین روپے کم ٹیکس جمع ہوا۔ اس کمی کی بڑی وجہ تجارت میں کمی، سست رفتار ترقی اور پست افراط زر ہیں۔

### ایکوٹی مارکیٹ کا جائزہ

ایکوٹی مارکیٹ نے اپنا مثبت رجحان برقرار رکھا اور مالی سال 2025ء کے اختتام پر بیچ مارک کے ایس ای-100 انڈیکس 125,627 پوائنٹس کی تاریخی بلند ترین سطح پر پہنچ گیا تھا۔ انڈیکس کا سال بھر کا منافع 60.2 فیصد کی شاندار سطح پر تھا (ڈالر کے اعتبار سے 57.1 فیصد)، جو گزشتہ 22 برسوں میں دوسرے نمبر پر بہترین کارکردگی ہے، جبکہ پہلے نمبر پر مالی سال 2024ء کا منافع 89 فیصد کی بے مثال سطح پر تھا۔

مارکیٹ کی یہ عمدہ کارکردگی متعدد مثبت پیش رفت کی بدولت ممکن ہوئی، بشمول افراط زر کا کئی دہائیوں کی کم ترین سطح پر آنا، اور ایس بی پی کی طرف سے مجموعی طور پر 1,100 بیسیس پوائنٹس کی کمی کا ہونا۔ آئی ایم ایف بورڈ کی طرف سے 7.0 ملین ڈالر کے 'ای ایف ایف' پروگرام کی منظوری، دوست ممالک کی طرف سے غیر ملکی کرنسی ڈپازٹس کے مسلسل رول اوور، اور ورلڈ بینک کی طرف سے 'کنٹری پارٹنرشپ فریم ورک' کے تحت قرض کے ایک بڑے پیکیج کی بدولت سرمایہ کاروں کے اعتماد میں مزید اضافہ ہوا۔ گردشی قرض کے حوالے سے حکومتی اقدامات اور 1.3 بلین ڈالر کے 'آر ایس ایف' انتظام کی منظوری سے مزید تقویت حاصل ہوئی۔ جبکہ عالمی سیاسی کشیدگی، خاص طور پر پاک-بھارت تناؤ اور ایران-اسرائیل تنازعے، کے باعث مالی سال کی آخری سہ ماہی میں کچھ غیر یقینی صورتحال پیدا ہوئی، لیکن امریکا کی کوشش سے عمل میں آنے والی جنگ بندی کے بعد کشیدگی میں کمی آئی اور مارکیٹ کا رجحان جلد بحال ہو گیا، جس کے بعد سال کے اختتام پر انڈیکس بلند ترین سطح پر پہنچا۔

مالی سال 2025ء کے دوران غیر ملکی سرمایہ کار 303.8 ملین ڈالر مالیت کے مجموعی فروخت کا تجربے۔ اس بڑی فروخت کی وجہ ایف ٹی ایس ای کے توازن کے از سر نو قیام سے متعلقہ اخراج تھا کیونکہ پاکستان کی درجہ بندی 'سیکنڈری امرنگ' سے 'فرنٹیئر مارکیٹ' کر دی گئی۔ اس فروخت کو زیادہ تر میوچل فنڈز، کارپوریٹ اداروں اور افراد نے جذب کیا جن کے ذریعے بالترتیب 230.5 ملین ڈالر، 94.3 ملین ڈالر اور 69.3 ملین ڈالر کی آمدات ہوئیں۔

## ڈائریکٹرز رپورٹ

ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ (ایم سی بی آئی ایم) کے بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی آئی ایم کے معاملات پر رپورٹ برائے سال منہتممہ 30 جون 2025ء پیش خدمت ہے۔

### بنیادی کاروبار

کمپنی غیر بینکاری مالیاتی کمپنی ہے جو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ریگولیٹری دائرہ کار کے تحت اثاثہ جاتی انتظام کی کمپنی، سرمایہ کاری مشیر اور پینشن فنڈ مینیجر کے طور پر لائسنس یافتہ ہے۔ کمپنی کی بنیادی سرگرمیوں میں مشترکہ سرمایہ کاری اسکیمیں اور رضا کارانہ پینشن اسکیمیں متعارف کرانا اور ان کا انتظام سنبھالنا، اور سرمایہ کاری کی مشاورتی خدمات فراہم کرنا شامل ہیں۔

### کاروبار کا ماحول

#### معیشت کا جائزہ

مالی سال کا مضبوط آغاز ہوا کیونکہ حکومت نے آئی ایم ایف کے ساتھ 37 ماہ کی ایکسٹینڈڈ فنڈ فیسلٹی (ای ایف ایف) کے لیے 7.0 بلین ڈالر کا اسٹاف-لیول معاہدہ (ایس ایل اے) کر لیا۔ دورانِ مدت پاکستان نے مالیاتی اور خارجی نظم و ضبط کا مظاہرہ کر کے آئی ایم ایف پروگرام کے کلیدی اہداف اور مقررہ معیارات حاصل کر لیے۔ اس کے نتیجے میں مارچ 2025ء میں آئی ایم ایف ٹیم نے 'ای ایف ایف' کے پہلے جائزے کے لیے پاکستانی مختار اداروں کے ساتھ ایک 'ایس ایل اے' کیا، جس سے 28 ماہ پر محیط ایک نئی ریزیلیئنس اینڈ سسٹینیبلٹی فیسلٹی (آر ایس ایف)، جس سے اضافی 1.3 بلین ڈالر فنڈنگ کی راہ ہموار ہوئی۔

مالی سال 2025ء کے ابتدائی گیارہ ماہ (11MFY25) میں ملکہ کارنٹ اکاؤنٹ سسرپلس 1.8 بلین ڈالر پوسٹ کیا گیا، جس کے بالمقابل گزشتہ سال مماثل مدت میں 1.6 بلین ڈالر خسارہ تھا۔ کرنٹ اکاؤنٹ کی بہتری میں اہم ترین کردار ترسیلاتِ زر کا تھا جن میں 28.8 فیصد کا خطیر اضافہ ہوا اور وہ 34.9 بلین ڈالر ہو گئیں۔ تجارتی خسارہ 22.1 فیصد (سال در سال) بڑھ گیا کیونکہ برآمدات میں 4.0 فیصد اضافہ ہوا جبکہ درآمدات ایک پست بنیاد سے 11.5 فیصد بڑھ گئیں۔ ملکہ کی خارجی صورتحال بہتر ہوئی کیونکہ ایس بی پی کے زرمبادلہ کے ذخائر بڑھ کر جون 2025ء کو 14.5 بلین ڈالر ہو گئے، جس کے بالمقابل گزشتہ مالی سال کے اختتام پر 9.4 بلین ڈالر تھے۔ اس کی وجوہات کرنٹ اکاؤنٹ سسرپلس، بروقت دو طرفہ رول اوور (قرض کے معاہدوں میں توسیع) اور آئی ایم ایف اور کثیرالجہتی ذرائع سے آمدات تھیں۔ ڈالر کے مقابلے میں روپے کی قدر میں 1.9 فیصد کمی معمولی کمی ہوئی اور یہ 283.3 تک پہنچ گئی۔

مالی سال 2025ء کے دوران ہیڈ لائن (مجموعی) افراطِ زر، جس کی ترجمانی 'سی پی آئی' سے ہوتی ہے، کا اوسط 4.6 فیصد تھا، جس کے بالمقابل گزشتہ سال کی مماثل مدت میں 23.9 فیصد تھا۔ اس خطیر کمی کا سبب گزشتہ ایک سال کے دوران روپے کی قدر میں استحکام تھا،

# GENDER PAY GAP STATEMENT UNDER SECP's CIRCULAR 10 OF 2024

**MCB Investment Management Limited (MCBIM)** is committed to uphold the principle of pay equity. Our compensation structure is strictly based on merit, job responsibility, skillset, and performance, without regard to gender or any other demographic

**MCBIM** recognizes the importance and value of gender equality and a more equitable workplace. We believe in providing essential facilities such as maternity leaves, flexible working hours, on-site childcare and equal opportunities to women for career advancement.

These efforts directly contribute to the United Nations Sustainable Development Goals—particularly Goal 5 (Gender Equality) and Goal 8 (Decent Work and Economic Growth)—as the company works toward building a fairer, more inclusive, and sustainable future for all employees. Below is our gender pay gap:

MEAN 64.34%

MEDIAN 36.59%

## FINANCIAL & BUSINESS HIGHLIGHTS

		2020	2021	2022	2023	2024	2025
Pre tax margins	%	41	49	32	51	69	57
Net Margins	%	31	38	19	32	47	37
<b>Performance</b>							
Return on assets	%	11	16	8	14	26	35
Return on equity	%	17	23	12	22	44	54
<b>Leverage</b>							
Gearing (Liabilities:Equity)	times	0.46	0.48	0.56	0.56	0.67	0.53
Interest Coverage Ratio	times	42.91	66.12	50.56	56.00	71.20	177.73
<b>Liquidity</b>							
Current Ratio	times	2.11	1.98	1.00	1.09	0.88	1.08
<b>Valuation</b>							
Earning per share	Rs.	3.58	5.23	2.41	5.25	11.96	24.42
No. of ordinary shares	mn	72	72	72	72	72	72
<b>Historical trend</b>							
Management Fee (Rs. in million)		674	752	850	1,101	1,609	4,451
Operating Profit [PBIT] (Rs. in million)		353	492	299	625	1,290	2,764
Profit before tax (Rs. in million)		345	485	294	614	1,271	2,749
Profit after tax (Rs. in million)		258	376	173	378	861	1,758
Share capital (Rs. in million)		720	720	720	720	720	720
Shareholders equity (Rs. in million)		1,551	1,603	1,434	1,741	1,954	3,280
Total assets (Rs. in million)		2,266	2,376	2,233	2,711	3,268	5,024

**PATTERN OF SHAREHOLDING  
AS AT JUNE 30, 2025**

Categories of Shareholders	Shareholders	Shares Held	Percentage
<b>Directors, Chief Executive Officer and their spouse(s) and minor children</b>			
MRS. MAVRA ADIL KHAN	1	100	0.00
MR. MUHAMMAD NAUMAN CHUGHTAI	2	45,530	0.06
HAROUN RASHID	1	500	0.00
FAHD KAMAL CHINOY	1	500	0.00
KHAWAJA KHALIL SHAH	1	500	0.00
SYED SAVAIL MEEKAL HUSSAIN	1	500	0.00
AHMED JAHANGIR	1	500	0.00
MANZAR MUSHTAQ	1	500	0.00
<b>Associated Companies, undertakings and related parties</b>			
MCB BANK LIMITED - TREASURY	1	58,620,935	81.42
ADAMJEE INSURANCE COMPANY LIMITED	1	5,462,000	7.59
<b>NIT and ICP</b>	-	-	-
<b>Banks Development Financial Institutions, Non-Banking Financial Institutions</b>	2	333,070	0.46
<b>Insurance Companies</b>	-	-	-
<b>Modarabas and Mutual Funds</b>	2	900,167	1.25
<b>General Public</b>			
a. Local	885	5,428,955	7.54
b. Foreign	13	150,513	0.21
Foreign Companies	1	392,451	0.55
Others	12	663,279	0.92
<b>Totals</b>	<b>926</b>	<b>72,000,000</b>	<b>100.00</b>

Share holders holding 10% or more	Shares Held	Percentage
MCB BANK LIMITED - TREASURY	58,620,935	81.42

**PATTERN OF SHAREHOLDING  
AS AT JUNE 30, 2025**

# Of Shareholders	Shareholdings' Slab			Total Shares Held
372	1	to	100	6,794
140	101	to	500	44,166
185	501	to	1000	127,672
136	1001	to	5000	293,338
33	5001	to	10000	270,770
14	10001	to	15000	170,548
6	15001	to	20000	109,682
9	20001	to	25000	207,238
4	25001	to	30000	113,830
1	30001	to	35000	32,225
1	35001	to	40000	39,000
1	40001	to	45000	41,548
3	45001	to	50000	140,545
1	50001	to	55000	52,900
2	55001	to	60000	116,800
1	60001	to	65000	61,000
1	65001	to	70000	70,000
1	75001	to	80000	77,880
1	120001	to	125000	120,375
1	125001	to	130000	130,000
1	140001	to	145000	145,000
1	145001	to	150000	148,651
1	195001	to	200000	200,000
1	315001	to	320000	317,100
1	330001	to	335000	333,000
1	390001	to	395000	392,451
2	495001	to	500000	1,000,000
1	645001	to	650000	650,000
1	895001	to	900000	900,000
1	1600001	to	1605000	1,604,552
1	5460001	to	5465000	5,462,000
1	58620001	to	58625000	58,620,935
<b>926</b>				<b>72,000,000</b>

## **STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

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### **MCB INVESTMENT MANAGEMENT LIMITED FOR THE YEAR ENDED JUNE 30, 2025**

The Company has complied with the requirements of the Regulations in the following manner:-

1. The total number of Directors are eight, including the Chief Executive Officer (CEO), as per the following:
  - (a) Male: 7 (including the CEO)
  - (b) Female: 1
2. The composition of the Board is as follows:
  - (a) Independent Directors: 3 [including a female director, as mentioned in 2(d)]
  - (b) Non-executive Directors: 4
  - (c) Executive Director: 1
  - (d) Female Director: 1
3. The Directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company;
4. The Company has prepared a code of conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures;
5. The Board has developed a vision / mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their dates of approval or updating is maintained by the Company;
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board / shareholders as empowered by the relevant provisions of the Act and these Regulations;
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meetings of the Board;
8. The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations;
9. The Board remained compliant with the provision of the Regulations pertaining to the Directors' training program. Out of eight directors, one (01) director i.e. Mr. Haroun Rashid is exempt from the training requirement by virtue of his education and his experience as mentioned in Regulation 19(2) of the Listed Companies (Code of Corporate Governance) Regulations, 2019. Further, below mentioned seven (07) directors have already attended the Directors' Training program in prior years:

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES  
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Name of Director	Status
Mr. Khawaja Khalil Shah	Chief Executive Officer
Mr. Ahmed Jahangir	Non-Executive Director
Mr. Manzar Mushtaq	Non-Executive Director
Mr. Muhammad Nauman Chughtai*	Non-Executive Director
Mr. Fahd Kamal Chinoy	Independent Director
Ms. Mavra Adil Khan	Independent Director
Syed Savail Meekal Hussain	Independent Director

*\*Mr. Muhammad Nauman Chughtai was appointed on January 6, 2025.*

10. The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations;
11. Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the Board;
12. The Board has formed Committees comprising of members given below:

**(a) Audit Committee**

Name of Director	Status
Syed Savail Meekal Hussain	Chairman
Mr. Ahmed Jahangir	Member
Mr. Manzar Mushtaq	Member

**(b) Human Resource and Remuneration Committee**

Name of Director	Status
Mr. Fahd Kamal Chinoy	Chairman
Mr. Muhammad Nauman Chughtai	Member
Mr. Ahmed Jahangir	Member
Ms. Mavra Adil Khan	Member
Mr. Khawaja Khalil Shah	Member

**(c) Credit Committee**

Name of Director	Status
Mr. Manzar Mushtaq	Member
Mr. Ahmed Jahangir	Member
Syed Savail Meekal Hussain	Member
Mr. Khawaja Khalil Shah	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings of the Committees were as per following:

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES  
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

(a) **Audit Committee:** Quarterly meetings of the Audit Committee were held, the details of which are as under:

Sr. No.	Particulars of Meeting	Date of Meetings
1.	1 <sup>st</sup> meeting of the Committee for the year	September 24, 2024
3.	2 <sup>nd</sup> meeting of the Committee for the year	October 18, 2024
4.	3 <sup>rd</sup> meeting of the Committee for the year	February 03, 2025
5.	4 <sup>th</sup> meeting of the Committee for the year	April 18, 2025

(b) **Human Resource and Remuneration Committee (HR&R):** The HR&R Committee met on several occasions during the year, the details of which are as under:

Sr. No.	Particulars of Meeting	Date of Meetings
1.	36 <sup>th</sup> meeting of the Committee	August 01, 2024
2.	37 <sup>th</sup> meeting of the Committee	September 25, 2024
3.	38 <sup>th</sup> meeting of the Committee	April 28, 2025

(c) **Credit Committee:** No meetings of Credit Committee were held during the year.

15. The Board has set up an effective internal audit function, the members of which are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company;
16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not close relatives (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or Director of the Company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these Regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;
18. We confirm that all requirements of Regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with; and
19. Explanation for non-compliance with requirements, other than Regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Matters	Regulation No.	Explanation
<b><u>Nomination Committee</u></b>	29 (1)	The Board effectively discharges all the responsibilities of Nomination Committee as recommended by the Code. It regularly

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES  
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Matters	Regulation No.	Explanation
The Board may constitute a separate committee, designated as the nomination committee, of such number and class of directors, as it may deem appropriate in its circumstances.		monitors and assesses the requirements with respect to any changes needed on Board's committees including chairmanship of those committees.  The Board also actively monitors requirements regarding its structure, size and composition and timely reviews and adapts any necessary changes in that regard.
<p><b><u>Risk Management Committee</u></b></p> <p>The Board may constitute the risk management committee, of such number and class of directors, as it may deem appropriate in its circumstances, to carry out a review of effectiveness of risk management procedures and present a report to the Board.</p>	30 (1)	The Board itself and through its Audit Committee annually reviews business risks facing the Company to ensure that a sound system of risk identification, risk management and related systemic and internal controls is being maintained to safeguard assets. All material controls (financial, operational, compliance) are monitored and reviewed. The Board ensures that risk mitigation measures are robust.
<p><b><u>Environmental, Social and Governance (ESG) matters</u></b></p> <p>The Board is responsible for governance and oversight of sustainability risks and opportunities by setting the Company's sustainability strategies, priorities and targets to create long term corporate value and ensures that policies to promote diversity, equity and inclusion (DE&amp;I) are in place. The Board may establish a dedicated sustainability committee having at least one female director, or assign additional responsibilities to an existing board committee.</p>	10A	The Board is currently deliberating upon this matter and is committed to diligently overseeing and addressing sustainability risks and opportunities as laid down in Regulation 10A of the Code introduced by the SECP. Consideration shall be given to either establishing a separate committee or designate this responsibility to an existing Board committee in due course.
<p><b><u>Disclosure of significant policies on website</u></b></p> <p>The company may post the following on its website:</p> <p>(1) key elements of its significant policies on its website environmental, social and governance (ESG) related policy.</p> <p>(2) brief synopsis of terms of reference of the Board's committees.</p> <p>(3) key elements of the directors' remuneration policy.</p>	35 (2)	The Company has not placed certain policies and terms of reference of the Board's committees on its official website as these have been included in the annual report which is published and uploaded on the Company's website.
<p><b><u>Directors' Training</u></b></p> <p>Companies are encouraged to arrange training for:</p> <p>(1) at least one female executive every year under the Directors' Training program from year July 2020; and</p>	19 (3)	In light of the Regulation the Company may arrange Directors' Training Program for female executive in due course.

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES  
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Matters	Regulation No.	Explanation
(2) at least one head of department every year under the Directors' Training program from July 2022.		
<p><b><u>Independent Evaluation of Board:</u></b></p> <p>A formal and effective mechanism is put in place for an annual evaluation of the Board's own performance, members of the Board and of its committees and it is encouraged to have regular independent evaluation of the board's performance at least every three years by an external body</p>	10 (3) (v)	The Board undergoes a formal and effective mechanism for the annual evaluation of Board and its committees. In light of the Regulation, the Board may engage an external body to conduct the evaluation.



**Mr. Haroun Rashid**  
Chairman – Board of Directors  
MCB Investment Management Limited

# REVIEW REPORT TO THE MEMBERS STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019



A.F. FERGUSON & CO.

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MCB Investment Management Limited

**Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of MCB Investment Management Limited (the Company) for the year ended June 30, 2025 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2025.

A.F. Ferguson & Co.  
Chartered Accountants  
Karachi

Dated: September 24, 2025  
UDIN: CR202510611TdPFeqMz1

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  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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# AUDITOR'S REPORT TO THE MEMBERS



A.F.FERGUSON & CO.

## INDEPENDENT AUDITOR'S REPORT

To the members of MCB Investment Management Limited

Report on the Audit of the Financial Statements

### Opinion

We have audited the annexed financial statements of MCB Investment Management Limited (the Company), which comprise the statement of financial position as at June 30, 2025, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of Company's affairs as at June 30, 2025 and of the profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the Key audit matter:

S.No.	Key audit matter	How the matter was addressed in our audit
1	<b>Valuation of investment in associates</b> (Refer notes 3.4 and 6 to the annexed financial statements)	
	The investment in associates of Rs. 2,850.602 million as at June 30, 2025 held by the Company constitute a significant component of total assets of the Company. These represent investment in units of mutual funds and pension funds under the management of the Company and are classified as 'investment in associates' which are accounted for using the equity method of accounting.	Our audit procedures included the following: <ul style="list-style-type: none"><li>Checked that the investments were valued accurately in accordance with the requirements of the accounting and reporting standards as applicable in Pakistan.</li><li>Checked that the share of profit from associates was appropriately accounted for in the financial statements.</li><li>Obtained account statements for checking the existence of the investments portfolio as at June 30, 2025 and traced balances in these statements with the books and records of the Company.</li></ul>

*A.F.F.*

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
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# AUDITOR'S REPORT TO THE MEMBERS



S.No.	Key audit matter	How the matter was addressed in our audit
	The proper valuation of the investments portfolio of the Company as at June 30, 2025 and the related share of profit from associates during the year ended June 30, 2025 was considered a significant area and therefore, we considered this as a key audit matter.	<ul style="list-style-type: none"> <li>▪ Checked the relevant presentation and disclosures made in the financial statements to ascertain whether these are complied with the accounting and reporting standards as applicable in Pakistan.</li> <li>▪ We issued instructions to auditors of associates which were selected for audit, highlighting 'Investment in Associates' as a significant area. The auditors of those components performed audit procedures on the financial statements of the components and reported the results thereof to us. We, as auditors of the Company, evaluated the work performed by the component auditors and the results thereof.</li> </ul>

### Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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A.F. FERGUSON & CO.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

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

A. F. Ferguson & Co.  
Chartered Accountants  
Karachi

Dated: September 24, 2025

UDIN: AR202510611ErOdwyh0D

# STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

ASSETS	Note	2025	2024
		----- Rupees -----	
<b>Non-current assets</b>			
Property and equipment	4	74,823,752	44,509,478
Right-of-use assets	4	60,878,924	66,045,898
Intangible assets	5	277,059,684	284,112,373
Investment in associates	6	2,850,602,463	1,790,686,810
Long term investment	7	265,000	265,000
Long term loans and prepayments	8	31,253,623	37,306,403
Long term deposits		9,636,103	6,646,103
<b>Total non-current assets</b>		<u>3,304,519,549</u>	<u>2,229,572,065</u>
<b>Current assets</b>			
Receivable from funds under management - related parties	9	959,798,936	841,794,998
Loans and advances	10	9,290,000	10,043,573
Prepayments and other receivables	11	183,038,955	152,637,662
Short term investments	12	454,982,500	-
Cash and bank balances	13	111,934,031	33,682,822
<b>Total current assets</b>		<u>1,719,044,422</u>	<u>1,038,159,055</u>
<b>TOTAL ASSETS</b>		<u><u>5,023,563,971</u></u>	<u><u>3,267,731,120</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
<b>Authorised share capital</b>			
72,000,000 (2024: 72,000,000) ordinary shares of Rs. 10 each	14.1	<u>720,000,000</u>	<u>720,000,000</u>
<b>Share capital</b>			
Issued, subscribed and paid-up share capital	14.2	720,000,000	720,000,000
<b>Capital reserves</b>			
Share premium		396,000,000	396,000,000
Deficit on amalgamation		(60,000,000)	(60,000,000)
<b>Revenue reserves</b>			
Unappropriated profit		<u>2,224,383,032</u>	<u>898,011,796</u>
<b>Total equity and reserves</b>		<u>3,280,383,032</u>	<u>1,954,011,796</u>
<b>Non-current liabilities</b>			
Deferred taxation - net	15	116,442,913	96,436,008
Lease liability against right-of-use-assets	16	29,055,840	30,817,470
<b>Total non-current liabilities</b>		<u>145,498,753</u>	<u>127,253,478</u>
<b>Current liabilities</b>			
Current portion of lease liability against right-of-use-assets	16	35,395,542	42,645,586
Trade and other payables	17	1,524,938,903	1,132,947,269
Taxation - net		31,044,814	4,844,689
Unclaimed dividend		6,302,927	6,028,302
<b>Total current liabilities</b>		<u>1,597,682,186</u>	<u>1,186,465,846</u>
<b>Total liabilities</b>		<u>1,743,180,939</u>	<u>1,313,719,324</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>5,023,563,971</u></u>	<u><u>3,267,731,120</u></u>
<b>CONTINGENCIES AND COMMITMENTS</b>	18		

The annexed notes 1 to 41 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

**STATEMENT OF PROFIT OR LOSS  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025	2024
		----- Rupees -----	
<b>REVENUE</b>			
Management and investment advisory fee	19	4,450,793,635	1,608,510,322
Sales load and other related income	20	259,567,336	193,738,817
		4,710,360,971	1,802,249,139
Mark-up / profit on savings accounts with banks		20,744,690	16,132,480
Income on government securities		27,082,492	18,989,544
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	12	3,351,000	-
Gain on sale of investments - net	21	26,054,551	3,966,725
<b>Total revenue</b>		<u>4,787,593,704</u>	<u>1,841,337,888</u>
<b>EXPENSES</b>			
Administrative expenses	22	1,296,519,599	778,356,577
Selling and distribution expenses	23	1,287,676,829	117,402,665
<b>Total operating expenses</b>		2,584,196,428	895,759,242
Financial costs	24	15,553,357	18,115,316
Other expenses	25	62,472,238	190,528,403
Other income	26	598,105	2,619,594
Share of profit from associates	6	622,706,988	531,939,825
<b>Profit for the year before taxation</b>		<u>2,748,676,774</u>	<u>1,271,494,346</u>
Taxation - net	27	(990,305,538)	(410,191,970)
<b>Profit for the year after taxation</b>		<u>1,758,371,236</u>	<u>861,302,376</u>
<b>Earnings per share</b>	28	<u>24.42</u>	<u>11.96</u>

The annexed notes 1 to 41 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	----- Rupees -----	----- Rupees -----
<b>Profit for the year after taxation</b>	1,758,371,236	861,302,376
Other comprehensive income for the year	-	-
<b>Total comprehensive income for the year</b>	<u>1,758,371,236</u>	<u>861,302,376</u>

The annexed notes 1 to 41 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2025

	Issued, subscribed and paid-up share capital	Capital reserves			Revenue reserve	Total
		Share premium	Deficit on amalgamation	Sub-total	Unappropriated profit	
----- Rupees -----						
<b>Balance as at July 1, 2023</b>	720,000,000	396,000,000	(60,000,000)	336,000,000	684,709,420	1,740,709,420
Profit after taxation for the year	-	-	-	-	861,302,376	861,302,376
Other comprehensive income for the year	-	-	-	-	-	-
<b>Total comprehensive income for the year ended June 30, 2024</b>	-	-	-	-	861,302,376	861,302,376
<b>Transaction with owners recorded directly in equity</b>						
Final dividend for the year ended June 30, 2023 at Rs. 5.50 per share declared on October 23, 2023	-	-	-	-	(396,000,000)	(396,000,000)
Interim dividend for the year ended June 30, 2024 at Rs. 3.50 per share declared on February 2, 2024	-	-	-	-	(252,000,000)	(252,000,000)
<b>Balance as at June 30, 2024</b>	<u>720,000,000</u>	<u>396,000,000</u>	<u>(60,000,000)</u>	<u>336,000,000</u>	<u>898,011,796</u>	<u>1,954,011,796</u>
Profit after taxation for the year	-	-	-	-	1,758,371,236	1,758,371,236
Other comprehensive income for the year	-	-	-	-	-	-
<b>Total comprehensive income for the year ended June 30, 2025</b>	-	-	-	-	1,758,371,236	1,758,371,236
<b>Transaction with owners recorded directly in equity</b>						
Final dividend for the year ended June 30, 2024 at Rs. 2.50 per share declared on September 25, 2024	-	-	-	-	(180,000,000)	(180,000,000)
Interim dividend for the year ended June 30, 2025 at Rs. 3.50 per share declared on February 4, 2025	-	-	-	-	(252,000,000)	(252,000,000)
<b>Balance as at June 30, 2025</b>	<u><u>720,000,000</u></u>	<u><u>396,000,000</u></u>	<u><u>(60,000,000)</u></u>	<u><u>336,000,000</u></u>	<u><u>2,224,383,032</u></u>	<u><u>3,280,383,032</u></u>

The annexed notes 1 to 41 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

# STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
		----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit for the year before taxation		2,748,676,774	1,271,494,346
<b>Adjustment for non-cash and other items:</b>			
Depreciation	4.1.1	64,204,408	59,793,142
Amortisation	5.1	10,493,259	13,286,470
Interest expense on lease liability against right-of-use-assets	24	10,664,164	14,720,406
Share of profit from associates	6	(622,706,988)	(531,939,825)
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(3,351,000)	-
Interest income on government securities		(23,731,492)	(18,989,544)
Gain on sale of investments - net	21	(26,054,551)	(3,966,725)
Gain on disposal of property and equipment	26	-	(31,917)
Gain on termination of lease		-	(861,562)
Mark-up / profit on savings accounts with banks		(20,744,690)	(16,132,480)
		(611,226,890)	(484,122,035)
<b>Operating cash inflow before working capital changes</b>		<b>2,137,449,884</b>	<b>787,372,311</b>
<b>Movement in working capital</b>			
<b>Decrease / (increase) in current assets</b>			
Receivable from funds under management		(118,003,938)	(134,374,958)
Loans and advances		753,573	(4,343,607)
Deposits, prepayments and other receivables		(30,401,293)	(36,885,756)
		(147,651,658)	(175,604,321)
<b>Increase in current liabilities</b>			
Trade and other payables		391,991,634	395,005,558
Unclaimed dividend		274,625	732,004
		392,266,259	395,737,562
<b>Net cash generated from operations</b>		<b>2,382,064,485</b>	<b>1,007,505,552</b>
Taxes paid		(944,101,120)	(448,837,043)
Long term loans and prepayments		6,052,780	(8,311,637)
Long term deposits		(2,990,000)	170,000
		(941,038,340)	(456,978,680)
<b>Net cash generated from operating activities</b>		<b>1,441,026,145</b>	<b>550,526,872</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure incurred		(52,701,372)	(18,791,461)
Additions to intangible assets		(3,440,570)	-
(Purchase) / sale of investments - net		(883,611,404)	73,143,348
Markup received on government securities		23,731,492	18,989,544
Mark-up / profit received on savings accounts with banks		20,747,302	16,214,654
Dividend received		20,825,790	25,078,169
Proceeds from disposal of property and equipment		-	87,771
<b>Net cash (used in) / generated from investing activities</b>		<b>(874,448,762)</b>	<b>114,722,025</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid		(432,000,000)	(648,000,000)
Lease rentals paid against right-of-use assets	16.1	(56,326,174)	(49,044,652)
<b>Net cash used in financing activities</b>		<b>(488,326,174)</b>	<b>(697,044,652)</b>
<b>Net increase / (decrease) in cash and cash equivalents during the year</b>		<b>78,251,209</b>	<b>(31,795,755)</b>
Cash and cash equivalents at the beginning of the year		33,682,822	65,478,577
<b>Cash and cash equivalents at the end of the year</b>	13	<b>111,934,031</b>	<b>33,682,822</b>

The annexed notes 1 to 41 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB Investment Management Limited (the Company) was incorporated in the name of Arif Habib Investment Management Limited (AHIML) on August 30, 2000 as an unquoted public limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). In the year 2008, AHIML was listed on the Karachi Stock Exchange Limited (now the Pakistan Stock Exchange Limited) by way of offer for sale of shares by few of its existing shareholders to the general public. In the same financial year, the name of AHIML was changed from "Arif Habib Investment Management Limited" to "Arif Habib Investments Limited" (AHIL). On January 19, 2011, a transfer agreement was signed between Arif Habib Corporation Limited (AHCL) [the then Parent Company of AHIL] and MCB Bank Limited (MCB Bank) [the then Parent Company of MCB Asset Management Company Limited (MCB AMC)] for the transfer of the entire business of MCB AMC to AHIL to achieve synergies in business operations and to have access to a wider distribution network. The scheme of amalgamation ("the Scheme") was approved by the shareholders of AHIL and MCB AMC in their respective extraordinary general meetings held on May 21, 2011. The Scheme was also approved by the Securities and Exchange Commission of Pakistan (SECP) on June 27, 2011 (the effective date). In accordance with the terms contained in the Scheme, the Company became a subsidiary of MCB Bank Limited from the year ended June 30, 2011, which then owned 51.33% share capital of the Company. Pursuant to the merger of MCB AMC with and into AHIL, the name of AHIL was changed to MCB - Arif Habib Savings and Investments Limited (MCB-AHSIL) with effect from May 23, 2013. During the year ended June 30, 2023, MCB Bank Limited acquired the entire shareholding of AHCL in MCB-AHSIL after which the shareholding of MCB Bank Limited has increased from 51.33% to 81.42% in the Company and AHCL no longer held any shares in the Company. Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 7, 2023 resolved via special resolution that the name of the Company be changed from MCB-AHSIL to MCB Investment Management Limited. Thereafter, the Company applied to the Securities and Exchange Commission of Pakistan (SECP) for change of name under the provisions of the Companies Act, 2017 and the name was duly approved by the SECP on August 15, 2023.
- 1.2 The principal activities of the Company are floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing investment advisory services. The registered office of the Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan. The Company is a subsidiary of MCB Bank Limited (Parent Company) which owns 81.42% (2024: 81.42%) share capital of the Company.
- 1.3 The Company is registered as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) to carry on the business of investment advisor and asset management under the said rules. Further, the Company is registered as a Pension Fund Manager under the Voluntary Pension System Rules, 2005.
- 1.4 The Company has been assigned an Asset Manager rating of 'AM1' by Pakistan Credit Rating Agency Limited (PACRA) dated October 4, 2024 (2024: 'AM1' dated October 6, 2023).
- 1.5 The Parent Company's registered office is situated at MCB Building, 15-Main Gulberg, Jail Road, Lahore, Pakistan. The location of the head office and branches are as follows:

City	Address
Karachi	2nd floor, Adamjee House, I.I.Chundrigar Road, Karachi, Pakistan
Karachi	Shop No. 2, Usman and Iqbal Plaza, University Road, Opposite Bait-ul-Mukaram Masjid, KDA Scheme 24, Block 13-B, Gulshan-e-Iqbal, Karachi, Pakistan
Karachi	Al-Murtaza Commercial Lane-3, Phase VIII-A, DHA, Clifton, Karachi, Pakistan
Lahore	1st Floor, Plaza No. 1, Raya Fairways Commercial, Phase 6, DHA, Lahore, Pakistan
Lahore	Ground and first floor, plot no. 16-A, Jail Road, Gulberg, Lahore, Pakistan
Lahore	Commercial Hall, MCB Bank Ltd, 15-D, Main Jail road, Gulberg, Lahore, Pakistan
Peshawar	JB Tower "A" Block, 2nd Floor, Office # 1, Main University road, Peshawar, Pakistan
Islamabad	Commercial Hall, MCB Building, Blue area, Islamabad.
Islamabad	Shop no.4 Ground flor, Buland Markaz, Jinnad Avenue, Blue Area, Islamabad, Pakistan
Faisalabad	Fatima tower, 3rd floor, Kahinoor, Faisalabad, Pakistan.
Multan	Seventh floor, Office # 705. United Mall, 74, Abdali road, Multan, Pakistan

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

1.6 The Company currently manages the following collective investment schemes and voluntary pension schemes:

	Net asset value as at	
	June 30, 2025	June 30, 2024
	----- Rupees -----	
<b>Open-end Collective Investment Schemes (CISs)</b>		
Pakistan Income Fund	1,362,611,132	1,899,329,682
MCB Pakistan Stock Market Fund	20,328,781,129	7,215,694,358
MCB Pakistan Sovereign Fund	28,813,141,317	11,081,729,081
Pakistan Capital Market Fund	749,764,925	520,366,663
Pakistan Cash Management Fund	6,298,685,513	26,969,692,227
Pakistan Income Enhancement Fund	1,071,851,342	5,899,167,023
MCB Pakistan Asset Allocation Fund	755,863,626	671,927,736
MCB DCF Income Fund	20,765,883,567	16,311,628,407
MCB Cash Management Optimizer	113,163,442,715	46,797,994,021
Alhamra Islamic Money Market Fund	5,712,668,880	22,060,273,135
Alhamra Islamic Asset Allocation Fund	2,021,843,340	1,487,200,380
Alhamra Islamic Stock Fund	6,435,025,486	4,079,657,080
Alhamra Islamic Income Fund	42,776,963,514	12,298,433,118
Alhamra Daily Dividend Fund	3,337,495,926	14,942,530,513
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	221,393,079	138,937,659
Alhamra Wada Fund (Alhamra Wada Plan VIII)	-	320,789,519
Alhamra Wada Fund (Alhamra Wada Plan IX)	-	330,858,335
Alhamra Wada Fund (Alhamra Wada Plan X)	-	1,039,388,565
Alhamra Wada Fund (Alhamra Wada Plan XI)	-	1,440,063,381
Alhamra Wada Fund (Alhamra Wada Plan XVII)	893,719,827	-
Alhamra Wada Fund (Alhamra Wada Plan XX)	1,789,026,152	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	-	6,018,750,194
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	-	1,043,640,666
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	-	3,765,779,316
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)	6,288,831,957	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	-	3,195,372,951
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	844,424,086	286,990,398
Alhamra Opportunity Fund (Dividend Strategy Plan)	564,293,067	201,194,329
Alhamra Cash Management Optimizer	42,439,244,301	21,733,590,732
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	-	1,253,681,605
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	-	1,420,439,176
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III)	-	2,007,145,368
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	10,286,213	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IX)	10,203,417	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	10,203,385	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)	21,809,003	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)	1,014,979,962	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)	14,035,331	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)	542,948,019	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	515,148,343	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	9,780,817,082	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	2,698,573,254	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	2,439,728,889	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	1,030,265,351	-
MCB Government Securities Fund (MCB Government Securities Plan I)	38,606,127,491	-
MCB Investment Savings Fund (MCB Investment Savings Plan I)	15,433,513,326	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	638,927,071	168,452,356
<b>Voluntary Pension Funds</b>		
Pakistan Pension Fund	7,523,914,765	4,973,038,841
Alhamra Islamic Pension Fund	5,731,014,918	2,878,380,626
MCB Alhamra KPK Government Employees' Pension Fund	566,545,671	130,209,169
MCB KPK Government Employees' Pension Fund	84,656,332	44,234,760
	<u>393,308,652,704</u>	<u>224,626,561,370</u>

1.7 The Company is also managing investments under discretionary and non-discretionary portfolio management agreements, the details of which are given in note 19.4 to these financial statements.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**1.8** In accordance with the requirements of Rule 9 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, the Company has obtained sufficient insurance coverage from Adamjee Insurance Company Limited against any losses that may be incurred as a result of employee's fraud or gross negligence. Adamjee Insurance Company Limited has been assigned a credit rating of 'AA++ (ifs)' by Pakistan Credit Rating Agency Limited (PACRA) dated March 1, 2025 (2024: 'AA++ (ifs)' dated March 1, 2024).

## **2 BASIS OF PREPARATION**

### **2.1 Statement of compliance**

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

- International Financial Reporting Standards (IFRS Accounting Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984;
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules); and
- the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the requirements of IFRS Accounting Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

Further, the Securities and Exchange Commission of Pakistan (SECP) has directed vide SRO 56(I)/2016 dated January 28, 2016 that the requirements of IFRS 10, 'Consolidated financial statements', are not applicable in case of investments made by companies in mutual funds established under the Trust structure. Accordingly, implications of IFRS 10 in respect of the Company's investment in mutual funds managed by it have not been considered in these financial statements.

### **2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current year**

**2.2.1** There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Company's financial statements and have, therefore, not been disclosed in these financial statements.

### **2.3 Standards, interpretations and amendments to the published accounting and reporting standards that are not yet effective**

**2.3.1** The following revised standards, amendments and interpretations with respect to the accounting and reporting standards would be effective from the dates mentioned below against the respective standards, amendments or interpretations:

<b>Standards, interpretations or amendments</b>	<b>Effective date (annual periods beginning on or after)</b>
- IFRS 1- 'First-time Adoption of International Financial Reporting Standards' (amendments)	January 1, 2026
- IFRS 9 and IFRS 7- 'Classification and Measurement of Financial Instruments' (amendments)	January 1, 2026
- IAS 7 - 'Statement of Cash Flows' (amendments)	January 1, 2026
- IFRS 18 - 'Presentation and Disclosure in Financial Statements'	January 1, 2027

The management is currently in the process of assessing the impact of these amendments on the financial statements of the Company.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## 2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates, and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise its judgment in application of its accounting policies. The estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years. Significant accounting estimates and areas where judgments were made by the management in the application of the accounting policies are as follows:

- residual values, useful lives and depreciation rates of property and equipment (notes 3.1.1 and 4.1);
- useful lives of intangible assets (notes 3.2 and 5.1);
- impairment of non-financial assets (note 3.6);
- assumptions and estimations in recognition of current tax and deferred taxation (notes 3.5, 15 and 27);
- lease liability and right-of-use assets (notes 3.16, 4.1 and 16);
- provisions and contingent liabilities (notes 3.11 and 18); and
- classification, valuation and impairment of financial assets (notes 3.3.1.1, 3.3.1.2, 7 and 12).

## 2.5 Basis of measurement

These financial statements have been prepared under the historical cost convention except for the following:

- Right-of-use assets and their related lease liability are carried at present value of future lease rentals adjusted for any lease payments made at or before the commencement date of the lease; and
- Certain investments are carried at fair value as disclosed in notes 3.3, 7 and 12 to these financial statements.

## 2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Company operates. These financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency.

## 3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

### 3.1 Fixed assets

#### 3.1.1 Property and equipment

##### 3.1.1.1 Owned

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Subsequent costs are included in the assets' carrying amounts or recognised as separate assets, as appropriate, only when it is probable that future economic benefits associated with the items will flow to the Company and the cost of the items can be measured reliably. Depreciation is charged at the rates specified in note 4.1 using the straight line method. Depreciation on additions is charged from the month when the asset becomes available for use while on disposals depreciation is charged upto the month preceding the month of disposal. The residual values and useful lives are reviewed and adjusted, if significant, at each reporting date to reflect the current best estimate.

Normal repairs and maintenance are charged to the statement of profit or loss as and when incurred. However, major repairs and renewals are capitalised. Gains and losses on disposals of assets, if any, are included in the statement of profit or loss in the year / period in which the disposal is made.

Depreciation related to right-of-use assets is charged over the period of the lease term.

##### 3.1.2 Capital work-in-progress

All expenditure connected with specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to the relevant category of property and equipment as and when these become available for use.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## 3.2 Intangible assets

Intangible assets are measured initially at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Subsequent costs are included in the assets' carrying amounts or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

### 3.2.1 Intangible assets with indefinite useful life

Intangible assets with indefinite useful life are stated at cost less accumulated impairment losses, if any.

### 3.2.2 Intangible assets with definite useful life

Intangible assets with definite useful life are stated at cost less accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised at the rates specified in note 5.1 using the straight line method. Amortisation is charged from the month when the asset is available for use while on disposals amortisation is charged up to the month preceding the month of disposal. The useful life and amortisation method is reviewed and adjusted, if appropriate, at each reporting date.

Gains or losses on disposal of assets, if any, are included in the statement of profit or loss in the year / period in which they arise.

## 3.3 Financial instruments

### 3.3.1 Financial assets

#### 3.3.1.1 Classification and subsequent measurement

The Company has applied IFRS 9 and classifies its financial assets in the following measurement categories:

- at amortised cost;
- at fair value through other comprehensive income (FVOCI); and
- at fair value through profit or loss (FVPL).

The classification requirements for debt and equity instruments are described below:

#### (i) Debt instruments

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as loans, government and corporate bonds and puttable instruments like units of open-end mutual funds.

Classification and subsequent measurement of debt instruments depend on:

- the Company's business model for managing the asset; and
- the cash flow characteristics of the asset.

Based on these factors, the Company classifies its debt instruments in one of the following three measurement categories:

#### a) At amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest (SPPI), and that are not designated as FVPL, are measured at amortised cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognised and measured as described in note 3.3.1.2.

#### b) Fair value through other comprehensive income (FVOCI):

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated as FVPL, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, recognised and measured as described in note 3.3.1.2, interest revenue and foreign exchange gains and losses on the instrument's amortised cost, which are recognised in the statement of profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to the statement of profit or loss.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

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### c) Fair value through profit or loss (FVPL):

Assets that do not meet the criteria for classification at amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the statement of profit or loss in the period in which it arises.

### (ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the statement of financial position at fair value, with gains and losses recognised in the statement of profit or loss, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI.

The dividend income for equity securities classified under FVOCI is recognised in the statement of profit or loss. However, any surplus / (deficit) arising as a result of subsequent movement in the fair value of equity securities classified as FVOCI is recognised in other comprehensive income and is not recycled to the statement of profit or loss on derecognition.

### 3.3.1.2 Impairment

The Company assesses on a forward-looking basis the expected credit losses (ECL) associated with its debt instrument assets carried at amortised cost and FVOCI. The Company recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Company considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Company, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

### 3.3.1.3 Derecognition

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when they have been transferred and either:

- (i) the Company transfers substantially all the risks and rewards of ownership; or
- (ii) the Company neither transfers nor retains substantially all the risks and rewards of ownership and the Company has not retained control.

When the Company enters into transactions where it retains the contractual rights to receive cash flows from assets but assumes a contractual obligation to pay those cash flows to other entities and transfers substantially all of the risks and rewards, these transactions are accounted for as 'pass through' transfers that result in derecognition if the

- (i) has no obligation to make payments unless it collects equivalent amounts from the assets;
- (ii) is prohibited from selling or pledging the assets; and
- (iii) has an obligation to remit any cash it collects from the assets without material delay.

Any gain or loss on derecognition of financial assets is taken to the statement of profit or loss.

### 3.3.1.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Company commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## 3.3.2 Financial liabilities

Financial liabilities are measured at fair value upon initial recognition and subsequently measured at amortised cost except for:

- Financial liabilities at fair value through profit or loss; and
- Financial liabilities arising from the transfer of financial assets which did not qualify for derecognition, whereby a financial liability is recognised for the consideration received for the transfer.

### 3.3.2.1 Derecognition

Financial liabilities are derecognised at the time when these are extinguished i.e. when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognition of financial liabilities is taken to the statement of profit or loss.

## 3.3.3 Initial recognition

Financial assets and financial liabilities are recognised at the time the Company becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are taken directly to the statement of profit or loss.

## 3.3.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

Revenues and expenses are presented on a net basis only when permitted by the accounting and reporting standards as applicable in Pakistan.

## 3.3.5 Business model

The business model reflects how the Company manages the assets in order to generate cash flows. That is, whether the objective is solely to collect the contractual cash flows from the assets or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable (e.g. financial assets are held for trading purposes), then the financial assets are classified as part of 'other' business model and measured at FVPL. Factors considered by the Company in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

## 3.3.6 Solely payment of principal and interest

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Company assesses whether the financial instruments' cash flows represent solely payments of principal and interest (the 'SPPI test'). In making this assessment the Company considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

## 3.3.7 Reclassifications

The Company reclassifies debt investments when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent and none occurred during the year.

## 3.4 Investment in associated undertakings

An associate is an entity in which the Company has a significant influence and which is neither a subsidiary nor a joint venture. Associates are accounted for using equity method of accounting after initially being recognised at cost.

These financial statements include the Company's share of total recognised gains and losses of associates on the equity accounting basis, from the date significant influence commences until the date that significant influence ceases. The Company's share of the associates profit or loss is recognised in the statement of profit or loss. Distributions received from an associate reduce the carrying amount of the investment. When the Company's share of losses exceeds its interest in an associate, the investment's carrying amount is reduced to nil and recognition of further losses is discontinued except to the extent that the Company has incurred legal or constructive obligation.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## 3.5 Taxation

### Current

Provision for current tax is based on taxable income at the current rates of taxation after taking into account tax credits and rebates available, if any, and taxes paid under the final tax regime. The charge for current tax also includes adjustments where necessary, relating to prior years which arise from assessments framed / finalised during the year.

### Deferred

Deferred tax is recognised using the balance sheet liability method on all temporary differences arising between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purposes. Deferred tax liabilities are recognised on all taxable temporary differences.

Deferred tax asset is recognised for all deductible temporary differences only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax is charged or credited to the statement of profit or loss if the tax relates to items that are charged or credited to the statement of profit or loss and to other comprehensive income if the tax relates to items that are charged or credited to other comprehensive income.

Deferred tax assets and liabilities are measured using the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been substantively enacted at the reporting date.

## 3.6 Impairment of non-financial assets

The carrying amount of the assets is reviewed at each reporting date to determine whether there is any indication of impairment loss. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amounts. Where carrying values exceed the respective recoverable amounts, assets are written down to their recoverable amounts and the resulting impairment charge is recognised in the statement of profit or loss.

## 3.7 Deposits and other receivables

Deposits and other receivables are carried at amortised cost, less expected credit loss allowance determined in accordance with the accounting policy as mentioned in note 3.3.1.2. Bad debts are written off when identified.

## 3.8 Staff retirement benefits

The Company operates an approved funded contributory provident fund for all its permanent employees to which equal monthly contributions are made both by the Company and the employees at the rate of 8.33% of basic salary.

## 3.9 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value are carried in the statement of financial position at cost.

## 3.10 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost, which is the fair value of consideration to be paid in the future for goods and services whether or not billed to the Company.

## 3.11 Provisions, contingent assets and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. The amount recognised represents the best estimate of the expenditure required to settle the obligation at the reporting date. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate. Provisions are not recognised for future operating losses.

Contingent assets are disclosed when there is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised until the inflow of economic benefits is virtually certain.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

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Contingent liability is disclosed when:

- there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- there is a present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

### 3.12 Revenue recognition

The core principle of IFRS 15 is that an entity will recognise revenue to depict the transfer of promised goods or services to customers for an amount that reflects the consideration to which the entity expects to be entitled to in exchange for those goods or services. This core principle is delivered in five steps as follows:

- Identify the contract with customer.
- Identify the performance obligation in the contract.
- Determine transaction price.
- Allocate the transaction price to the performance obligation in the contract.
- Recognize the revenue when (or as) the entity satisfies a performance obligation.

Revenue is recognised when the services have been rendered by the Company and received by the customer and there is no unfulfilled obligation that could affect the customer's acceptance of the service. Revenue of different streams is recognised as follows:

- Management fee from collective investment schemes and voluntary pension schemes is calculated by charging the specified rates within the limit allowed under the NBFC Regulations to the net assets of such schemes as at the close of business of each calendar day. The performance obligation is satisfied at the close of business day for each scheme and payment is generally due at the end of each month;
- Investment advisory fee from the discretionary portfolios is calculated on a daily basis by charging specified rates to the net assets of the portfolios as stated in the respective agreements with the clients. The performance obligation is satisfied at the close of business day for each portfolio and payment is generally due either at the end of each quarter or six months based on the agreement terms;
- Performance based remuneration for investment advisory services and management of discretionary portfolio are accrued once the terms of the contract are honoured and the Company achieves the performance condition at the end of the period. The performance obligation is, therefore, satisfied at the end of agreement period or at the time of termination of agreement and payment becomes due at the end of the aforementioned period;
- Debit Card income is recognised on sale of debit cards by the open-ended funds and on delivery of digital funds transfer services to unit holders.
- Share of profit from associates is recorded under equity accounting as per IAS 28 - 'Investments in Associates and Joint Ventures';
- Capital gains / losses arising on sale of investments is recognised in the statement of profit or loss on the date at which transaction takes place;
- Load income is recognised once the services are provided to the unit holders in connection with their investments in collective investment schemes managed by the Company. The performance obligation is satisfied at the time of providing the service to the unit holders and payment becomes due at the end of each month;
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the year in which these arise;
- Dividend income is recorded when the right to receive the dividend is established;
- Markup / profit on bank deposits and investments is recognised on an accrual basis using effective interest rate method;
- Mark-up on loans to employees is recognised on an accrual basis; and
- Other income is recognised on an accrual basis.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

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### 3.13 Earnings per share

The Company presents basic and diluted earnings per share (EPS) for its shareholders. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of dilutive potential ordinary shares, if any.

### 3.14 Proposed dividend and transfer between reserves

Dividends declared and transfers between reserves made subsequent to the reporting date are considered as non-adjusting events and are recorded as liability in the year in which these are approved by the directors / shareholders as appropriate.

### 3.15 Foreign currency transactions and translation

Transactions in foreign currencies are translated into Pakistani Rupees at the foreign exchange rates prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies are translated into Pakistani Rupees at the rates of exchange approximating those at the statement of financial position date. Exchange gains / losses resulting from the settlement of transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are taken to the statement of profit or loss.

### 3.16 Lease liability and right-of-use assets

At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

The lease liability is initially measured at the present value of the lease payments over the period of lease term and that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease payments include fixed payments less any lease incentive receivable, variable lease payment that are based on an index or a rate which are initially measured using the index or rate as at the commencement date, amounts expected to be payable by the Company under residual value guarantees, the exercise price of a purchase option if the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease if the lease term reflects that the lessee will exercise that option. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. The lease liability is also remeasured to reflect any reassessment or lease modification, or to reflect revised in-substance fixed lease payment.

The lease liability is remeasured when the Company reassesses the reasonable certainty to exercise extension or termination option upon occurrence of either a significant event or a significant change in circumstances, or when there is a change in assessment of an option to purchase an underlying asset, or when there is a change in amount expected to be payable under a residual value guarantee, or when there is a change in future lease payments resulting from a change in an index or rate used to determine those payments. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the statement of profit or loss if the carrying amount of right of use asset has been reduced to zero.

When there is a change in scope of a lease, or the consideration for a lease, that was not part of the original terms and conditions, the same is accounted for as a lease modification. The lease modification is accounted for as a separate lease if modification increases the scope of lease by adding the right to use one or more underlying assets and the consideration for lease increases by an amount that is commensurate with the standalone price for the increase in scope adjusted to reflect the circumstances of the particular contract, if any. When the lease modification is not accounted for as a separate lease, the lease liability is remeasured and corresponding adjustment is made to right-of-use asset.

The right-of-use asset is initially measured at an amount equal to the initial measurement of lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of the costs to be incurred to dismantle and remove the underlying asset or to restore the underlying asset or the site on which the asset is located.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The right-of-use asset is subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any. The right-of-use asset is depreciated using the straight line method in accordance with the rates specified in note 4.1 to these financial statements and after taking into account residual values, if any. The useful lives and depreciation methods are reviewed and adjusted, if appropriate, at each reporting date. The right-of-use asset is adjusted for certain remeasurements of the lease liability.

### 3.17 Segment reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses including revenues and expenses that relate to transactions with any of the Company's other components.

Operating segments are reported in a manner consistent with the internal reporting structure. The management monitors the operating results of its business units separately for the purpose of making decisions regarding resources allocation and performance assessment. Segment results, assets and liabilities include items directly attributable to the segment as well as those that can be allocated on a reasonable basis. Those assets and liabilities which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated assets and liabilities. The Board of Directors and Chief Executive Officer have been identified as the chief operating decision makers who are responsible for allocating resources and assessing the performance of the operating segments. Currently, the Company is functioning as a single operating segment.

### 3.17.1 Geographical segments

The operations of the Company are currently based only in Pakistan.

4 OPERATING FIXED ASSETS	Note	2025	2024
		----- Rupees -----	
Property and equipment	4.1	74,823,752	44,509,478
Right-of-use assets		<u>60,878,924</u>	<u>66,045,898</u>
		<u>135,702,676</u>	<u>110,555,376</u>

### 4.1 Operating fixed assets

The following is the statement of operating fixed assets:

	2025						Total
	Computer equipment	Office equipment	Furniture and fixtures	Leasehold improvements	Vehicles	Right-of-use assets - Leasehold buildings	
----- Rupees -----							
<b>As at July 1, 2024</b>							
Cost	103,139,047	27,145,024	9,563,979	16,433,043	16,012,270	233,997,545	406,290,908
Accumulated depreciation	(76,759,833)	(21,071,295)	(8,431,183)	(6,698,913)	(7,537,280)	(167,951,647)	(288,450,151)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-	(7,285,381)
<b>Net book value</b>	<u>26,379,214</u>	<u>6,073,729</u>	<u>406,879</u>	<u>3,174,666</u>	<u>8,474,990</u>	<u>66,045,898</u>	<u>110,555,376</u>
<b>Year ended June 30, 2025</b>							
Opening net book value	26,379,214	6,073,729	406,879	3,174,666	8,474,990	66,045,898	110,555,376
Additions (at cost)	14,681,295	1,183,474	2,637,495	-	34,199,108	36,650,336	89,351,708
<b>Disposals</b>							
Cost	-	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-	-
Depreciation charge for the year	(13,029,864)	(1,990,763)	(935,896)	(2,148,145)	(4,282,430)	(41,817,310)	(64,204,408)
Effect of termination	-	-	-	-	-	-	-
<b>Closing net book value</b>	<u>28,030,645</u>	<u>5,266,440</u>	<u>2,108,478</u>	<u>1,026,521</u>	<u>38,391,668</u>	<u>60,878,924</u>	<u>135,702,676</u>
<b>As at June 30, 2025</b>							
Cost	117,820,342	28,328,498	12,201,474	16,433,043	50,211,378	270,647,881	495,642,616
Accumulated depreciation	(89,789,697)	(23,062,058)	(9,367,079)	(8,847,058)	(11,819,710)	(209,768,957)	(352,654,559)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-	(7,285,381)
<b>Net book value</b>	<u>28,030,645</u>	<u>5,266,440</u>	<u>2,108,478</u>	<u>1,026,521</u>	<u>38,391,668</u>	<u>60,878,924</u>	<u>135,702,676</u>
<b>Depreciation rate (% per annum)</b>	<u>25%</u>	<u>20% - 50%</u>	<u>25% - 67%</u>	<u>25% - 50%</u>	<u>25%</u>	<u>20% - 33%</u>	

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	2024						Total
	Computer equipment	Office equipment	Furniture and fixtures	Leasehold improvements	Vehicles	Right-of-use assets - Leasehold buildings	
Rupees							
<b>As at July 1, 2023</b>							
Cost	93,916,966	25,779,137	9,521,979	12,804,342	9,404,270	212,924,493	364,351,187
Accumulated depreciation	(64,989,302)	(18,993,835)	(7,654,683)	(3,846,350)	(5,165,021)	(128,334,964)	(228,984,155)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-	(7,285,381)
<b>Net book value</b>	<b>28,927,664</b>	<b>6,785,302</b>	<b>1,141,379</b>	<b>2,398,528</b>	<b>4,239,249</b>	<b>84,589,529</b>	<b>128,081,651</b>
<b>Year ended June 30, 2024</b>							
Opening net book value	28,927,664	6,785,302	1,141,379	2,398,528	4,239,249	84,589,529	128,081,651
Additions (at cost)	9,605,081	1,365,887	42,000	3,628,701	6,608,000	24,394,975	45,644,644
<b>Disposals</b>							
Cost	(383,000)	-	-	-	-	-	(383,000)
Accumulated depreciation	327,146	-	-	-	-	-	327,146
	(55,854)	-	-	-	-	-	(55,854)
Depreciation charge for the year	(12,097,677)	(2,077,460)	(776,500)	(2,852,563)	(2,372,259)	(39,616,683)	(59,793,142)
Effect of termination	-	-	-	-	-	(3,321,923)	(3,321,923)
<b>Closing net book value</b>	<b>26,379,214</b>	<b>6,073,729</b>	<b>406,879</b>	<b>3,174,666</b>	<b>8,474,990</b>	<b>66,045,898</b>	<b>110,555,376</b>
<b>As at June 30, 2024</b>							
Cost	103,139,047	27,145,024	9,563,979	16,433,043	16,012,270	233,997,545	406,290,908
Accumulated depreciation	(76,759,833)	(21,071,295)	(8,431,183)	(6,698,913)	(7,537,280)	(167,951,647)	(288,450,151)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-	(7,285,381)
<b>Net book value</b>	<b>26,379,214</b>	<b>6,073,729</b>	<b>406,879</b>	<b>3,174,666</b>	<b>8,474,990</b>	<b>66,045,898</b>	<b>110,555,376</b>
<b>Depreciation rate (% per annum)</b>	<b>25%</b>	<b>20% - 50%</b>	<b>25% - 67%</b>	<b>25% - 50%</b>	<b>25%</b>	<b>20% - 33%</b>	

	Note	2025	2024
----- Rupees -----			
<b>4.1.1 Depreciation charge for the year has been allocated as follows:</b>			
Administrative expenses	22	47,035,758	44,825,119
Selling and distribution expenses	23	17,168,650	14,968,023
		<b>64,204,408</b>	<b>59,793,142</b>

**4.1.2** The operating fixed assets includes items costing Rs. 122.645 million (2024: Rs. 111.971 million) which are fully depreciated as of June 30, 2025 but are still in active use of the Company.

**4.1.3** The details of operating fixed assets disposed of during the year are as follows:

	Cost	Accumulated depreciation	Net book value	Sale proceeds	Gain on disposal	Mode of disposal	Particulars of buyer	Relationship with buyer
Rupees								
<i>Assets having book value of more than five hundred thousand rupees individually disposed of during the year</i>	-	-	-	-	-			
Total - June 30, 2025	-	-	-	-	-			
Total - June 30, 2024	383,000	327,146	55,854	87,771	31,917			

	Note	2025	2024
----- Rupees -----			
<b>5 INTANGIBLE ASSETS</b>			
<b>Definite life</b>			
Computer software	5.1	2,932,751	9,985,440
<b>Indefinite life</b>			
Goodwill	5.1, 5.3 & 5.4	82,126,933	82,126,933
Management rights	5.1, 5.3 & 5.4	192,000,000	192,000,000
		<b>274,126,933</b>	<b>274,126,933</b>
		<b>277,059,684</b>	<b>284,112,373</b>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**5.1 Following is the statement of intangible assets:**

		June 30, 2025			
		Computer software	Goodwill	Management rights	Total
Note		-----Rupees-----			
<b>As at July 1, 2024</b>					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(112,465,248)	-	-	(112,465,248)
<b>Net book value</b>		<u>9,985,440</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>284,112,373</u>
<b>Year ended June 30, 2025</b>					
Opening net book value		9,985,440	82,126,933	192,000,000	284,112,373
Additions		3,440,570	-	-	3,440,570
Amortisation charge for the year	22	(10,493,259)	-	-	(10,493,259)
Closing net book value		<u>2,932,751</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>277,059,684</u>
<b>As at June 30, 2025</b>					
Cost		125,891,258	82,126,933	192,000,000	400,018,191
Accumulated amortisation		(122,958,507)	-	-	(122,958,507)
<b>Net book value</b>		<u>2,932,751</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>277,059,684</u>
<b>Amortisation rate (% per annum)</b>		<u>25% - 33%</u>			

		June 30, 2024			
		Computer software	Goodwill	Management rights	Total
Note		-----Rupees-----			
<b>As at July 1, 2023</b>					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(99,178,778)	-	-	(99,178,778)
<b>Net book value</b>		<u>23,271,910</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>297,398,843</u>
<b>Year ended June 30, 2024</b>					
Opening net book value		23,271,910	82,126,933	192,000,000	297,398,843
Additions		-	-	-	-
Amortisation charge for the year	22	(13,286,470)	-	-	(13,286,470)
Closing net book value		<u>9,985,440</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>284,112,373</u>
<b>As at June 30, 2024</b>					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(112,465,248)	-	-	(112,465,248)
<b>Net book value</b>		<u>9,985,440</u>	<u>82,126,933</u>	<u>192,000,000</u>	<u>284,112,373</u>
<b>Amortisation rate (% per annum)</b>		<u>25% - 33%</u>			

**5.2** Intangible assets includes items costing Rs. 55.560 million (2024: Rs. 55.560 million) which are fully amortised as of June 30, 2025 but are still in active use of the Company.

**5.3** Pursuant to the scheme of amalgamation for the transfer of the entire business of MCB AMC to AHIL including all the properties, rights, title and interest as disclosed in note 1.1 to these financial statements which was entered between AHCL and MCB Bank Limited, intangible assets comprising of management rights and goodwill aggregating to Rs. 192 million and Rs. 82.127 million respectively were recognised in the financial statements for the year ended June 30, 2011.

**5.4** In accordance with the requirements of International Accounting Standard (IAS) 36: 'Impairment of assets', an entity shall test an intangible asset with an indefinite useful life and goodwill acquired in a business combination for impairment annually by comparing its carrying amount with its recoverable amount, irrespective of whether there is any indication that it may be impaired. Therefore, the management has tested whether management rights with indefinite useful life and goodwill have suffered any impairment as at June 30, 2025. The recoverable amounts for management rights and goodwill are based on value-in-use calculations which require the use of assumptions. The calculations use cash flow projections based on financial budgets prepared by the management covering a five-year period. Cash flows beyond those periods are extrapolated using the estimated growth rates. These growth rates are consistent with forecasts specific to the industry in which the Company operates. Following are the key assumptions for determination of value-in-use for goodwill and management rights:

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 5.4.1 Key assumptions used to determine the recoverable amounts

The growth rates and cost to income ratios used to estimate future performance are based on past performance, market trends and the management experience of growth rates and cost to income ratios achievable. The management believes that the assumptions used in estimating the future performance of these intangibles are consistent with past performance and trends. The calculation of value-in-use is most sensitive to the following assumptions:

Particulars	2025	2024
- Discount rate	18.60%	24.00%
- Terminal growth rate	6.10%	9.30%

6 INVESTMENT IN ASSOCIATES	Note	2025	2024
		----- Rupees -----	
<b>Investment in associated undertakings</b>			
Investment in units of funds under management	6.1 & 6.1.1	<u>2,850,602,463</u>	<u>1,790,686,810</u>

### 6.1 Investment in units of funds under management

Name of the investee fund	June 30, 2025							
	Country of incorporation and place of business	Percentage holding	Investment as at the beginning of the year	Investments during the year	Redemptions during the year	Share of profit (note 6.1.2)	Dividend income (note 6.1.2)	Investment as at June 30, 2025
								----- Rupees -----

#### Investment in associated undertaking

Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	14.47%	200,738,091	-	-	127,812,323	-	328,550,414
Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	8.96%	104,925,620	-	-	20,204,685	-	125,130,305
Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	5.38%	94,679,310	-	-	16,432,994	-	111,112,304
Pakistan Pension Fund - Equity Sub-Fund	Pakistan	7.50%	137,581,384	-	-	102,443,357	-	240,024,741
Pakistan Pension Fund - Debt Sub-Fund	Pakistan	7.25%	126,589,876	-	-	24,751,517	-	151,341,393
Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.84%	133,089,000	-	-	19,845,000	-	152,934,000
MCB Alhamra KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	6.74%	33,389,160	-	-	4,658,940	-	38,048,100
MCB Alhamra KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	100.00%	528,291	-	-	38,585	-	566,876
MCB Alhamra KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	100.00%	528,268	-	-	38,555	-	566,823
MCB Alhamra KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	100.00%	528,275	-	-	38,575	-	566,850
MCB KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	46.49%	33,428,760	-	-	5,042,460	-	38,471,220
MCB KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	100.00%	559,162	-	-	71,609	-	630,771
MCB KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.97%	558,976	-	-	74,604	-	633,580
MCB KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	100.00%	558,986	-	-	74,551	-	633,537
Pakistan Cash Management Fund	Pakistan	-	-	10	(10)	10	(10)	-
MCB Cash Management Optimizer	Pakistan	0.11%	382,269,033	5,725,295,093	(6,026,185,004)	47,045,989	(90,561)	128,334,550
MCB Pakistan Stock Market Fund	Pakistan	1.44%	-	637,492,061	(439,000,000)	95,352,117	(1,460,294)	292,383,884
Alhamra Islamic Income Fund	Pakistan	-	-	1,209,720,388	(1,217,958,484)	8,240,207	(2,111)	-
MCB Pakistan Sovereign Fund	Pakistan	-	354,946,966	3,823,649,559	(4,244,324,466)	66,128,793	(400,852)	-
Alhamra Islamic Stock Fund	Pakistan	-	-	60,099,793	(60,103,461)	103,461	(99,793)	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	70.26%	125,112,483	-	-	30,430,083	-	155,542,566
<b>Balance carried forward</b>			1,730,011,641	11,456,256,904	(11,987,571,425)	568,828,415	(2,053,621)	1,765,471,914

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the investee fund	June 30, 2025							
	Country of incorporation and place of business	Percentage holding	Investment as at the beginning of the year	Investments during the year	Redemptions during the year	Share of profit (note 6.1.2)	Dividend income (note 6.1.2)	Investment as at June 30, 2025
	Rupees							
<b>Balance brought forward</b>			1,730,011,641	11,456,256,904	(11,987,571,425)	568,828,415	(2,053,621)	1,765,471,914
Alhamra Wada Fund (Alhamra Wada Plan XVII)	Pakistan	1.14%	-	10,226,909	-	283,439	(283,367)	10,226,981
Alhamra Wada Fund (Alhamra Wada Plan XVIII)	Pakistan	-	-	15,331,711	(15,331,711)	437,460	(437,460)	-
Alhamra Wada Fund (Alhamra Wada Plan XIX)	Pakistan	-	-	10,209,774	(10,209,774)	262,390	(262,390)	-
Alhamra Wada Fund (Alhamra Wada Plan XX)	Pakistan	0.56%	-	10,000,000	-	16,430	-	10,016,430
Alhamra Cash Management Optimizer	Pakistan	0.62%	-	944,608,462	(682,359,159)	3,408,647	(549,277)	265,108,673
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Pakistan	-	10,608,219	-	(11,183,347)	575,128	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)	Pakistan	-	-	10,533,802	(10,533,802)	710,857	(710,857)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)	Pakistan	-	-	10,188,581	(10,188,581)	248,662	(248,662)	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Pakistan	-	-	130,000,000	(150,195,209)	20,195,209	-	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Pakistan	-	50,066,950	50,212	(50,995,010)	944,798	(66,950)	-
Pakistan Income Fund	Pakistan	-	-	7,443	(7,545)	7,545	(7,443)	-
Alhamra Islamic Money Market Fund	Pakistan	-	-	1,942	(1,942)	1,942	(1,942)	-
Alhamra Daily Dividend Fund	Pakistan	-	-	3,787	(5,728)	5,728	(3,787)	-
MCB investments savings Fund (MCB Investment saving Plan I)	Pakistan	0.07%	-	11,229,078	-	1,666,967	(1,638,771)	11,257,274
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VI)	Pakistan	-	-	10,863,587	(10,863,587)	1,151,450	(1,151,450)	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VII)	Pakistan	-	-	10,188,533	(10,188,533)	251,331	(251,331)	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	Pakistan	100.00%	-	10,233,383	-	363,301	(310,476)	10,286,208
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IX)	Pakistan	100.00%	-	10,187,050	-	265,771	(249,400)	10,203,421
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	Pakistan	100.00%	-	10,136,414	-	246,977	(180,005)	10,203,386
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)	Pakistan	-	-	107,869,251	(107,869,251)	10,492,334	(10,492,334)	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)	Pakistan	-	-	10,842,295	(10,842,295)	1,123,060	(1,123,060)	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)	Pakistan	-	-	10,465,300	(10,465,300)	620,400	(620,400)	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	Pakistan	1.96%	-	10,064,069	-	149,883	(113,007)	10,100,945
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	Pakistan	0.10%	-	10,000,000	-	36,940	-	10,036,940
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	Pakistan	0.37%	-	10,000,000	-	39,210	-	10,039,210
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	Pakistan	0.41%	-	10,000,000	-	41,280	-	10,041,280
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	Pakistan	0.98%	-	10,000,000	-	45,500	-	10,045,500
MCB Government Securities Fund (MCB Government Securities Plan I)	Pakistan	1.83%	-	805,113,953	(107,765,786)	10,285,934	(69,800)	707,564,301
			1,790,686,810	13,644,612,440	(13,186,577,985)	622,706,988	(20,825,790)	2,850,602,463

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the investee fund	Country of incorporation and place of business	Percentage holding	June 30, 2024					Investment as at June 30, 2025
			Investment as at the beginning of the year	Investments during the year	Redemptions during the year	Share of profit (note 6.1.2)	Dividend income (note 6.1.2)	
			Rupees					
<b>Investment in associated undertaking</b>								
Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	27.56%	161,356,380	-	(105,000,000)	144,381,711	-	200,738,091
Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	12.79%	86,851,243	-	-	18,074,377	-	104,925,620
Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	7.12%	77,386,466	-	-	17,292,844	-	94,679,310
Pakistan Pension Fund - Equity Sub-Fund	Pakistan	9.20%	124,095,561	-	(98,500,000)	111,985,823	-	137,581,384
Pakistan Pension Fund - Debt Sub-Fund	Pakistan	8.06%	102,772,330	-	-	23,817,546	-	126,589,876
Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.98%	108,231,000	-	-	24,858,000	-	133,089,000
MCB Alhamra KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	25.96%	-	30,000,000	-	3,389,160	-	33,389,160
MCB Alhamra KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.96%	-	500,000	-	28,291	-	528,291
MCB Alhamra KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.96%	-	500,000	-	28,268	-	528,268
MCB Alhamra KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.96%	-	500,000	-	28,275	-	528,275
MCB KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	78.55%	-	30,000,000	-	3,428,760	-	33,428,760
MCB KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.90%	-	500,000	-	59,162	-	559,162
MCB KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.90%	-	500,000	-	58,976	-	558,976
MCB KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.90%	-	500,000	-	58,986	-	558,986
Pakistan Cash Management Fund	Pakistan	-	-	60,029,818	(60,029,818)	35,080	(35,080)	-
MCB Cash Management Optimizer	Pakistan	0.82%	367,723,741	4,126,675,667	(4,149,427,258)	38,496,003	(1,199,120)	382,269,033
MCB Pakistan Stock Market Fund	Pakistan	-	-	50,000,000	(54,108,880)	4,108,880	-	-
Alhamra Islamic Income Fund	Pakistan	-	6,370,240	-	(6,785,288)	415,048	-	-
MCB Pakistan Sovereign Fund	Pakistan	3.20%	-	2,201,478,572	(1,863,671,718)	21,080,133	(3,940,021)	354,946,966
Alhamra Islamic Stock Fund	Pakistan	-	-	100,000,000	(121,177,411)	21,177,411	-	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	90.05%	95,483,539	11,415,785	-	31,643,494	(13,430,335)	125,112,483
Alhamra Wada Fund (Alhamra Wada Plan VII)	Pakistan	-	141,351,935	16,522,515	(160,916,244)	3,042,471	(677)	-
Alhamra Cash Management Optimizer	Pakistan	-	10,150,100	213,312,012	(224,539,209)	1,097,925	(20,828)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Pakistan	-	10,371,795	5,094,261	(16,398,743)	932,687	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Pakistan	0.33%	-	10,591,209	-	712,550	(695,540)	10,608,219
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	Pakistan	-	-	10,398,963	(10,398,963)	463,819	(463,819)	-
Alhamra Opportunity Fund (Dividend Strategy Plan)	Pakistan	-	-	20,002,490	(21,656,076)	1,656,516	(2,930)	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Pakistan	-	60,857,447	79,498,910	(194,587,217)	59,520,679	(5,289,819)	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Pakistan	29.72%	-	50,000,000	-	66,950	-	50,066,950
			<b>1,353,001,777</b>	<b>7,018,020,202</b>	<b>(7,087,196,825)</b>	<b>531,939,825</b>	<b>(25,078,169)</b>	<b>1,790,686,810</b>

**6.1.1** This includes Shariah Compliant investments amounting to Rs. 1,045.436 million (2024: Rs. 610.496 million).

**6.1.2** This includes share of profit from associates and dividend income from Shariah Compliant investments amounting to Rs. 213.359 million and Rs. 1.707 million (2024: Rs. 242.323 million and Rs. 13.455 million) respectively.

**6.1.3** No reconciliation is required between the carrying amount of the investment in associated undertakings and the summarised financial information as the movement in the Net Asset Value (NAV) represents the proportionate share of profit of investment in associate and the investment is also valued at the NAV prevailing at the reporting date under the equity accounting method.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 6.1.4 Summary of financial position and performance

Name of the investee fund	As at June 30, 2025				For the year ended June 30, 2025		
	Country of incorporation	Percentage holding	Assets	Liabilities	Revenue	Net income	Total comprehensive income
					(Rupees)		
<b>Investment in associated undertaking</b>							
- Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	14.47%	2,331,466,880	61,453,154	736,445,011	699,522,165	699,522,165
- Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	8.96%	1,404,048,421	8,069,589	226,905,888	208,056,113	208,056,113
- Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	5.38%	2,117,345,147	52,322,787	269,506,009	247,657,851	247,657,851
- Pakistan Pension Fund - Equity Sub-Fund	Pakistan	7.50%	3,336,098,391	135,505,932	1,238,519,503	1,187,858,392	1,187,858,392
- Pakistan Pension Fund - Debt Sub-Fund	Pakistan	7.25%	2,121,320,521	32,804,993	388,500,157	353,858,378	353,858,378
- Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.84%	2,241,433,835	6,627,057	304,595,052	273,887,642	273,887,642
- MCB Alhamra KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	6.74%	565,445,923	600,800	9,847,150	49,106,486	49,106,486
- MCB Alhamra KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	100.00%	568,012	1,159	40,441	38,343	38,343
- MCB Alhamra KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	100.00%	567,997	1,150	40,448	38,359	38,359
- MCB Alhamra KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	100.00%	568,001	1,152	40,447	38,355	38,355
- MCB KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	46.49%	82,849,694	91,252	53,586,988	9,087,699	9,087,699
- MCB KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	100.00%	631,885	1,300	73,190	70,873	70,873
- MCB KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.97%	635,067	1,302	76,561	74,241	74,241
- MCB KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	100.00%	634,841	1,302	76,316	74,004	74,004
- MCB Cash Management Optimizer	Pakistan	0.11%	116,544,587,407	3,381,144,692	12,710,041,827	11,523,683,605	11,523,683,605
- MCB Pakistan Stock Market Fund	Pakistan	1.44%	21,869,166,629	1,540,385,499	7,925,710,640	7,274,559,844	7,274,559,844
- Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	70.26%	222,233,961	840,882	38,043,885	36,495,892	36,495,892
- Alhamra Wada Fund (Alhamra Wada Plan XVII)	Pakistan	1.14%	904,467,319	10,747,493	74,744,336	73,391,856	73,391,856
- Alhamra Wada Fund (Alhamra Wada Plan XX)	Pakistan	0.56%	1,789,085,713	59,560	2,995,823	2,934,263	2,934,263
- Alhamra Cash Management Optimizer	Pakistan	0.62%	42,649,053,939	209,809,637	5,124,784,063	4,746,447,089	4,746,447,089
- MCB investments savings Fund (MCB Investment saving Plan I)	Pakistan	0.07%	15,522,378,434	88,865,107	567,366,556	504,215,916	504,215,916
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	Pakistan	100.00%	15,574,026	5,287,813	31,254,065	30,437,935	30,437,935
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IX)	Pakistan	100.00%	23,591,648	13,388,231	96,324,232	95,235,454	95,235,454
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	Pakistan	100.00%	24,934,958	14,731,573	66,238,558	64,099,655	64,099,655
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	Pakistan	1.96%	518,739,088	3,590,745	21,461,266	20,444,764	20,444,764
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	Pakistan	0.10%	9,782,141,366	1,324,284	37,322,506	35,998,222	35,998,222
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	Pakistan	0.37%	2,699,027,889	454,635	10,994,914	10,540,279	10,540,279
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	Pakistan	0.41%	2,440,462,805	733,917	10,763,912	10,029,995	10,029,995
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	Pakistan	0.98%	1,030,373,793	108,443	4,774,587	4,666,144	4,666,144
- MCB Government Securities Fund (MCB Government Securities Plan I)	Pakistan	1.83%	38,897,872,768	291,745,277	1,439,092,141	1,256,394,867	1,256,394,867
			<u>269,137,306,358</u>	<u>5,860,700,717</u>	<u>31,390,166,472</u>	<u>28,718,944,681</u>	<u>28,718,944,681</u>



## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

- 8.1** This represents loan given to an executive at an interest rate of 4.5% per annum and was initially recorded at its fair value using an effective interest rate of 12.36% per annum. This loan is advanced for the purpose of housing finance and is repayable in monthly installments as a deduction from salary having a maximum repayment period of up to twenty years. This loan is secured against the documents of the immovable property acquired and life insurance policy in favour of the Company.
- 8.2** These represent interest free loans given to employees and executives. These loans are provided for booking advance (lease down payment) at 20% of the invoice price at the time of purchasing the vehicle as per the policy of the Company and are repayable in monthly installments as a deduction from salary having a maximum repayment period of up to five years.
- 8.3** This represents commission paid to distributors on the issuance of bachat units of different funds under the management of the Company. The commission amount is amortised over the period of the contract, unless redeemed earlier, in which case it is charged off immediately. However, in the case of early redemption, an amount is recovered from the investor in the form of back-end load.

<b>9 RECEIVABLE FROM FUNDS UNDER MANAGEMENT - RELATED PARTIES</b>	<b>Note</b>	<b>2025</b>	<b>2024</b>
		----- Rupees -----	

**Considered good - unsecured**

**Open-end Collective Investment Schemes (CISs)**

Pakistan Income Fund	13,522,557	13,033,315	
MCB Pakistan Stock Market Fund	119,134,750	85,126,622	
MCB Pakistan Sovereign Fund	75,624,572	52,121,967	
Pakistan Capital Market Fund	8,668,089	8,188,664	
Pakistan Cash Management Fund	37,796,647	49,087,467	
Pakistan Income Enhancement Fund	39,531,930	33,220,826	
MCB Pakistan Asset Allocation Fund	37,747,701	37,722,828	
MCB DCF Income Fund	163,305,544	174,866,286	
MCB Cash Management Optimizer	145,703,745	116,027,876	
Alhamra Islamic Money Market Fund	13,780,184	31,483,579	
Alhamra Islamic Asset Allocation Fund	13,411,511	12,784,462	
Alhamra Islamic Stock Fund	26,234,952	20,375,097	
Alhamra Islamic Income Fund	57,652,378	32,308,074	
Alhamra Daily Dividend Fund	6,184,688	23,167,703	
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	9,506	5,683	
Alhamra Wada Fund (Alhamra Wada Plan VII)	-	13,863,443	
Alhamra Wada Fund (Alhamra Wada Plan VIII)	-	1,552,546	
Alhamra Wada Fund (Alhamra Wada Plan IX)	-	548,302	
Alhamra Wada Fund (Alhamra Wada Plan X)	2,254,476	3,583,580	
Alhamra Wada Fund (Alhamra Wada Plan XI)	886,580	9,045,051	
Alhamra Wada Fund (Alhamra Wada Plan XII)	-	2,604,046	
Alhamra Wada Fund (Alhamra Wada Plan XVII)	410,245	-	
Alhamra Wada Fund (Alhamra Wada Plan XVIII)	1,811,899	-	
Alhamra Wada Fund (Alhamra Wada Plan XIX)	7,686,572	-	
Alhamra Wada Fund (Alhamra Wada Plan XX)	17,787	-	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	-	325,494	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	-	225,454	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	-	1,430,256	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	-	717,625	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	-	17,938,145	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	-	1,425,652	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	-	19,333,317	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	-	4,061,468	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	-	14,857,312	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	1,957,723	2,031,565	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	-	1,766,387	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	-	4,603,743	
<b>Balance carried forward</b>	<b>773,334,038</b>	<b>789,433,835</b>	

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
----- Rupees -----			
<b>Balance brought forward</b>		773,334,038	789,433,835
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)		931,949	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)		25,292,123	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)		2,096,032	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		2,891,205	1,328,012
Pakistan Sarmaya Mehfooz Fund		4,267,360	4,267,360
Alhamra Cash Management Optimizer		24,609,550	24,256,704
Alhamra Opportunity Fund (Dividend Strategy Plan)		2,053,184	1,028,649
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)		7,933,551	124,609
MCB Government Securities Fund (MCB Government Securities Plan I)		55,615,292	-
MCB Investment Savings Plan (MCB Investment Savings Plan I)		14,498,077	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)		-	2,236,841
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)		-	1,329,415
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)		434,510	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)		1,441,396	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)		669,891	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II)		218,033	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)		4,797,746	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV)		2,505,704	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)		254,043	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)		1,931,733	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)		657,577	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III)		1,521,349	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)		652,580	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)		734,064	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)		748,707	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)		917,426	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)		342,398	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)		632,455	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)		65,608	-
		932,047,581	824,005,425
<b>Voluntary Pension Funds</b>			
Pakistan Pension Fund		17,590,503	11,451,622
Alhamra Islamic Pension Fund		9,672,687	6,188,168
MCB Alhamra KPK Government Employees' Pension Fund		425,035	117,423
MCB KPK Government Employees' Pension Fund		63,130	32,360
		27,751,355	17,789,573
	9.1 & 9.1.1	959,798,936	841,794,998

**9.1** The above amounts represent receivable on account of management fee, Sindh Sales Tax on management fee, sales load charged on selected funds, Sindh Sales Tax on sales load and allocated expenses charged to these funds. This also includes Federal Excise Duty receivable from the funds under its management as more fully explained in note 17.3 to these financial statements.

**9.1.1** This includes Shariah Compliant receivables from funds under management amounting to Rs. 175.035 million (2024: Rs.183.037 million).

**9.2** As per regulation 61 of the NBFC Regulations, the Management Company is 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. Keeping in view the maximum allowable threshold, the Management Company is charging its remuneration at the rates as disclosed in note 19.2 to these financial statements.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, revised the management fee cap of the funds to be calculated on a per annum basis of the average daily net assets which is effective from July 01, 2025.

- 9.3 In accordance with Regulation 60 of the NBFC Regulations, the Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a collective investment scheme (CIS).

Therefore, the Company is charging the allocated expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the funds as defined under the NBFC Regulations, subject to total expenses charged being lower than actual expenses incurred.

The SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to registrar services, accounting, operation and valuation services has been excluded. The Company has charged allocated expenses to the funds under management of the Company from September 20, 2024 till November 14, 2024. Subsequently, the Company has discontinued charging these expenses to the funds.

- 9.4 The SECP had allowed asset management companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019) subject to a maximum limit of 0.4% per annum of the average annual net assets of the Fund or actual expenses, whichever is lower.

The SECP through its Circular 11 dated July 5, 2019 had removed the maximum cap of 0.4% per annum for charging of selling and marketing expenses to a Fund. Furthermore, the time limit of three years had also been removed in the circular issued by the SECP. The asset management company can charge such expenses to the Fund as per the annual plan and the same should be approved by the Board of Directors of the Company.

The Board of Directors of the Company had approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Company and has given a discretion for charging of selling and marketing expenses directly to the Fund as proposed by the management as per the requirements of SECP Circular 11 dated July 5, 2019. The Company is charging the selling and marketing expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the funds as defined under the NBFC Regulations, subject to total expenses charged being lower than actual expenses incurred.

Further, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs, as prescribed in Schedule XX of the NBFC Regulations, 2008, wherein the SECP has excluded the chargeability of selling and marketing expenses from the schedule. During the year, the Company has not charged selling and marketing expenses to the funds under management of the Company.

- 9.5 The maximum aggregate amount outstanding at any time during the year calculated by reference to month-end balance are as under:

	2025	2024
	----- Rupees -----	
<b>Open-end Collective Investment Schemes (CISs)</b>		
- Pakistan Income Fund	15,371,422	21,532,705
- MCB Pakistan Stock Market Fund	122,737,307	91,197,549
- MCB Pakistan Sovereign Fund	118,491,904	63,123,520
- Pakistan Capital Market Fund	8,759,356	8,630,633
- Pakistan Cash Management Fund	38,797,774	67,402,161
- Pakistan Income Enhancement Fund	72,698,354	46,023,998
- MCB Pakistan Asset Allocation Fund	38,972,173	38,478,737
- MCB DCF Income Fund	189,606,731	184,035,362
- MCB Cash Management Optimizer	187,183,693	170,273,183
- Alhamra Islamic Money Market Fund	20,569,225	46,856,136
- Alhamra Islamic Asset Allocation Fund	13,380,147	14,266,124
- Alhamra Islamic Stock Fund	27,313,337	22,764,002
- Alhamra Islamic Income Fund	9,445,682	42,535,719
- Alhamra Daily Dividend Fund	9,178,923	34,773,050
- Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	9,655	17,378
- Alhamra Wada Fund (Alhamra Wada Plan VII)	-	16,609,369
- Alhamra Wada Fund (Alhamra Wada Plan VIII)	2,046,662	1,552,546

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	----- Rupees -----	
- Alhamra Wada Fund (Alhamra Wada Plan IX)	1,165,383	548,302
- Alhamra Wada Fund (Alhamra Wada Plan X)	2,136,273	3,583,580
- Alhamra Wada Fund (Alhamra Wada Plan XI)	5,131,446	9,045,051
- Alhamra Wada Fund (Alhamra Wada Plan XII)	-	2,604,046
- Alhamra Wada Fund (Alhamra Wada Plan XVII)	356,735	-
- Alhamra Wada Fund (Alhamra Wada Plan XVIII)	1,575,564	-
- Alhamra Wada Fund (Alhamra Wada Plan XIX)	6,683,976	-
- Alhamra Wada Fund (Alhamra Wada Plan XX)	15,467	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	-	325,494
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	-	225,454
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	-	127,963
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	-	1,474,801
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	-	7,458,747
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	-	17,938,145
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	-	4,300,851
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)	-	7,034,233
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	11,145,258	19,333,317
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	2,179,857	4,061,468
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	14,705,443	14,857,312
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	6,904,697	2,031,565
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	-	3,063,137
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	2,794,305	4,612,844
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)	3,254,327	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)	22,093,576	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)	2,096,032	-
- MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	3,640,076	2,139,990
- Pakistan Sarmaya Mehfooz Fund	4,267,360	4,267,360
- Alhamra Cash Management Optimizer	43,392,422	35,184,531
- Alhamra Opportunity Fund (Dividend Strategy Plan)	2,170,819	1,028,649
- Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	14,812,863	124,609
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	5,652,835	2,236,841
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	4,338,142	1,329,415
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III)	13,357	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IV)	10,215,817	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan V)	4,633,803	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VI)	702,224	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VII)	1,017,282	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	434,510	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	1,441,396	-
- MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)	669,891	-
- MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II)	6,502,096	-
- MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)	8,049,722	-
- MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV)	15,136,203	-
- MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)	1,570,107	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)	4,776,600	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)	1,464,611	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III)	2,839,125	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)	1,043,768	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)	22,970,757	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	748,707	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	917,426	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	342,398	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	632,455	-
- MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	65,608	-
- MCB Government Securities Fund (MCB Government Securities Plan I)	55,615,292	-
- MCB Investment Savings Plan (MCB Investment Savings Plan I)	14,498,077	-

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
		----- Rupees -----	
<b>Voluntary Pension Funds</b>			
- Pakistan Pension Fund		17,590,502	11,451,622
- Alhamra Islamic Pension Fund		9,672,688	6,188,168
- MCB Alhamra KPK Government Employees' Pension Fund		430,152	117,423
- MCB KPK Government Employees' Pension Fund		87,660	32,360
<b>9.6</b>	The ageing analysis of receivable from funds under management is as follows:		
	Not past due	497,667,685	368,185,484
	Past due up to 3 months	42,292,566	65,214,194
	Past due more than 3 months and up to 6 months	15,368,002	7,079,169
	Past due more than 6 months and up to 12 months	3,065,527	1,130,705
	Past due more than one year	401,405,154	400,185,446
		<u>959,798,934</u>	<u>841,794,998</u>
<b>10</b>	<b>LOANS AND ADVANCES</b>		
	<b>Considered good - secured</b>		
	Current portion of loan to executive	8	129,995
	<b>Considered good - unsecured</b>		
	Current portion of loans to executives and employees	8	2,845,573
	Advance to employees, suppliers and contractors	6,314,432	6,615,819
		<u>9,290,000</u>	<u>10,043,573</u>
<b>11</b>	<b>PREPAYMENTS AND OTHER RECEIVABLES</b>		
	<b>Prepayments</b>		
	Current portion of prepaid commission against bachat units	8	61,534,064
	Prepaid insurance	22,500,389	15,915,397
	Prepaid maintenance	-	538,312
	Prepaid IT service level agreements	22,486,071	15,877,164
	Prepaid license fee	-	81,727
	Others	385,612	3,260,783
		106,906,136	94,104,871
	<b>Other receivables</b>		
	<b>Advisory fee on account of discretionary and portfolio management</b>		
	<b>Considered good - unsecured</b>		
	Due from related party	11.1	8,349,984
	Due from others	11.2	12,560,238
		20,910,222	24,321,868
	<b>Considered doubtful</b>		
	Due from others	12,402,117	12,402,117
	Receivable from funds against redemption of units	11.1	53,607,306
	Others	1,615,291	616,237
		88,534,936	70,934,908
	Credit loss allowance	11.3	(12,402,117)
		<u>183,038,955</u>	<u>152,637,662</u>
<b>11.1</b>	This includes management fee receivable from Adamjee Life Assurance Company Limited under discretionary and non-discretionary portfolio management agreement. This also includes Federal Excise Duty receivable from Adamjee Life Assurance Company Limited as more fully explained in note 17.3 to these financial statements. The maximum aggregate amount outstanding at any time during the year calculated by reference to month-end balance was Rs. 16.645 million (2024: Rs 15.252 million).		

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The ageing analysis of related party balance is as follows:

	2025	2024
	----- Rupees -----	
Not past due	52,319,540	33,443,062
Past due up to 3 months	806,351	339,000
Past due more than one year	7,543,633	7,543,633
	60,669,524	41,325,695

11.2 This represents management fee and performance fee receivable from separately managed accounts under discretionary and non-discretionary portfolio management agreements.

	Note	2025	2024
		----- Rupees -----	
11.3 <b>Credit loss allowance</b>			
Balance as at July 1		12,402,117	12,402,117
Credit loss allowance made during the year		-	-
Balance as at June 30		12,402,117	12,402,117

### 12 SHORT TERM INVESTMENTS

#### At fair value through profit or loss

Market Treasury Bills	12.1	454,982,500	-
Pakistan Investment Bonds	12.2	-	-
		454,982,500	-

#### 12.1 Market Treasury Bills

Issue date	Tenure (in months)	Face value				As at June 30, 2025		
		As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation
----- Rupees -----								
<b>Market Treasury Bills</b>								
July 11, 2024	12	-	250,000,000	250,000,000	-	-	-	-
July 25, 2024	12	-	250,000,000	250,000,000	-	-	-	-
July 11, 2024	12	-	250,000,000	250,000,000	-	-	-	-
July 25, 2024	12	-	250,000,000	250,000,000	-	-	-	-
August 8, 2024	12	-	250,000,000	250,000,000	-	-	-	-
August 22, 2024	6	-	250,000,000	250,000,000	-	-	-	-
August 22, 2024	12	-	250,000,000	250,000,000	-	-	-	-
August 22, 2024	6	-	250,000,000	250,000,000	-	-	-	-
August 8, 2024	12	-	250,000,000	250,000,000	-	-	-	-
September 5, 2024	6	-	450,000,000	450,000,000	-	-	-	-
September 5, 2024	12	-	500,000,000	500,000,000	-	-	-	-
September 5, 2024	12	-	500,000,000	500,000,000	-	-	-	-
October 17, 2024	12	-	500,000,000	500,000,000	-	-	-	-
December 12, 2024	3	-	500,000,000	500,000,000	-	-	-	-
December 12, 2024	6	-	500,000,000	500,000,000	-	-	-	-
December 12, 2024	12	-	500,000,000	500,000,000	-	-	-	-
December 12, 2024	12	-	500,000,000	500,000,000	-	-	-	-
January 23, 2025	12	-	500,000,000	500,000,000	-	-	-	-
February 6, 2025	12	-	500,000,000	500,000,000	-	-	-	-
April 17, 2025	12	-	500,000,000	500,000,000	-	-	-	-
May 29, 2025	12	-	500,000,000	300,000,000	200,000,000	179,968,600	182,033,814	2,065,214
May 29, 2025	12	-	300,000,000	-	300,000,000	271,662,900	272,948,686	1,285,786
<b>As at June 30, 2025</b>						<b>451,631,500</b>	<b>454,982,500</b>	<b>3,351,000</b>
<b>As at June 30, 2024</b>						-	-	-

12.1.1 These carry yields at the rate ranging from 11.10% to 11.16% and are due to mature latest by May 29, 2026.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 12.2 Pakistan Investment Bonds

Issue date	Tenure (in years)	As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025		
						Carrying value	Market value	Unrealised appreciation
----- Rupees -----								
<b>Pakistan Investment Bonds</b>								
September 20, 2024	3	-	250,000,000	250,000,000	-	-	-	-
September 20, 2024	10	-	125,000,000	125,000,000	-	-	-	-
September 23, 2024	5	-	250,000,000	250,000,000	-	-	-	-
October 21, 2024	5	-	250,000,000	250,000,000	-	-	-	-
October 21, 2024	3	-	250,000,000	250,000,000	-	-	-	-
November 21, 2024	5	-	375,000,000	375,000,000	-	-	-	-
November 21, 2024	2	-	150,000,000	150,000,000	-	-	-	-
November 25, 2024	10	-	375,000,000	375,000,000	-	-	-	-
December 19, 2024	2	-	450,000,000	450,000,000	-	-	-	-
December 19, 2024	3	-	250,000,000	250,000,000	-	-	-	-
February 13, 2025	2	-	500,000,000	500,000,000	-	-	-	-
June 19, 2025	5	-	250,000,000	250,000,000	-	-	-	-
August 8, 2024	5	-	400,000,000	400,000,000	-	-	-	-
August 22, 2024	5	-	400,000,000	400,000,000	-	-	-	-
October 3, 2024	2	-	400,000,000	400,000,000	-	-	-	-
October 4, 2024	5	-	400,000,000	400,000,000	-	-	-	-
October 17, 2024	5	-	500,000,000	500,000,000	-	-	-	-
December 12, 2024	5	-	500,000,000	500,000,000	-	-	-	-
January 23, 2025	5	-	250,000,000	250,000,000	-	-	-	-
February 6, 2025	5	-	500,000,000	500,000,000	-	-	-	-
February 10, 2025	5	-	441,000,000	441,000,000	-	-	-	-
April 17, 2025	5	-	500,000,000	500,000,000	-	-	-	-
May 29, 2025	10	-	500,000,000	500,000,000	-	-	-	-
<b>Total as at June 30, 2025</b>						-	-	-
<b>Total as at June 30, 2024</b>						-	-	-

### 12.3 Net unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - net

	Note	2025		2024	
		----- Rupees -----			
Market value of investments	12.1	454,982,500		-	
Carrying value of investments	12.1	451,631,500		-	
		3,351,000		-	

### 13 CASH AND BANK BALANCES

Cash in hand		4,989	5,088
Balances with banks in:			
Savings accounts	13.1 & 13.3	50,264,274	18,297,965
Current accounts	13.2	61,664,768	15,379,769
		111,929,042	33,677,734
		111,934,031	33,682,822

**13.1** This includes balances of Rs. 43.247 million (2024: Rs. 11.667 million) maintained with MCB Bank Limited (a related party) that carries mark-up at the rate of 9.50% (2024: 20.50%) per annum. Further, it includes balances of Rs. 0.035 million (2024: Rs. 0.391 million) maintained with MCB Islamic Bank Limited (a related party) that carries mark-up at the rate of 7.40% (2024: 7.75%) per annum. Other savings accounts of the Company carry mark-up at the rate of 8.02% (2024: 17.10%) per annum. Further, it also includes mark-up receivable of Rs. 0.001 million (2024: Rs. 0.004 million).

**13.2** This includes balances of Rs. 10.532 million (2024: Rs. 6.322 million) maintained with MCB Bank Limited (a related party).

**13.3** This includes Shariah Compliant bank balances from MCB Islamic Bank Limited (a related party) amounting to Rs. Nil (2024: Rs. 0.391 million) and carries profit at the rate of 7.40% (2024: 7.75%)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 14 SHARE CAPITAL

#### 14.1 Authorised share capital

2025	2024		2025	2024
(Number of shares)			----- Rupees -----	
<u>72,000,000</u>	<u>72,000,000</u>	Ordinary shares of Rs. 10 each	<u>720,000,000</u>	<u>720,000,000</u>

#### 14.2 Issued, subscribed and paid-up share capital

2025	2024		2025	2024
(Number of shares)			----- Rupees -----	
		Ordinary shares of Rs. 10 each		
5,000,000	5,000,000	Fully paid in cash	50,000,000	50,000,000
31,000,000	31,000,000	Allotted as bonus shares	310,000,000	310,000,000
<u>36,000,000</u>	<u>36,000,000</u>	Issued for consideration other than cash	<u>360,000,000</u>	<u>360,000,000</u>
<u>72,000,000</u>	<u>72,000,000</u>		<u>720,000,000</u>	<u>720,000,000</u>

#### 14.3 The share capital was issued, subscribed and paid-up by the following related parties of the Company:

	2025	2024	2025	2024
	Percentage holding		(Number of shares)	
MCB Bank Limited	81.42%	81.42%	58,620,935	58,620,935
Adamjee Insurance Company Limited	7.59%	7.59%	5,462,000	5,462,000
Directors, spouses and their minor children *	-	-	3,200	3,200
Others *	-	-	1,200	1,200
			<u>64,087,335</u>	<u>64,087,335</u>

\* Nil figures due to rounding off difference.

#### 14.4 "Deficit on amalgamation" represents a capital reserve which was created upon amalgamation of the Company into Arif Habib Investments Limited in the year 2011 as more fully explained in note 1.1 to these financial statements.

#### 14.5 Voting rights and board selection are in proportion to their shareholding.

15 DEFERRED TAXATION - NET	Note	2025	2024
		----- Rupees -----	
<b>Deferred tax assets arising on deductible temporary differences</b>			
- Lease liability against right-of-use assets		(25,136,039)	(28,650,592)
- Provision against advisory fee		(4,836,826)	(4,836,826)
- Finance cost on loans to executive and ex-director		(804,600)	(899,191)
		<u>(30,777,465)</u>	<u>(34,386,609)</u>
<b>Deferred tax liabilities arising on taxable temporary differences</b>			
- Property and equipment (including right-of-use assets)		17,289,328	18,367,839
- Intangible assets		106,894,462	106,668,486
- Short term investments		1,306,890	-
- Investment in associates		21,729,698	5,786,292
		<u>147,220,378</u>	<u>130,822,617</u>
		<u>116,442,913</u>	<u>96,436,008</u>

#### 15.1 Reconciliation of deferred tax liability

Deferred tax liability as at July 1		96,436,008	97,211,857
Recognised in the statement of profit or loss	27	20,006,905	(775,849)
Deferred tax liability as at June 30		<u>116,442,913</u>	<u>96,436,008</u>

### 16 LEASE LIABILITY AGAINST RIGHT-OF-USE ASSETS

The Company has entered into lease agreements in respect of its various rented offices. These were initially measured at the present value of remaining lease payments, discounted using the Company's incremental borrowing rate that ranges from 11.69% per annum to 19.97% per annum. The lease liabilities are subsequently being measured at amortised cost using the effective interest rate method.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The amount of future payments for the leases and the period in which these payments will become due are as follows:

	<b>2025</b>	<b>2024</b>
	----- Rupees -----	
Present value of minimum lease payments	64,451,382	73,463,056
Less: current portion	<u>(35,395,542)</u>	<u>(42,645,586)</u>
	<u>29,055,840</u>	<u>30,817,470</u>

	<b>2025</b>		<b>2024</b>	
	Minimum lease payments	Present value of minimum lease payments	Minimum lease payments	Present value of minimum lease payments
	----- Rupees -----			
Not later than one year	41,754,390	35,395,542	52,058,316	42,645,586
Later than one year and not later than five years	<u>32,350,227</u>	<u>29,055,840</u>	<u>33,581,828</u>	<u>30,817,470</u>
	74,104,617	64,451,382	85,640,144	73,463,056
Less: finance cost allocated to future periods	<u>(9,653,235)</u>	-	<u>(12,177,088)</u>	-
Present value of minimum lease payments	64,451,382	64,451,382	73,463,056	73,463,056
Less: current portion	<u>(35,395,542)</u>	<u>(35,395,542)</u>	<u>(42,645,586)</u>	<u>(42,645,586)</u>
	<u>29,055,840</u>	<u>29,055,840</u>	<u>30,817,470</u>	<u>30,817,470</u>

	<b>Note</b>	<b>2025</b>	<b>2024</b>
		----- Rupees -----	
<b>16.1 Movement of lease liability against right-of-use assets</b>			
Lease liability against right-of-use-assets as at the beginning of the year		73,463,056	87,575,812
Additions during the year		36,650,336	24,394,975
Interest expense on lease liability against right-of-use-assets		10,664,164	14,720,406
Effect of termination of lease		-	(4,183,485)
Lease rentals paid against right-of-use assets		<u>(56,326,174)</u>	<u>(49,044,652)</u>
Lease liability against right-of-use-assets as at the end of the year		<u>64,451,382</u>	<u>73,463,056</u>

### 17 TRADE AND OTHER PAYABLES

Accrued expenses and other liabilities	17.1	166,157,690	287,152,191
Bonus payable		534,098,177	182,360,779
Sindh Workers' Welfare Fund payable	17.2	149,640,105	93,971,867
Sales tax payable		41,198,874	14,577,062
Federal Excise Duty payable	17.3	412,892,880	412,892,880
Withholding tax payable		69,511,058	35,022,951
Payable to facilitators / distributors		151,440,119	106,969,539
		<u>1,524,938,903</u>	<u>1,132,947,269</u>

**17.1** This includes an amount of Rs. Nil (June 30, 2024: Rs. 158.502 million) recognised as provision as more fully explained in note 25.2 to these financial statements.

**17.2** As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment, including financial institutions, located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that AMC's and mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments. The MUFAP has also taken up the matter with the Sindh Finance Ministry to have AMC's excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on AMC's, the management as a matter of abundant caution, has made provision in respect of SWWF on a prudent basis with effect from the date of enactment of the SWWF Act (i.e. starting from July 1, 2014).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

- 17.3** 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 Company and sales load was applicable with effect from June 13, 2013. The Company was of the view that since the remuneration was 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 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.

In view of the above, the Company has discontinued making further provision in respect of FED with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED already made amounting to Rs. 412.893 million is being retained in the financial statements of the Company as the matter is pending before the Supreme Court of Pakistan. A corresponding receivable of the same amount has been recorded as receivable from the funds under the management of the Company as disclosed in note 9.1 to these financial statements.

### **18 CONTINGENCIES AND COMMITMENTS**

#### **18.1 Contingencies**

- 18.1.1** On June 20, 2014, the Punjab Revenue Authority (PRA) issued a show cause notice no. PRA/AM/70/14/18 to the Company to pay Sales Tax on management fee earned in the province of Punjab under the Punjab Sales Tax on Services Act, 2012 with effect from May 22, 2013. The Management Company jointly with other Asset Management Companies through the trustees of their Collective Investment Schemes challenged the above notice vide a petition filed on July 8, 2014 in the Honourable Sindh High Court (SHC). The SHC had ordered suspension of the show cause notice in its order dated July 10, 2014 till the date of the next hearing of appeals. The management is expecting no outflow of economic resources in this respect as the payments relating to sales tax have already been made to the Sindh Revenue Board (SRB) and in case decision is made against the Company, the same is required to be settled between the two authorities. During the year ended June 30, 2024, the SHC vide an order dated September 11, 2023 has dismissed the case on the grounds that the entire liability had been paid to the SRB and the same is admitted by the SRB's counsel. The SHC in its order has directed the Company to pursue the SCN with the PRA and has directed SRB not to take any coercive action against the Company pending adjudication of the SCN.
- 18.1.2** On January 30, 2017, the Additional Commissioner Inland Revenue [ACIR] passed an order under section 122(5A) of the Income Tax Ordinance, 2001 amending the assessment for tax year 2011 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 25.567 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB Asset Management Company (MCB AMC) into the Company etc. The Company then filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the impugned order and a notice of demand issued thereagainst. The CIR(A) annulled the order of the ACIR by deleting demand on all the issues raised therein. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.3** The Company was selected for audit by the Commissioner Inland Revenue, Zone III, Large Taxpayers Unit, Karachi for tax year 2014 vide letter dated November 9, 2016. The audit proceedings were conducted by the Deputy Commissioner Inland Revenue [DCIR] and a Show Cause Notice [SCN] dated February 10, 2017 was issued thereafter. Based on a then recent judgment of a superior court, the SCN was challenged by the Company on legal grounds. However, the DCIR did not agree with the legal objections raised and passed an order dated March 24, 2017 under section 122(1) of the Income Tax Ordinance, 2001 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 93.398 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company etc. An appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] was filed by the Company which had been adjudged in favour of the Company in respect of major disallowances made in the order passed by the DCIR. In respect of the matters confirmed by the CIR(A), the Company had filed an appeal before the ATIR. Being aggrieved by the decision of CIR(A), an appeal has also been filed by the Commissioner Inland Revenue before the ATIR. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

- 18.1.4** On March 29, 2017, the Additional Commissioner Inland Revenue (ACIR) passed an order under section 122(5A) of the Income Tax Ordinance, 2001 amending the assessment for tax year 2012 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 82.841 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company, disallowance of brought forward losses / refunds of prior periods etc. The Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the impugned order and notice of demand issued there against. The CIR(A) annulled the order of the ACIR by deleting demand on all the issues raised therein. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.5** On April 29, 2017, a notice under section 122(9) of the Income Tax Ordinance, 2001 was issued by the Additional Commissioner Inland Revenue (ACIR) to conduct the amendment of assessment proceedings for tax year 2011 of the pre-merger entity MCB AMC. On July 3, 2017, an order under section 122(5A) of the Income Tax Ordinance, 2001, was passed to conclude the said proceedings. A demand of Rs. 4.85 million had been raised by the ACIR by making disallowances mainly pertaining to apportionment of expenses, management / processing fee and related income sharing and disallowance of brought forward losses. The Company then filed an appeal before the CIR(A) against the impugned order and notice of demand issued thereagainst. During the year ended June 30, 2018, order of the CIR(A) was received by the Company whereby the demand on major issues was deleted. In respect of the matters upheld by CIR(A) against the appeal filed by the Company, the Company then filed an appeal before the ATIR for the said issues. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.6** On February 29, 2016, the Deputy Commissioner Inland Revenue (DCIR) passed an order under section 122 (1) of the Income Tax Ordinance, 2001 relating to tax year 2010 of MCB AMC making certain additions / disallowances in the return filed by the Company. The assessing officer adjusted the impact of disallowances and reduced the amount refundable in respect of that tax year to Rs 1.947 million. The Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the said order. CIR(A) vide its order dated December 11, 2017 deleted the disallowances made by DCIR.
- Subsequently, the Company again received a notice of demand amounting to Rs 0.980 million on May 4, 2016 from the Additional Commissioner Inland Revenue (ACIR) against which it filed an appeal before the CIR(A). CIR(A) vide its order dated January 22, 2018 upheld the demand raised by the ACIR. Being aggrieved by the decision of CIR(A), the Company filed an appeal with Appellate Tribunal Inland Revenue (ATIR) against the order passed by CIR(A) which is pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.7** On November 24, 2017, the Company received two orders pertaining to tax years 2015 and 2016 passed by the Additional Commissioner Inland Revenue (ACIR) and Deputy Commissioner Inland Revenue (DCIR) raising demands of Rs. 119.350 million and Rs. 142.008 million respectively due to certain disallowances in the return filed by the Company for the respective tax years. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company, treatment of provision for FED as income of the Company etc. The Company filed separate appeals before the CIR(A) against the impugned orders and notices of demand issued thereagainst. During the year ended June 30, 2018, CIR(A) upheld the demands raised by both ACIR and DCIR in both the appeals. Being aggrieved by the decision of CIR(A), the Company had filed appeals with Appellate Tribunal Inland Revenue (ATIR) which is pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matters.
- 18.1.8** During the year ended June 30, 2019, the Sindh Revenue Board (SRB) had issued two orders dated October 2, 2018 and October 10, 2018 whereby it raised a demand of Sindh sales tax amounting to Rs. 3.854 million and 1.275 million along with penalty of Rs. 4.047 million and Rs. 1.402 million respectively wherein input tax claimed by the Company against various transactions has been disallowed by the assessing officer on the ground that the output tax against the same has not been offered by the respective vendors. The Company then filed separate appeals against the aforesaid orders before the Commissioner Appeals, SRB. On April 27, 2022, an Order-in-Appeal was issued by Assistant Commissioner, SRB whereby original demand of Rs. 2.695 million, including penalty imposed therein, was reduced to Rs. 67,186 which was duly discharged by the Company. However, the appeal filed against the order dated October 2, 2018 is still pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

- 18.1.9** The Deputy Commissioner Inland Revenue (DCIR) issued a notice dated September 13, 2018 under section 214D of the Income Tax Ordinance, 2001 whereby it requested for audit and furnishing of detail, evidences and information. The Company has submitted its reply in consultation with its tax consultant for dismissing the proceedings initiated under section 214D as the selection of audit was made after the provision of section 214D was omitted via Finance Act, 2018.
- 18.1.10** During the year ended June 30, 2021, the Sindh Revenue Board (SRB) issued a show cause notice on account of short payment of Sindh Sales Tax amounting to Rs. 9.975 million pertaining to tax periods from July 2015 till June 2016. The Assistant Commissioner, SRB vide Order-in-Original No. 966/2021 dated December 13, 2021 raised a demand of Rs. 9.975 million along with a penalty of Rs. 0.499 million. The Company, being aggrieved with the said decision, filed an appeal with Commissioner (Appeals), SRB. The Company also filed for a stay application with the Honourable Sindh High Court (SHC) which was duly granted by SHC on January 17, 2022. The Commissioner (Appeals), SRB vide its order dated February 2, 2022 upheld the demand raised by Assistant Commissioner, SRB. The Company, being aggrieved by the order passed by Commissioner (Appeals), SRB filed an appeal before the Appellate Tribunal, SRB. Subsequent to the year ended June 30, 2022, the Appellate Tribunal, SRB vide an order dated August 10, 2022 upheld the decision of Commissioner (Appeals), SRB. In response to the order of Appellate Tribunal, SRB, the Company had filed an appeal with the SHC. Further, the Company also filed for a stay application with the SHC which has been duly granted by SHC. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.11** On June 20, 2022, a Show Cause Notice (SCN) under section 161(1A) of Income Tax Ordinance, 2001 was issued by Deputy Commissioner Inland Revenue (DCIR) for tax year 2016. On June 27, 2022, DCIR issued an Order under section 161(1) of Income Tax Ordinance, 2001 whereby it created a demand amounting to Rs. 29.078 million on account of short deduction of withholding taxes. Being aggrieved with the said order, the Company filed an appeal with Commissioner Appeals Inland Revenue [CIR(A)]. During the year ended June 30, 2024, CIR(A) vide an order dated August 31, 2023 remanded back the case to the DCIR for re-adjudication. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 18.1.12** During the year June 30, 2023, the Deputy Commissioner Inland Revenue (DCIR) issued Show Cause Notice (SCN) dated January 20, 2023 to recover super tax on high earning persons under section 4C read with section 9 of the Income Tax Ordinance, 2001 claiming that the income of the Company as defined in sub-section (2) of section 4C of the Ordinance is subject to super tax at the rate of 4% and hence, computed the amount of super tax to Rs. 13.142 million against the taxable income of Rs. 328.556 million. In response to the aforesaid SCN, the Company vide its tax advisor, submitted a response to the DCIR whereby the Company was of the view that the super tax under section 4C of the Ordinance is applicable prospectively from tax year 2023 and onwards in light of the judgment of the Honourable Sindh High Court (SHC).
- During the year ended June 30, 2024, the DCIR vide an order dated August 8, 2023 under section 4C passed an order to recover super tax not paid with return. Being aggrieved with the aforesaid order, the Company filed an appeal with the Commissioner Appeals Inland Revenue [(CIR(A)]. CIR(A) upheld the order of DCIR vide an appellate order passed under section 129(1) of the Ordinance dated September 15, 2023. The Company in response to the order passed by CIR(A) paid an amount of Rs. 13.566 million under protest but also filed an appeal with the Appellate Tribunal Inland Revenue (ATIR) against the order passed by CIR(A) which is pending therein.
- 18.1.13** During the year ended June 30, 2023, the Deputy Commissioner Inland Revenue (DCIR) issued Show Cause Notice (SCN) dated October 31, 2022 under section 161(1A) of the Income Tax Ordinance, 2001 whereby the DCIR initiated proceedings regarding monitoring of withholding for tax year 2017. In this regard, the Company through its tax advisor submitted required necessary documents against the said notice. The DCIR then issued an Order under section 161(1) of the Ordinance whereby it created a demand of Rs. 15.121 million along with penalty and default surcharge against short payment of withholding income tax. Being aggrieved by the order of DCIR, the Company filed an appeal with Commissioner Appeals Inland Revenue [CIR(A)]. During the year ended June 30, 2024, CIR(A) vide an order dated August 18, 2023 remanded back certain matters to the DCIR for re-adjudication and decided certain matters in the favour of the Company. No appeal effect order has been initiated in this respect till date. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements.

### **18.2 Commitments**

There were no commitments as at June 30, 2025 and June 30, 2024.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

19	MANAGEMENT AND INVESTMENT ADVISORY FEE	Note	2025	2024
			----- Rupees -----	
	<b>Management fee from collective investment schemes - related parties</b>			
	MCB Cash Management Optimizer		1,037,787,907	306,391,987
	MCB Pakistan Asset Allocation Fund		25,793,189	22,680,207
	MCB DCF Income Fund		408,444,848	202,534,037
	Alhamra Islamic Income Fund		630,625,685	69,543,033
	MCB Pakistan Sovereign Fund		524,293,448	92,502,025
	Pakistan Capital Market Fund		25,591,118	15,396,016
	Pakistan Cash Management Fund		137,083,263	170,623,548
	Pakistan Income Enhancement Fund		298,623,924	67,618,714
	Pakistan Income Fund		43,939,830	27,076,999
	Alhamra Islamic Asset Allocation Fund		67,939,624	50,259,168
	MCB Pakistan Stock Market Fund		531,933,096	182,260,960
	Alhamra Islamic Stock Fund		217,410,939	102,017,036
	Alhamra Islamic Money Market Fund		64,201,957	121,664,182
	Alhamra Daily Dividend Fund		42,244,547	49,411,479
	Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)		80,148	76,087
	Alhamra Wada Fund (Alhamra Wada Plan VII)		298,386	4,781,093
	Alhamra Wada Fund (Alhamra Wada Plan VIII)		1,919,388	2,852,627
	Alhamra Wada Fund (Alhamra Wada Plan IX)		881,532	232,667
	Alhamra Wada Fund (Alhamra Wada Plan X)		958,241	4,689,819
	Alhamra Wada Fund (Alhamra Wada Plan XI)		-	11,854,824
	Alhamra Wada Fund (Alhamra Wada Plan XII)		-	1,568,830
	Alhamra Wada Fund (Alhamra Wada Plan XX)		17,787	-
	Alhamra Wada Fund (Alhamra Wada Plan XVII)		410,245	-
	Alhamra Wada Fund (Alhamra Wada Plan XVIII)		1,811,899	-
	Alhamra Wada Fund (Alhamra Wada Plan XIX)		7,686,573	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)		-	221,159
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)		-	3,666,107
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)		-	14,082,837
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)		-	39,914,301
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)		-	5,996,343
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)		-	14,766,412
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)		12,816,672	20,763,518
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)		2,507,033	5,037,416
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)		16,911,376	15,206,773
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)		5,497,361	1,960,957
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)		-	3,107,919
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)		-	2,873,404
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)		3,742,593	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)		38,576,211	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)		2,096,031	-
	Alhamra Cash Management Optimizer		311,897,333	50,508,963
	MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		28,399,809	8,505,161
	Alhamra Opportunity Fund (Dividend Strategy Plan)		12,412,806	1,785,208
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)		4,220,866	1,431,970
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)		4,338,482	808,114
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III)		15,361	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IV)		10,215,817	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan V)		4,633,803	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VI)		702,223	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VII)		1,017,282	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)		434,509	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)		1,441,395	-
	MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)		669,891	-
	MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II)		6,502,095	-
	MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)		10,210,228	-
	MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV)		15,136,202	-
	MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)		1,631,180	-
	MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)		5,673,737	-
	MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)		1,759,002	-
	MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III)		2,940,026	-
	<b>Balance carried forward</b>		<b>4,576,376,898</b>	<b>1,696,671,900</b>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
----- Rupees -----			
<b>Balance brought forward</b>		4,576,376,898	1,696,671,900
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)		1,373,047	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)		22,446,689	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)		748,706	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)		917,426	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)		342,398	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)		632,455	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)		65,608	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)		48,749,005	21,303
MCB Government Securities Fund (MCB Government Securities Plan I)		164,706,156	-
MCB Investment Savings Fund (MCB Investment Savings Plan I)		53,246,841	-
	19.2	4,869,605,229	1,696,693,203
<b>Management fee from pension schemes - related parties</b>			
Alhamra Islamic Pension Fund		59,580,957	26,253,716
Pakistan Pension Fund		93,943,008	45,979,743
MCB Alhamra KPK Government Employees' Pension Fund		3,635,735	441,823
MCB KPK Government Employees' Pension Fund		609,085	186,699
	19.2 & 19.3	157,768,785	72,861,981
Investment advisory fee from separately managed accounts	19.4	91,038,666	48,061,480
		5,118,412,680	1,817,616,664
Less: Sindh Sales Tax	19.1	(667,619,045)	(209,106,342)
		<u>4,450,793,635</u>	<u>1,608,510,322</u>

**19.1** This pertains to Sindh Sales Tax levied by the Provincial Government of Sindh at the rate of 15% (2024: 13%) through the Sindh Sales Tax on Services Act, 2011.

**19.2** Remuneration for the services rendered by the Management Company has been calculated by applying the following rates on the average annual net assets of the funds determined on a daily basis (unless otherwise stated) in accordance with the provisions of 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 Voluntary Pension System Rules, 2005 (the VPS Rules).

	Note	2025	2024
<b>Open-end Collective Investment Schemes (CISs)</b>			
MCB Cash Management Optimizer	19.2.5	1.02%	-
MCB Pakistan Asset Allocation Fund		3.26%	4.00%
MCB DCF Income Fund		1.79%	1.50%
Alhamra Islamic Income Fund	19.2.1	1.36%	-
MCB Pakistan Sovereign Fund	19.2.2	1.64%	-
Pakistan Capital Market Fund		3.48%	3.35%
Pakistan Cash Management Fund	19.2.3	1.12%	-
Pakistan Income Enhancement Fund	19.2.4	1.66%	-
Pakistan Income Fund	19.2.3	1.64%	-
Alhamra Islamic Asset Allocation Fund		3.48%	3.30%
MCB Pakistan Stock Market Fund		3.48%	2%
Alhamra Islamic Stock Fund		3.43%	2%
Alhamra Islamic Money Market Fund	19.2.6	0.90%	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)		0.04%	-
Alhamra Daily Dividend Fund	19.2.7	1.48%	-
Alhamra Wada Fund (Alhamra Wada Plan VIII) *		2.67%	-
Alhamra Wada Fund (Alhamra Wada Plan IX) *		0.58%	-
Alhamra Wada Fund (Alhamra Wada Plan X) *		6.30%	-
Alhamra Wada Fund (Alhamra Wada Plan XI) *		2.83%	-
Alhamra Wada Fund (Alhamra Wada Plan XVII) **		0.05%	-
Alhamra Wada Fund (Alhamra Wada Plan XVIII) ***		0.09%	-
Alhamra Wada Fund (Alhamra Wada Plan XIX) ***		0.51%	-
Alhamra Wada Fund (Alhamra Wada Plan XX) **		0.05%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)		-	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)		-	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI) *		0.62%	1.75%

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII) *		0.65%	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII) *		0.83%	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX) *		0.27%	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)		-	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)		-	1.75%
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII) ***		0.43%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII) **		0.79%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV) ***		0.17%	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		3.44%	1%
Alhamra Cash Management Optimizer	19.2.5	0.76%	-
Alhamra Opportunity Fund (Dividend Strategy Plan)		2.98%	4%
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I) *		0.85%	1.75%
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II) *		0.78%	1.75%
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III) *		0.02%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IV) ***		0.28%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan V) ***		0.82%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VI) ***		0.13%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VII) ***		0.16%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII) **		0.14%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X) **		0.25%	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I) ***		0.77%	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II) ***		0.20%	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III) **		0.24%	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV) ***		0.20%	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V) ***		0.29%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I) **		0.51%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II) **		0.14%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III) ***		0.22%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV) **		0.31%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V) ***		0.24%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI) **		0.34%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII) **		0.27%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII) **		0.37%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX) **		0.75%	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X) **		0.18%	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)		1.47%	2%
MCB Government Securities Fund (MCB Government Securities Plan I) **		1.36%	-
MCB Investment Savings Fund (MCB Investment Savings Plan I) **		0.95%	-
<b>Voluntary Pension Funds</b>			
Pakistan Pension Fund		1.15% to 1.5%	0.5% to 1.5%
Alhamra Islamic Pension Fund		1.00% to 1.5%	0.5% to 1.5%
MCB Alhamra KPK Government Employees' Pension Fund		0.15% to 0.8%	0.15% to 0.8%
MCB KPK Government Employees' Pension Fund		0.15% to 0.8%	0.15% to 0.8%
<b>Discretionary portfolio</b>			
Separately managed accounts	19.4	0.015% to 1.0%	0.4% to 1.5%

\* These funds have matured during the current year.

\*\* These funds have been launched during the current year.

\*\*\* These funds have been launched and matured during the current year

\*\*\*\* These rates represent average rates after change of mechanism of charging of management fee from September 02, 2024 till June 30, 2025.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

- 19.2.1** Upto 10.40% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.2** Upto 12.63% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.3** Upto 10% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.4** Upto 15% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.5** Upto 7.50% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.6** Upto 10.20% of all gross earnings of the Scheme till September 1, 2024.
- 19.2.7** Upto 7.35% of all gross earnings of the Scheme till September 1, 2024.

**19.3** This includes management fee earned from Shariah Compliant investments amounting to Rs. 1,280.663 million (2024: Rs. 440.674 million) net of Sindh Sales Tax.

**19.4** The Company is also managing portfolio of investors under discretionary and non-discretionary portfolio management agreements. Investment advisory fee from the discretionary portfolio is calculated on daily / monthly basis by charging specified rates to the net asset value of the portfolio as stated in the respective agreements with the clients. In addition, performance fee is charged to some investors based on the contractual rates at the end of the respective mandates. The details of this portfolio are given below:

### Discretionary portfolio

	2025	2024
Number of portfolios	21	31
Total portfolio at cost (in Rupees)	104,842,658,800	85,823,182,247
Total portfolio at market value (in Rupees)	113,247,794,000	94,171,813,832

## 20 SALES LOAD AND OTHER RELATED INCOME Note

### Sales load from collective investment schemes - related parties

	2025	2024
	----- Rupees -----	
MCB DCF Income Fund	139,105,174	125,110,006
MCB Pakistan Asset Allocation Fund	4,312,255	4,471
Alhamra Islamic Money Market Fund	6,909	752,855
MCB Pakistan Sovereign Fund	11,209,750	6,605,509
MCB Pakistan Stock Market Fund	25,149,286	3,141,399
Pakistan Cash Management Fund	155,616	42,325
Pakistan Income Enhancement Fund	6,256,163	11,043,944
Pakistan Income Fund	2,349,252	2,064,505
Alhamra Islamic Income Fund	67,159,607	51,305,767
Alhamra Islamic Stock Fund	4,625,837	1,303,682
Alhamra Islamic Asset Allocation Fund	615,694	399,933
Alhamra Daily Dividend Fund	2,280,909	4,422,006
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	520,002	-
Alhamra Cash Management Optimizer	1,533,857	3,623,647
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	2,711,534	677,130
Alhamra Opportunity Fund (Dividend Strategy Plan)	400,912	392,034
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	7,678,122	-
MCB Government Securities Fund (MCB Government Securities Plan I)	8,414,571	-
	284,485,450	210,889,213

### Sales load from voluntary pension schemes - related parties

Pakistan Pension Fund	5,119,002	2,722,318
Alhamra Islamic Pension Fund	6,284,328	2,846,330
	11,403,330	5,568,648

Less: Sindh Sales Tax	19.1	295,888,780	216,457,861
	20.1	(38,594,189)	(24,902,232)
		257,294,591	191,555,629

### Other related income

Commission income	987,950	83,652
Debit card income	1,284,795	2,099,536
	2,272,745	2,183,188
	259,567,336	193,738,817

**20.1** This includes sales load earned from Shariah Compliant funds under management of the Company amounting to Rs. 79.223 million (2024: Rs. 57.563 million).

## 21 GAIN ON SALE OF INVESTMENTS - NET Note

	2025	2024
	----- Rupees -----	
Gain on sale of Pakistan Investment Bonds (PIBs)	7,607,861	2,042,948
Gain on sale of Market Treasury Bills (MTBs)	18,446,690	1,923,777
	26,054,551	3,966,725

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

22	<b>ADMINISTRATIVE EXPENSES</b>	Note	2025	2024
			----- Rupees -----	
	Salaries, allowances and other benefits		1,027,503,078	620,732,558
	Legal and professional charges		32,496,164	28,571,461
	Shariah advisory fee		1,309,069	1,060,000
	Travelling and conveyance		3,368,304	5,262,660
	Utilities, communication, courier, taxes, etc.		44,080,745	37,650,194
	Repairs and maintenance		95,290,930	80,387,001
	Office supplies		3,984,696	4,823,472
	Directors' meeting fee		8,750,000	8,125,000
	Insurance		5,655,781	4,468,451
	Depreciation	4.1.1	47,035,758	44,825,119
	Amortisation	5.1	10,493,259	13,286,470
	Stamp duty and taxes		113,720	1,304,496
	Registrar fee		1,099,608	1,246,548
	Printing and stationery		5,305,860	9,176,043
	Entertainment expenses		11,250,208	10,026,343
	Fees and subscription		42,358,198	45,091,128
	Telephone expenses		2,720,847	4,650,521
			<u>1,342,816,225</u>	<u>920,687,465</u>
	Reimbursement of expenses from Collective Investment Schemes (CISs)	9.3 & 22.1	<u>(46,296,626)</u>	<u>(142,330,888)</u>
			<u>1,296,519,599</u>	<u>778,356,577</u>
22.1	During the year, the Company has charged allocated expenses to the funds under management for two months from September 20, 2024 to November 14, 2024 and then discontinued charging the expenses to the funds.			
23	<b>SELLING AND DISTRIBUTION EXPENSES</b>	Note	2025	2024
			----- Rupees -----	
	Salaries, allowances and other benefits		313,576,731	238,226,183
	Commission expense		779,598,397	470,062,378
	Marketing and advertising expenses		152,102,656	54,625,096
	Depreciation	4.1.1	17,168,650	14,968,023
	Branch expenses		25,214,624	22,314,469
	Printing and stationery		15,771	1,028,365
			<u>1,287,676,829</u>	<u>801,224,514</u>
	Reimbursement of expenses from Collective Investment Schemes (CISs)	9.4	<u>-</u>	<u>(683,821,849)</u>
			<u>1,287,676,829</u>	<u>117,402,665</u>
24	<b>FINANCIAL COSTS</b>			
	Interest expense on lease liability against right-of-use-assets		10,664,164	14,720,406
	Bank charges		4,889,193	3,394,910
			<u>15,553,357</u>	<u>18,115,316</u>
25	<b>OTHER EXPENSES</b>			
	Sindh Workers' Welfare Fund	17.2	55,668,238	25,949,022
	Auditors' remuneration	25.1	6,804,000	6,076,800
	Reversal against reimbursement of selling and marketing expenses	25.2	-	158,502,581
			<u>62,472,238</u>	<u>190,528,403</u>
25.1	<b>Auditors' remuneration</b>			
	Annual audit fee		3,200,000	3,000,000
	Fee for half yearly review of condensed interim financial statements		1,100,000	500,000
	Fee for other certifications		300,000	250,000
	Fee for other services		1,500,000	1,500,000
	Out of pocket expenses and Sindh Sales Tax		704,000	826,800
			<u>6,804,000</u>	<u>6,076,800</u>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 25.2 Reversal against reimbursement of selling and marketing expenses

During the last year, SECP carried out an inspection of the Company and highlighted, among other matters, the mechanism of chargeability of selling and marketing expenses to the funds under its management and advised certain changes including the allocation of the aforementioned expenses between the funds for the period covered by the SECP. During the year, the Company reimbursed the amount of Rs 158.502 million to the unit holders of the funds.

	Note	2025	2024
		----- Rupees -----	
<b>26 OTHER INCOME</b>			
Interest income on loans to executive		492,389	1,422,845
Gain on disposal of property and equipment		-	31,917
Scrap sales		105,500	-
Others		216	1,164,832
		<u>598,105</u>	<u>2,619,594</u>
<b>27 TAXATION</b>			
Current			
- for the year		954,689,892	392,609,337
- for prior year		15,608,741	18,358,482
		<u>970,298,633</u>	<u>410,967,819</u>
Deferred	15.1	20,006,905	(775,849)
		<u>990,305,538</u>	<u>410,191,970</u>
<b>27.1 Relationship between income tax expense and accounting profit</b>			
Accounting profit before taxation		<u>2,748,676,774</u>	<u>1,271,494,346</u>
Tax rate		<u>29%</u>	<u>29%</u>
Tax on accounting profit at applicable rate		797,116,264	368,733,360
Tax effect of prior years		15,608,741	18,358,482
Tax effect of inadmissible expenses		52,911,844	40,491,313
Tax effect of permanent differences		16,143,789	7,525,216
Tax effect of income taxed at lower rate		(150,625,475)	(128,380,050)
Tax effect of income subject to final tax		(2,249,033)	(3,510,944)
Tax effect of super tax		255,319,449	107,936,798
Others		6,079,959	(962,205)
		<u>990,305,538</u>	<u>410,191,970</u>

### 28 EARNINGS PER SHARE

#### 28.1 Basic

Earnings per share has been computed by dividing profit after taxation for the year by the weighted average number of shares outstanding as at year end as follows:

	2025	2024	
		----- Rupees -----	
Profit for the year after taxation	<u>1,758,371,236</u>	<u>861,302,376</u>	
	<b>(Number of shares)</b>		
Weighted average number of ordinary shares as at June 30	<u>72,000,000</u>	<u>72,000,000</u>	
	----- Rupees -----		
Earnings per share	<u>24.42</u>	<u>11.96</u>	

**28.2** Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at June 30, 2025 and June 30, 2024 which would have any effect on the earnings per share if the option to convert is exercised.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### 29 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties of the Company comprise of MCB Bank Limited (Parent Company), associated companies, staff retirement funds, collective investment and pension schemes managed by the Company, directors and key management personnel and their close family members. Transactions with related parties are entered into at negotiated prices at commercial terms. Remuneration to key management personnel is disclosed in note 30 to the financial statements. The aggregate value of transactions during the year ended June 30, 2025 and outstanding balances as at June 30, 2025 with related parties other than those which have been disclosed elsewhere are as follows:

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
<b>Transactions during the year</b>				
MCB Bank Limited	Parent company with 81.42% shareholding (2024: 81.42% shareholding)	Commission and other expenses paid	286,057,414	259,834,927
		Commission paid against issuance of bachat units	110,750,635	70,334,138
		Profit on savings account	19,825,743	15,041,512
		Branch sharing expenses	1,188,000	1,384,896
		Rent as per rental agreement	9,657,071	9,915,600
		Dividend paid	351,725,610	527,588,415
		Bank charges	289,617	186,226
MCB Islamic Bank Limited	Subsidiary of Parent Company	Profit on savings account	5,334	34,419
		Commission and other expenses	10,044,988	1,055,918
Adamjee Life Assurance Company Limited	Group Company of Parent Company	Investment advisory fee	30,869,651	19,532,865
		Amount paid against insurance	13,069,264	8,620,211
Hyundai Nishat Motor (Private) Limited	Group Company of Parent Company	Purchase of fixed assets	23,524,780	6,479,000
Adamjee Insurance Company Limited	Group Company of Parent Company	Amount paid against insurance	5,655,781	24,388,324
		Dividend paid	32,772,000	49,158,000
		Rent as per rental agreement	34,149,199	30,354,844
		Amount paid against utilities	18,820,123	16,278,645
Mutual Funds Association of Pakistan	Associated Company by virtue of common directorship of Mr. Khawaja Khalil Shah	Amount paid against membership fee	5,767,656	7,021,576
MCB Cash Management Optimizer	Funds under management	Management fee	902,424,267	271,143,351
		Investment in units of funds under management	5,725,295,093	4,126,675,667
		Redemption of units of funds under management	6,026,185,004	4,149,427,258
		Dividend income	90,561	1,199,120
		Reimbursement of allocated expenses	12,062,689	30,006,324
		Reimbursement of selling and marketing expenses	-	165,155,425
MCB DCF Income Fund	Funds under management	Management fee	355,169,433	179,233,661
		Sales load	93,451,658	86,694,189
		Back end load	27,509,362	24,022,630
		Reimbursement of allocated expenses	3,398,237	10,222,352
		Reimbursement of selling and marketing expenses	-	56,989,770
Alhamra Islamic Income Fund	Funds under management	Management fee	548,370,161	61,542,507
		Sales load	55,902,665	39,812,301
		Back end load	2,496,993	5,591,032
		Sharia fee paid on behalf of the Fund	327,276	390,000
		Reimbursement of allocated expenses	9,026,379	7,684,841
		Reimbursement of selling and marketing expenses	-	35,037,853
		Investment in units of funds under management	1,209,720,388	-
		Redemption of units of funds under management	1,217,958,484	6,785,288
		Dividend income	2,111	-

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
----- Rupees -----				
MCB Pakistan Asset Allocation Fund	Funds under management	Management fee	22,428,860	20,070,980
		Sales load	3,749,787	3,957
		Reimbursement of allocated expenses	-	552,737
		Reimbursement of selling and marketing expenses	-	1,710,091
Alhamra Islamic Money Market Fund	Funds under management	Management fee	55,827,789	107,667,418
		Reimbursement of allocated expenses	1,185,025	13,272,225
		Reimbursement of selling and marketing expenses	-	71,878,144
		Sales load	6,008	666,243
		Sharia fee paid on behalf of the Fund	327,276	390,000
		Investment in units of funds under management	1,942	-
		Redemption of units of funds under management	1,942	-
Alhamra Islamic Stock Fund	Funds under management	Management fee	189,052,990	90,280,563
		Sales load	4,022,467	1,153,701
		Reimbursement of allocated expenses	-	3,393,034
		Reimbursement of selling and marketing expenses	-	16,783,018
		Investment in units of funds under management	60,099,793	100,000,000
		Redemption of units of funds under management	60,103,461	121,177,411
		Dividend income	99,793	-
MCB Pakistan Sovereign Fund	Funds under management	Management fee	455,907,346	81,860,199
		Sales load	9,747,609	5,845,583
		Reimbursement of allocated expenses	7,587,726	7,223,384
		Reimbursement of selling and marketing expenses	-	31,832,623
		Investment in units of funds under management	3,823,649,559	2,201,478,572
		Redemption of units of funds under management	4,244,324,466	1,863,671,718
		Dividend income	400,852	3,940,021
MCB Pakistan Stock Market Fund	Funds under management	Management fee	462,550,518	161,292,885
		Sales load	21,868,944	2,779,999
		Reimbursement of allocated expenses	-	6,015,622
		Reimbursement of selling and marketing expenses	-	29,740,368
		Investment in units of funds under management	637,492,061	50,000,000
		Redemption of units of funds under management	439,000,000	54,108,880
		Dividend income	1,460,294	-
Pakistan Capital Market Fund	Funds under management	Management fee	22,253,146	13,624,793
		Reimbursement of allocated expenses	-	374,662
		Reimbursement of selling and marketing expenses	-	1,246,446
Pakistan Cash Management Fund	Funds under management	Management fee	119,202,837	150,994,290
		Reimbursement of allocated expenses	2,205,792	13,016,011
		Reimbursement of selling and marketing expenses	-	74,306,619
		Sales load	135,318	37,456
		Dividend income	10	35,080
		Investment in units of funds under management	10	60,029,818
		Redemption of units of funds under management	10	60,029,818
Pakistan Income Enhancement Fund	Funds under management	Management fee	259,672,977	59,839,570
		Sales load	5,440,142	9,773,402
		Reimbursement of allocated expenses	4,432,135	5,089,468
		Reimbursement of selling and marketing expenses	-	22,210,310

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
----- Rupees -----				
Pakistan Income Fund	Funds under management	Management fee	38,208,548	23,961,946
		Sales load	2,042,828	1,826,996
		Reimbursement of allocated expenses	398,576	2,823,897
		Reimbursement of selling and marketing expenses	-	12,777,170
		Dividend income	7,443	-
		Investment in units of funds under management	7,443	-
		Redemption of units of funds under management	7,545	-
Alhamra Islamic Asset Allocation Fund	Funds under management	Management fee	59,077,934	44,477,140
		Sales load	501,521	266,359
		Back end load	33,865	87,564
		Reimbursement of allocated expenses	-	1,232,796
		Reimbursement of selling and marketing expenses	-	3,899,676
		Sharia fee paid on behalf of the Fund	327,276	390,000
Alhamra Islamic Pension Fund	Funds under management	Management fee	51,809,528	23,233,377
		Sales load	5,464,633	2,518,876
		Redemption of units of funds under management	-	105,000,000
Pakistan Pension Fund	Funds under management	Management fee	81,689,572	40,690,038
		Sales load	4,451,306	2,409,131
		Redemption of units of funds under management	-	98,500,000
MCB Alhamra KPK Government Employees' Pension Fund	Funds under management	Management fee	3,161,509	390,994
		Investment in units of funds under management	-	31,500,000
MCB KPK Government Employees' Pension Fund	Funds under management	Management fee	529,639	165,220
		Investment in units of funds under management	-	31,500,000
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Funds under management	Management fee	69,694	67,334
		Reimbursement of allocated expenses	-	29,170
		Investment in units of funds under management	-	11,415,785
		Dividend income	-	13,430,335
		Sales load	452,176	-
Alhamra Daily Dividend Fund	Funds under management	Management fee	36,734,389	43,726,973
		Dividend income	3,787	-
		Investment in units of funds under management	3,787	-
		Redemption of units of funds under management	5,728	-
		Reimbursement of allocated expenses	464,666	6,809,429
		Reimbursement of selling and marketing expenses	-	35,559,229
		Bank charges paid on behalf of the Fund	435,197	435,452
		Sales load	1,983,399	3,913,280
Alhamra Wada Fund (Alhamra Wada Plan VII)	Funds under management	Management fee	259,466	4,231,056
		Dividend income	-	677
		Investment in units of funds under management	-	16,522,515
		Redemption of units of funds under management	-	160,916,244
		Reimbursement of allocated expenses	-	2,636,265
		Reimbursement of selling and marketing expenses	-	26,874,441
Alhamra Wada Fund (Alhamra Wada Plan VIII)	Funds under management	Management fee	1,669,033	2,524,449
		Reimbursement of allocated expenses	-	324,867
		Reimbursement of selling and marketing expenses	-	830,384

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
----- Rupees -----				
Alhamra Wada Fund (Alhamra Wada Plan IX)	Funds under management	Management fee	766,550	205,900
		Reimbursement of allocated expenses	-	47,757
		Reimbursement of selling and marketing expenses	-	167,879
Alhamra Wada Fund (Alhamra Wada Plan X)	Funds under management	Management fee	833,253	4,150,282
		Reimbursement of allocated expenses	-	584,111
		Reimbursement of selling and marketing expenses	-	3,065,000
Alhamra Wada Fund (Alhamra Wada Plan XI)	Funds under management	Management fee	-	10,490,995
		Reimbursement of allocated expenses	-	598,555
		Reimbursement of selling and marketing expenses	-	6,569,613
Alhamra Wada Fund (Alhamra Wada Plan XII)	Funds under management	Management fee	-	1,388,345
		Reimbursement of allocated expenses	-	209,631
		Reimbursement of selling and marketing expenses	-	883,615
Alhamra Wada Fund (Alhamra Wada Plan XVII)	Funds under management	Management fee	356,735	-
		Investment in units of funds under management	10,226,909	-
		Dividend income	283,367	-
Alhamra Wada Fund (Alhamra Wada Plan XVIII)	Funds under management	Management fee	1,575,564	-
		Investment in units of funds under management	15,331,711	-
		Redemption of units of funds under management	15,331,711	-
		Dividend income	437,460	-
Alhamra Wada Fund (Alhamra Wada Plan XIX)	Funds under management	Management fee	6,683,977	-
		Investment in units of funds under management	10,209,774	-
		Redemption of units of funds under management	10,209,774	-
		Dividend income	262,390	-
Alhamra Wada Fund (Alhamra Wada Plan XX)	Funds under management	Management fee	15,467	-
		Investment in units of funds under management	10,000,000	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Funds under management	Management fee	-	195,716
		Reimbursement of allocated expenses	-	147,961
		Investment in units of funds under management	-	5,094,261
		Redemption of units of funds under management	-	16,398,743
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	Funds under management	Management fee	-	3,244,342
		Reimbursement of allocated expenses	-	2,159,847
		Reimbursement of selling and marketing expenses	-	502,287
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	Funds under management	Management fee	-	12,462,688
		Reimbursement of allocated expenses	-	6,234,653
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	Funds under management	Management fee	-	35,322,390
		Reimbursement of allocated expenses	-	6,621,581
		Reimbursement of selling and marketing expenses	-	14,475,760
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	Funds under management	Management fee	-	5,306,498
		Reimbursement of allocated expenses	-	2,421,979
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)	Funds under management	Management fee	-	13,067,621
		Reimbursement of allocated expenses	-	627,865
		Reimbursement of selling and marketing expenses	-	2,720,419

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	Funds under management	Management fee	11,144,932	18,374,795
		Reimbursement of allocated expenses	-	1,420,374
		Reimbursement of selling and marketing expenses	-	15,299,221
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	Funds under management	Management fee	2,180,029	4,457,890
		Reimbursement of allocated expenses	-	253,697
		Reimbursement of selling and marketing expenses	-	2,636,468
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	Funds under management	Management fee	14,705,544	13,457,321
		Reimbursement of allocated expenses	-	852,972
		Reimbursement of selling and marketing expenses	-	7,524,411
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Funds under management	Management fee	4,780,314	1,735,360
		Dividend income	-	695,540
		Investment in units of funds under management	-	10,591,209
		Redemption of units of funds under management	11,183,347	-
		Reimbursement of allocated expenses	-	916,645
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	Funds under management	Management fee	-	2,750,371
		Dividend income	-	463,819
		Investment in units of funds under management	-	10,398,963
		Redemption of units of funds under management	-	10,398,963
		Reimbursement of allocated expenses	-	305,622
		Reimbursement of selling and marketing expenses	-	1,726,386
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	Funds under management	Management fee	-	2,542,835
		Reimbursement of allocated expenses	-	317,987
		Reimbursement of selling and marketing expenses	-	1,421,453
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)	Funds under management	Management fee	3,254,429	-
		Investment in units of funds under management	10,533,802	-
		Redemption of units of funds under management	10,533,802	-
		Dividend income	710,857	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)	Funds under management	Management fee	33,544,531	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)	Funds under management	Management fee	1,822,636	-
		Investment in units of funds under management	10,188,581	-
		Redemption of units of funds under management	10,188,581	-
		Dividend income	248,662	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Funds under management	Management fee	24,695,486	7,526,691
		Dividend income	-	5,289,819
		Sales load	2,357,856	599,230
		Reimbursement of allocated expenses	-	210,991
		Reimbursement of selling and marketing expenses	-	940,793
		Investment in units of funds under management	130,000,000	79,498,910
		Redemption of units of funds under management	150,195,209	194,587,217
Alhamra Cash Management Optimizer	Funds under management	Management fee	271,215,072	44,698,197
		Reimbursement of allocated expenses	5,126,975	7,349,174
		Reimbursement of selling and marketing expenses	-	37,842,942
		Sales load	1,333,789	3,206,767
		Investment in units of funds under management	944,608,462	213,312,012
		Redemption of units of funds under management	682,359,159	224,539,209
		Dividend income	549,277	20,828
		Sharia fee paid on behalf of the fund	327,276	-

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
Alhamra Opportunity Fund (Dividend Strategy Plan)	Funds under management	Management fee	10,793,744	1,579,830
		Reimbursement of allocated expenses	-	42,134
		Reimbursement of selling and marketing expenses	-	184,823
		Sales load	348,619	346,933
		Investment in units of funds under management	-	20,002,490
		Redemption of units of funds under management	-	21,656,076
		Dividend income	-	2,930
		Sharia fee paid on behalf of the fund	327,276	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	Funds under management	Management fee	3,670,318	1,267,230
		Reimbursement of allocated expenses	-	178,411
		Reimbursement of selling and marketing expenses	-	626,461
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	Funds under management	Management fee	3,772,593	715,145
		Reimbursement of allocated expenses	-	120,033
		Reimbursement of selling and marketing expenses	-	401,269
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III)	Funds under management	Management fee	13,357	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IV)	Funds under management	Management fee	8,883,319	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan V)	Funds under management	Management fee	4,029,394	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VI)	Funds under management	Management fee	610,629	-
		Investment in units of funds under management	10,863,587	-
		Redemption of units of funds under management	10,863,587	-
		Dividend income	1,151,450	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VII)	Funds under management	Management fee	884,593	-
		Investment in units of funds under management	10,188,533	-
		Redemption of units of funds under management	10,188,533	-
		Dividend income	251,331	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	Funds under management	Management fee	377,834	-
		Investment in units of funds under management	10,233,383	-
		Dividend income	310,476	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IX)	Funds under management	Investment in units of funds under management	10,187,050	-
		Dividend income	249,400	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	Funds under management	Management fee	1,253,387	-
		Investment in units of funds under management	10,136,414	-
		Dividend income	180,005	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)	Funds under management	Management fee	582,514	-
		Investment in units of funds under management	107,869,251	-
		Redemption of units of funds under management	107,869,251	-
		Dividend income	10,492,334	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II)	Funds under management	Management fee	5,653,996	-

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)	Funds under management	Management fee	8,878,459	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV)	Funds under management	Management fee	13,161,915	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)	Funds under management	Management fee	1,418,417	-
		Investment in units of funds under management	10,842,295	-
		Redemption of units of funds under management	10,842,295	-
		Dividend income	1,123,060	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)	Funds under management	Management fee	4,933,684	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)	Funds under management	Management fee	1,529,567	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III)	Funds under management	Management fee	2,556,544	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)	Funds under management	Management fee	1,193,954	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)	Funds under management	Management fee	19,518,860	-
		Investment in units of funds under management	10,465,300	-
		Redemption of units of funds under management	10,465,300	-
		Dividend income	620,400	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	Funds under management	Management fee	651,049	-
		Investment in units of funds under management	10,064,069	-
		Dividend income	113,007	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	Funds under management	Management fee	797,762	-
		Investment in units of funds under management	10,000,000	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	Funds under management	Management fee	297,737	-
		Investment in units of funds under management	10,000,000	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	Funds under management	Management fee	549,961	-
		Investment in units of funds under management	10,000,000	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	Funds under management	Management fee	57,050	-
		Investment in units of funds under management	10,000,000	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Funds under management	Management fee	42,390,439	18,852
		Reimbursement of allocated expenses	247,677	1,824
		Reimbursement of selling and marketing expenses	-	1,482
		Investment in units of funds under management	50,212	50,000,000
		Redemption of units of funds under management	50,995,010	-
		Sales load	6,676,628	-
		Dividend income	66,950	-
		Sharia fee paid on behalf of the fund	327,276	-
MCB Government Securities Fund (MCB Government Securities Plan I)	Funds under management	Management fee	143,222,744	-
		Sales load	7,317,018	-
		Investment in units of funds under management	805,113,953	-
		Redemption of units of funds under management	107,765,786	-
		Dividend income	69,800	-

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
MCB Investment Savings Fund (MCB Investment Savings Plan I)	Funds under management	Management fee	46,301,601	-
		Reimbursement of allocated expenses	160,749	-
		Investment in units of funds under management	11,229,078	-
		Dividend income	1,638,771	-
Muhammad Saqib Saleem	Ex-Chief Executive Officer	Loan repaid during the year	-	10,962,158
		Interest income on loan	-	751,891
		Proceeds from disposal of fixed assets	-	87,771
<b>Amount outstanding as at year end</b>				
MCB Bank Limited	Parent company with 81.42% shareholding (2024: 81.42% shareholding)	Bank balances	53,779,860	17,989,102
		Other payable	8,342,836	7,084,138
		Commission payable	60,011,593	61,912,722
MCB Islamic Bank Limited	Subsidiary of the Parent Company	Bank balances	35	391,224
		Accrued profit on savings account	45	2,656
		Commission payable	3,579,709	222,244
Adamjee Life Assurance Company Limited	Group Company of Parent Company	Advisory fee receivable	806,351	339,000
		Prepaid insurance	3,507,864	1,742,822
		Other payable	3,000,000	1,740,757
Adamjee Insurance Company Limited	Group Company of Parent Company	Prepaid insurance	26,700,326	12,502,263
		Maintenance payable	1,500,000	-
Mutual Funds Association of Pakistan	Associated Company by virtue of common directorship of Mr. Khawaja Khalil Shah	Investment in shares	265,000	265,000
MCB DCF Income Fund	Funds under management	Remuneration receivable	31,222,385	21,386,195
		Sales load receivable	1,379,356	12,339,739
		Receivable against reimbursement of allocated expenses	-	1,009,378
		Receivable against selling and marketing expenses	-	11,427,626
		Back end load receivable	3,710,376	1,709,922
		Federal excise duty on remuneration	99,060,437	99,060,437
		Federal excise duty on sales load	27,932,990	27,932,990
MCB Pakistan Asset Allocation Fund	Funds under management	Remuneration receivable	2,363,482	1,946,126
		Sales load receivable	183,914	109
		Receivable against reimbursement of allocated expenses	-	43,884
		Receivable against selling and marketing expenses	-	532,404
		Federal excise duty on remuneration	19,027,350	19,027,350
		Federal excise duty on sales load	16,172,955	16,172,955
MCB Cash Management Optimizer	Funds under management	Remuneration receivable	91,418,145	30,005,156
		Receivable against reimbursement of allocated expenses	-	2,722,229
		Receivable against selling and marketing expenses	-	29,014,891
		Federal excise duty on remuneration	54,266,812	54,266,812
		Federal excise duty on sales load	18,788	18,788
		Investment held in units of funds under management	128,334,550	382,269,033
Alhamra Islamic Income Fund	Funds under management	Remuneration receivable	42,605,909	7,385,657
		Sales load receivable	2,243,876	3,103,420
		Back end load receivable	1,103,660	128,545
		Receivable against reimbursement of allocated expenses	-	798,607
		Receivable against selling and marketing expenses	-	9,194,276
		Receivable against shariah advisor fee	31,364	30,000
		Federal excise duty on remuneration	8,639,183	8,639,183
		Federal excise duty on sales load	3,028,386	3,028,386

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
----- Rupees -----				
MCB Pakistan Stock Market Fund	Funds under management	Remuneration receivable	59,501,840	20,395,246
		Sales load receivable	926,292	331,789
		Receivable against reimbursement of allocated expenses	-	459,583
		Receivable against selling and marketing expenses	-	5,233,386
		Federal excise duty on remuneration	54,773,935	54,773,935
		Federal excise duty on sales load	3,932,683	3,932,683
		Investment held in units of funds under management	292,383,884	-
Pakistan Income Fund	Funds under management	Remuneration receivable	4,073,113	1,807,082
		Sales load receivable	-	22,098
		Receivable against reimbursement of allocated expenses	-	132,783
		Receivable against selling and marketing expenses	-	1,621,908
		Federal excise duty on remuneration	9,210,245	9,210,245
		Federal excise duty on sales load	239,199	239,199
MCB Pakistan Sovereign Fund	Funds under management	Remuneration receivable	41,670,929	10,324,654
		Sales load receivable	755,829	720,031
		Receivable against reimbursement of allocated expenses	-	664,396
		Receivable against selling and marketing expenses	-	7,215,071
		Federal excise duty on remuneration	29,027,974	29,027,974
		Federal excise duty on sales load	4,169,840	4,169,840
		Investment held in units of funds under management	-	354,946,966
Pakistan Capital Market Fund	Funds under management	Remuneration receivable	2,402,929	1,501,110
		Sales load receivable	168	167
		Receivable against reimbursement of allocated expenses	-	33,833
		Receivable against selling and marketing expenses	-	388,562
		Federal excise duty on remuneration	5,872,250	5,872,250
		Federal excise duty on sales load	392,742	392,742
Alhamra Islamic Stock Fund	Funds under management	Remuneration receivable	19,658,534	11,349,473
		Sales load receivable	730,899	109,627
		Receivable against reimbursement of allocated expenses	-	255,785
		Receivable against selling and marketing expenses	-	2,816,057
		Receivable against shariah advisor fee	31,364	30,000
		Federal excise duty on remuneration	5,689,242	5,689,242
		Federal excise duty on sales load	124,913	124,913
Pakistan Pension Fund	Funds under management	Remuneration receivable	9,267,494	5,234,799
		Sales load receivable	2,346,544	240,358
		Investment held in units of funds under management	544,300,134	397,260,260
		Federal excise duty on remuneration	5,976,465	5,976,465
Alhamra Islamic Asset Allocation Fund	Funds under management	Remuneration receivable	6,331,484	4,437,463
		Sales load receivable	2,518	80
		Receivable against reimbursement of allocated expenses	-	100,046
		Receivable against selling and marketing expenses	-	1,170,729
		Receivable against shariah advisor fee	31,364	30,000
		Federal excise duty on remuneration	5,910,300	5,910,300
Alhamra Islamic Pension Fund	Funds under management	Remuneration receivable	6,440,148	2,945,281
		Sales load receivable	202,207	212,555
		Investment held in units of funds under management	564,793,023	400,343,021
		Federal excise duty on remuneration	3,030,332	3,030,332

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			Rupees	
Pakistan Sarmaya Mahfooz Fund	Funds under management	Federal excise duty on remuneration	1,960,082	1,960,082
		Federal excise duty on sales load	2,307,278	2,307,278
Pakistan Cash Management Fund	Funds under management	Remuneration receivable	25,863,763	18,501,702
		Sales load receivable	-	11,257
		Receivable against reimbursement of allocated expenses	-	1,457,814
		Receivable against selling and marketing expenses	-	17,183,810
		Federal excise duty on remuneration	11,932,884	11,932,884
Pakistan Income Enhancement Fund	Funds under management	Remuneration receivable	17,270,078	6,437,370
		Sales load receivable	925,822	109,287
		Receivable against reimbursement of allocated expenses	-	404,637
		Receivable against selling and marketing expenses	-	4,933,502
		Federal excise duty on remuneration	16,589,808	16,589,808
		Federal excise duty on sales load	4,746,222	4,746,222
Alhamra Islamic Money Market Fund	Funds under management	Remuneration receivable	9,318,047	10,459,474
		Sales load receivable	5,083	30,068
		Receivable against reimbursement of allocated expenses	-	1,316,115
		Receivable against selling and marketing expenses	-	15,222,232
		Receivable against shariah advisor fee	31,364	30,000
		Federal excise duty on remuneration	840,741	840,741
		Federal excise duty on sales load	3,584,949	3,584,949
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Funds under management	Remuneration receivable	9,506	5,683
		Investment held in units of funds under management	155,542,566	125,112,483
Alhamra Daily Dividend Fund	Funds under management	Remuneration receivable	6,121,053	8,923,025
		Payable against bank charges	40,945	43,149
		Receivable against reimbursement of allocated expenses	-	1,005,795
		Receivable against selling and marketing expenses	-	13,204,332
		Sales load receivable	63,635	34,551
Alhamra Wada Fund (Alhamra Wada Plan VII)	Funds under management	Receivable against selling and marketing expenses	-	13,863,443
Alhamra Wada Fund (Alhamra Wada Plan VIII)	Funds under management	Remuneration receivable	-	960,874
		Receivable against reimbursement of allocated expenses	-	63,471
		Receivable against selling and marketing expenses	-	528,201
Alhamra Wada Fund (Alhamra Wada Plan IX)	Funds under management	Remuneration receivable	-	232,667
		Receivable against reimbursement of allocated expenses	-	47,757
		Receivable against selling and marketing expenses	-	167,878
		Other receivable	-	100,000
Alhamra Wada Fund (Alhamra Wada Plan X)	Funds under management	Remuneration receivable	2,254,476	1,348,252
		Receivable against reimbursement of allocated expenses	-	236,302
		Receivable against selling and marketing expenses	-	1,999,026
Alhamra Wada Fund (Alhamra Wada Plan XI)	Funds under management	Remuneration receivable	886,580	4,360,507
		Receivable against reimbursement of allocated expenses	-	496,310
		Receivable against selling and marketing expenses	-	4,188,234

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
Alhamra Wada Fund (Alhamra Wada Plan XII)	Funds under management	Remuneration receivable	-	1,522,067
		Receivable against reimbursement of allocated expenses	-	198,366
		Receivable against selling and marketing expenses	-	883,614
Alhamra Wada Fund (Alhamra Wada Plan XVII)	Funds under management	Remuneration receivable	410,245	-
		Investment held in units of funds under management	10,226,981	-
Alhamra Wada Fund (Alhamra Wada Plan XVIII)	Funds under management	Remuneration receivable	1,811,899	-
Alhamra Wada Fund (Alhamra Wada Plan XIX)	Funds under management	Remuneration receivable	7,686,572	-
Alhamra Wada Fund (Alhamra Wada Plan XX)	Funds under management	Remuneration receivable	17,787	-
		Investment held in units of funds under management	10,016,430	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	Funds under management	Remuneration receivable	-	325,494
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	Funds under management	Receivable against reimbursement of allocated expenses	-	225,454
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	Funds under management	Receivable against reimbursement of allocated expenses	-	1,430,256
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	Funds under management	Receivable against reimbursement of allocated expenses	-	717,625
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	Funds under management	Remuneration receivable	-	7,473,740
		Receivable against reimbursement of allocated expenses	-	1,133,518
		Receivable against selling and marketing expenses	-	9,330,887
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	Funds under management	Receivable against reimbursement of allocated expenses	-	1,425,652
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	Funds under management	Remuneration receivable	-	8,287,712
		Receivable against reimbursement of allocated expenses	-	1,207,732
		Receivable against selling and marketing expenses	-	9,837,873
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	Funds under management	Remuneration receivable	-	2,100,750
		Receivable against reimbursement of allocated expenses	-	208,230
		Receivable against selling and marketing expenses	-	1,752,488
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	Funds under management	Remuneration receivable	-	7,837,594
		Receivable against reimbursement of allocated expenses	-	790,465
		Receivable against selling and marketing expenses	-	6,229,253

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Funds under management	Remuneration receivable	1,957,723	1,407,280
		Receivable against reimbursement of allocated expenses	-	624,285
		Investment held in units of funds under management	-	10,608,219
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	Funds under management	Receivable against selling and marketing expenses	-	1,766,387
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	Funds under management	Remuneration receivable	-	2,794,304
		Receivable against reimbursement of allocated expenses	-	342,987
		Receivable against selling and marketing expenses	-	1,466,452
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXII)	Funds under management	Remuneration receivable	931,949	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIII)	Funds under management	Remuneration receivable	25,292,123	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXIV)	Funds under management	Remuneration receivable	2,096,032	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Funds under management	Remuneration receivable	2,790,134	956,508
		Sales load receivable	101,071	-
		Receivable against reimbursement of allocated expenses	-	21,602
		Receivable against selling and marketing expenses	-	349,902
Alhamra Cash Management Optimizer	Funds under management	Remuneration receivable	23,999,649	8,083,104
		Sales load receivable	578,537	802,978
		Receivable against shariah advisor fee	31,364	30,000
		Receivable against reimbursement of allocated expenses	-	1,138,414
		Receivable against selling and marketing expenses	-	14,202,208
		Investment held in units of funds under management	265,108,673	-
Alhamra Opportunity Fund (Dividend Strategy Plan)	Funds under management	Remuneration receivable	1,921,817	524,617
		Sales load receivable	3	235,772
		Receivable against reimbursement of allocated expenses	-	11,808
		Receivable against selling and marketing expenses	-	126,453
		Receivable against shariah advisor fee	31,364	30,000
		Other receivable	100,000	100,000
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	Funds under management	Remuneration receivable	-	1,431,969
		Receivable against reimbursement of allocated expenses	-	178,411
		Receivable against selling and marketing expenses	-	626,461
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	Funds under management	Remuneration receivable	-	808,114
		Receivable against reimbursement of allocated expenses	-	120,033
		Receivable against selling and marketing expenses	-	401,268

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
			----- Rupees -----	
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan VIII)	Funds under management	Remuneration receivable	434,510	-
		Investment held in units of funds under management	10,286,208	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan IX)	Funds under management	Investment held in units of funds under management	10,203,421	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan X)	Funds under management	Remuneration receivable	1,441,396	-
		Receivable against reimbursement of allocated expenses	-	-
		Investment held in units of funds under management	10,203,386	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan I)	Funds under management	Remuneration receivable	669,891	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan II)	Funds under management	Remuneration receivable	218,033	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan III)	Funds under management	Remuneration receivable	4,797,746	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan IV)	Funds under management	Remuneration receivable	2,505,704	-
MCB DCF Fixed Return Fund II (MCB DCF Fixed Return II Plan V)	Funds under management	Remuneration receivable	254,043	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan I)	Funds under management	Remuneration receivable	1,931,733	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan II)	Funds under management	Remuneration receivable	657,577	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan III)	Funds under management	Remuneration receivable	1,521,349	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IV)	Funds under management	Remuneration receivable	652,580	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan V)	Funds under management	Remuneration receivable	734,064	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VI)	Funds under management	Remuneration receivable	748,707	-
		Investment held in units of funds under management	10,100,944	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VII)	Funds under management	Remuneration receivable	917,426	-
		Investment held in units of funds under management	10,036,940	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan VIII)	Funds under management	Remuneration receivable	342,398	-
		Investment held in units of funds under management	10,039,210	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan IX)	Funds under management	Remuneration receivable	632,455	-
		Investment held in units of funds under management	10,041,280	-
MCB DCF Fixed Return Fund III (MCB DCF Fixed Return III Plan X)	Funds under management	Remuneration receivable	65,608	-
		Investment held in units of funds under management	10,045,500	-
MCB Alhamra KPK Government Employees' Pension Fund	Funds under management	Remuneration receivable	425,035	117,423
		Investment held in units of funds under management	39,748,649	34,973,994

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2025	June 30, 2024
----- Rupees -----				
MCB KPK Government Employees' Pension Fund	Funds under management	Remuneration receivable	63,130	32,360
		Investment held in units of funds under management	40,369,108	35,105,884
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Funds under management	Remuneration receivable	4,716,778	21,303
		Receivable against reimbursement of allocated expenses	-	1,824
		Receivable against selling and marketing expenses	-	1,482
		Other receivable	100,000	100,000
		Receivable against shariah advisor fee	31,364	-
		Investment held in units of funds under management	-	50,066,950
		Sales load receivable	3,085,409	-
MCB Government Securities Fund (MCB Government Securities Plan I)	Funds under management	Remuneration receivable	47,824,767	-
		Sales load receivable	7,790,525	-
		Investment held in units of funds under management	707,564,301	-
MCB Investment Savings Fund (MCB Investment Savings Plan I)	Funds under management	Remuneration receivable	14,313,214	-
		Receivable against reimbursement of allocated expenses	184,863	-
		Investment held in units of funds under management	11,257,274	-

### 30 REMUNERATION OF DIRECTORS, CHIEF EXECUTIVE OFFICER AND EXECUTIVES

	Chief Executive Officer		Directors		Executives	
	2025	2024	2025	2024	2025	2024
----- Rupees -----						
Managerial remuneration	20,363,640	18,782,587	-	-	163,844,058	117,772,070
Bonus	25,000,000	17,600,000	-	-	105,899,287	64,278,882
Retirement benefits	1,756,872	1,158,291	-	-	12,440,026	9,544,982
Rent and house maintenance	9,163,635	8,209,856	-	-	64,987,986	51,044,810
Utilities	2,036,367	1,824,413	-	-	14,441,804	11,343,326
Medical	2,036,358	1,824,409	-	-	14,441,656	11,343,302
Car allowance	14,371,572	14,270,251	-	-	151,462,469	114,541,419
Meeting fee	-	-	8,750,000	8,125,000	-	-
Others	1,256,803	1,212,132	-	-	11,107,158	10,742,446
	<u>75,985,247</u>	<u>64,881,939</u>	<u>8,750,000</u>	<u>8,125,000</u>	<u>538,624,444</u>	<u>390,611,237</u>
Number of person(s)	<u>1</u>	<u>2*</u>	<u>7</u>	<u>7</u>	<u>51</u>	<u>39</u>

\* Mr. Muhammad Saqib Saleem resigned as Chief Executive Officer during the year ended June 30, 2024 and Mr. Khawaja Khalil Shah was appointed in his place.

30.1 'Executive' means an employee other than the Chief Executive and directors, whose basic salary exceeds Rs. 1,200,000 in a financial year.

### 31 DEFINED CONTRIBUTION PLAN

31.1 The Company operates an approved contributory provident fund for all its permanent employees to which equal monthly contributions are made both by the Company and the employees at the rate of 8.33% of basic salary. The financial statements of the fund are separately prepared and audited and are not included as part of these financial statements. The Fund is maintained by the Trustees and all decisions regarding investments and distribution of income etc. are made by the Trustees independent of the Company.

During the year, an amount of Rs. 24.259 million (2024: Rs. 19.103 million) has been charged to the statement of profit or loss in respect of the Company's contributions to the employees provident fund.

31.2 Investments out of the provident fund have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the rules formulated for this purpose.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

<b>32</b>	<b>NUMBER OF EMPLOYEES</b>	<b>2025</b>	<b>2024</b>
	<b>Number of employees at June 30</b>		
	- Permanent	278	226
	- Probation	23	35
	- Contractual	17	22
	<b>Average number of employees during the year</b>		
	- Permanent	258	222
	- Probation	26	28
	- Contractual	17	18

### 33 OPERATING SEGMENTS

The Company functions as a single operating segment. The income derived from the management fee of open-ended collective investment schemes and voluntary pension schemes and income derived from investment advisory fee from separately managed accounts constituted 98.22% and 1.78% (2024: 97.36% and 2.64%) respectively of the total income earned from management and investment advisory fee during the year.

### 34 SHARIAH COMPLIANT BALANCES

	Note	2025			2024		
		Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
<b>Statement of Financial Position</b>							
-----Rupees-----							
<b>Assets</b>							
	6	1,805,166,139	1,045,436,321	2,850,602,460	1,180,190,362	610,496,448	1,790,686,810
		250,000	-	250,000	250,000	-	250,000
	9	784,764,149	175,034,786	959,798,934	658,757,879	183,037,119	841,794,998
		454,982,500	-	454,982,500	-	-	-
	13	111,929,007	35	111,929,042	33,286,510	391,224	33,677,734
<b>Statement of Profit or Loss</b>							
	19	3,170,130,342	1,280,663,293	4,450,793,635	1,167,836,112	440,674,211	1,608,510,322
	20	178,071,829	79,222,763	257,294,591	133,992,573	57,563,057	191,555,629
		20,739,356	5,334	20,744,690	16,098,061	34,419	16,132,480
		27,082,492	-	27,082,492	18,989,544	-	18,989,544
		3,351,000	-	3,351,000	-	-	-
	6	409,347,746	213,359,242	622,706,988	289,617,084	242,322,741	531,939,825

\* Nil due to rounding off

### 35 FINANCIAL INSTRUMENTS BY CATEGORY

	2025		
	At amortised cost	At fair value through profit or loss	Total
-----Rupees-----			
<b>Financial assets</b>			
Long term deposits	9,636,103	-	9,636,103
Receivable from funds under management - related parties	560,164,438	-	560,164,438
Loans and advances	14,395,414	-	14,395,414
Other receivables	62,874,437	-	62,874,437
Long term investments	-	265,000	265,000
Short term investments	-	454,982,500	454,982,500
Cash and bank balances	111,934,031	-	111,934,031
	759,004,423	455,247,500	1,214,251,923
<b>Financial liabilities</b>			
Lease liability against right-of-use assets	64,451,382	-	64,451,382
Unclaimed dividend	6,302,927	-	6,302,927
Trade and other payables	851,695,986	-	851,695,986
	922,450,295	-	922,450,295

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	2024		
	At amortised cost	At fair value through profit or loss	Total
	Rupees		
<b>Financial assets</b>			
Long term deposits	6,646,103	-	6,646,103
Receivable from funds under management - related parties	442,160,500	-	442,160,500
Loans and advances	15,256,812	-	15,256,812
Other receivables	45,274,409	-	45,274,409
Long term investments	-	265,000	265,000
Short term investments	-	-	-
Cash and bank balances	33,682,822	-	33,682,822
	<u>543,020,646</u>	<u>265,000</u>	<u>543,285,646</u>
<b>Financial liabilities</b>			
Lease liability against right-of-use assets	73,463,056	-	73,463,056
Unclaimed dividend	6,028,302	-	6,028,302
Trade and other payables	576,482,509	-	576,482,509
	<u>655,973,867</u>	<u>-</u>	<u>655,973,867</u>

### 36 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

#### 36.1 Financial risk factors

The Company is exposed to the following in respect of financial instruments:

- Credit risk;
- Liquidity risk;
- Market risk; and
- Operational risk.

The Board of Directors (the Board) of the Company has the overall responsibility for establishment and oversight of the Company's risk management framework. To assist the Board in discharging its oversight responsibility, the management has been made responsible for identifying, monitoring and managing the Company's financial risk exposure. The Company's overall risk management program focuses on the unpredictability of financial markets and seek to minimize potential adverse effects on the Company's financial performance.

#### 36.2 Credit risk

Credit risk is a risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss, without taking into account the fair value of any collateral. Concentration of credit risk arises when a number of financial instruments or contracts are entered into with same party, or when counter parties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly effected by change in economics, political or other conditions. Concentration of credit risk indicates the relative sensitivity of the Company's performance to developments affecting a particular industry.

#### Receivable from funds under management

The latest available ratings of the Funds in which the investments are made or from which amounts are receivable as at June 30, 2025 and June 30, 2024 are as follows:

Fund name	2025	2024	Rating agency
MCB Cash Management Optimizer	AA+(f)	AA+(f)	PACRA
MCB DCF Income Fund	AA-(f)	AA-(f)	PACRA
Alhamra Islamic Income Fund	AA(f)	AA-(f)	PACRA
MCB Pakistan Sovereign Fund	AA-(f)	AA-(f)	PACRA
Pakistan Cash Management Fund	AA+(f)	AA+(f)	PACRA
Pakistan Income Enhancement Fund	A+(f)	A+(f)	PACRA
Pakistan Income Fund	AA(f)	AA-(f)	PACRA
Alhamra Cash Management Optimizer	AA(f)	AA+(f)	PACRA
Alhamra Islamic Money Market Fund	AA+(f)	AA+(f)	PACRA
Alhamra Daily Dividend Fund	AA-(f)	AA-(f)	PACRA
Alhamra Wada Fund	AA+(f)	AA(f)	PACRA
MCB Pakistan Fixed Return Fund	AAA(f)	AA+(f)	PACRA
MCB DCF Fixed Return Fund	AAA(f)	AA+(f)	PACRA
Alhamra Government Securities Fund	AA(f)	-	PACRA

All other funds are not required to be rated.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### Bank balances

An analysis of the credit quality of balances with banks is as follows:

	2025		2024		Rating agency
	Short term	Long term	Short term	Long term	
Bank Makramah Limited	Suspended	Suspended	Suspended	Suspended	N/A
MCB Bank Limited	A-1+	AAA	A-1+	AAA	PACRA
Faysal Bank Limited	A-1+	AA	A-1+	AA	PACRA / VIS
Bank Alfalah Limited	A-1+	AAA	A-1+	AAA	PACRA
MCB Islamic Bank Limited	A-1	A+	A-1	A+	PACRA
Askari Bank Limited	A-1+	AA+	A-1+	AA+	PACRA

### Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Company's total credit exposure. The Company's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

Details of the Company's concentration of credit risk of financial assets are as follows:

	2025		2024	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	Rupees		Rupees	
Long term deposits	9,636,103	9,636,103	6,646,103	6,646,103
Receivable from funds under management - related parties	560,164,438	560,164,438	442,160,500	442,160,500
Loans and advances	14,395,414	14,395,414	15,256,812	15,256,812
Other receivables	62,874,437	62,874,437	45,274,409	45,274,409
Long term investments	265,000	265,000	-	-
Short term investments	454,982,500	-	-	-
Cash and bank balances	111,934,031	111,929,042	33,682,822	33,677,734
	<u>1,214,251,923</u>	<u>759,264,434</u>	<u>543,020,646</u>	<u>543,015,558</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets. Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investment in market treasury bills are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan. Furthermore, cash in hand is also not exposed to credit risk.

### 36.3 Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulties in raising funds to meet its obligations and commitments associated with financial instruments. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company manages liquidity risk by monitoring future cash flows on a day-to-day basis.

The table below summaries the maturity profile of the financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances and investments have been included in the maturity grouping of up to three months.

	2025				
	Total	Up to three months	More than three months and up to one year	More than one year and up to five years	More than five years
	Rupees				
<b>Financial liabilities</b>					
Lease liability against right-of-use-assets	74,104,617	16,401,196	25,353,194	32,350,227	-
Unclaimed dividend	6,302,927	6,302,927	-	-	-
Trade and other payables	851,695,986	685,538,296	166,157,690	-	-
	<u>932,103,530</u>	<u>708,242,419</u>	<u>191,510,884</u>	<u>32,350,227</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	2024				
	Total	Up to three months	More than three months and up to one year	More than one year and up to five years	More than five years
----- Rupees -----					
<b>Financial liabilities</b>					
Lease liability against right-of-use-assets	85,640,144	11,712,971	40,345,345	33,581,828	-
Unclaimed dividend	6,028,302	6,028,302	-	-	-
Trade and other payables	576,482,509	289,330,318	287,152,191	-	-
	<u>668,150,955</u>	<u>307,071,591</u>	<u>327,497,536</u>	<u>33,581,828</u>	<u>-</u>

### 36.4 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Company's operations either internally within the Company or externally at the Company's service providers, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risks arise from all of the Company's activities.

The Company's objective is to manage operational risk so as to balance financial losses and damage to its reputation with achieving its investment objective of generating returns for investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the Board of Directors. This responsibility encompasses the controls in the following areas:

- requirements for appropriate segregation of duties between various functions, roles and responsibilities;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

Senior management ensures that the Company's employees' have adequate training and experience and fosters effective communication related to operational risk management.

### 36.5 Market risk

Market risk is the risk that changes in market interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's / issuer's credit standing) will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

#### (i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

#### a) Sensitivity analysis for variable rate instruments

Presently, the Company holds balances with banks in savings accounts which expose the Company to cash flow yield / interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net profit for the year and net assets of the Company would have been higher / lower by Rs. 0.503 million (2024: Rs. 0.183 million).

#### b) Sensitivity analysis of fixed rate instruments

Presently, the Company holds market treasury bills which expose the Company to fair value interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net profit for the year and net assets of the Company would have been higher / lower by Rs. 454.982 million (2024: Rs. Nil).

Yield / interest rate sensitivity position of on balance sheet financial instruments is based on earlier of contractual repricing or maturity date and for off balance sheet instruments is based on the settlement date.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The Company's yield / interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

2025					
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to interest rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----					
<b>Financial assets</b>					
Long term deposits	-	-	-	9,636,103	9,636,103
Receivable from funds under management - related parties	-	-	-	560,164,438	560,164,438
Loans and advances	12.36%	32,499	97,496	3,776,227	10,489,192
Other receivables		-	-	-	62,874,437
Long term Investments		-	-	-	265,000
Short term investments	11.10% - 11.16%	-	454,982,500	-	454,982,500
Cash and bank balances	7.40% - 11.50%	50,262,871	-	-	61,671,160
		50,295,370	455,079,996	3,776,227	705,100,330
<b>Financial liabilities</b>					
Lease liability against right-of-use assets	11.69% - 19.97%	14,309,024	21,086,518	29,055,841	-
Unclaimed dividend		-	-	-	6,302,927
Trade and other payables		-	-	-	851,695,986
		14,309,024	21,086,518	29,055,841	857,998,913
<b>On-balance sheet gap (a)</b>		35,986,346	433,993,478	(25,279,614)	(152,898,583)
<b>Off-balance sheet financial instruments</b>		-	-	-	-
<b>Off-balance sheet gap (b)</b>		-	-	-	-
<b>Total interest rate sensitivity gap (a+b)</b>		35,986,346	433,993,478	(25,279,614)	(152,898,583)
<b>Cumulative interest rate sensitivity gap</b>		35,986,346	469,979,824	444,700,210	

2024					
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to interest rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----					
<b>Financial assets</b>					
Long term deposits		-	-	-	6,646,103
Receivable from funds under management - related parties		-	-	-	442,160,500
Loans and advances	12.36%	28,739	86,216	4,021,177	11,235,635
Other receivables		-	-	-	45,274,409
Long term Investments		-	-	-	265,000
Short term Investments		-	-	-	-
Cash and bank balances	7.75% - 20.50%	18,297,965	-	-	15,384,857
		18,326,704	86,216	4,021,177	520,966,504
<b>Financial liabilities</b>					
Lease liability against right-of-use assets	8.08% - 22.48%	8,797,672	33,810,440	30,854,944	-
Unclaimed dividend		-	-	-	6,028,302
Trade and other payables		-	-	-	576,482,509
		8,797,672	33,810,440	30,854,944	582,510,811
<b>On-balance sheet gap (a)</b>		9,529,032	(33,724,225)	(26,833,767)	(61,544,307)
<b>Off-balance sheet financial instruments</b>		-	-	-	-
<b>Off-balance sheet gap (b)</b>		-	-	-	-
<b>Total interest rate sensitivity gap (a+b)</b>		9,529,032	(33,724,225)	(26,833,767)	(61,544,307)
<b>Cumulative interest rate sensitivity gap</b>		9,529,032	(24,195,193)	(51,028,960)	

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### (ii) Foreign currency risk

Foreign exchange risk is the risk that the value of financial asset or a liability will fluctuate due to change in foreign exchange rates. It arises on monetary items (receivables and payables) due to transactions entered into foreign currencies. Currently, the Company is not exposed to foreign exchange risk due to any asset or liability in foreign currency as at June 30, 2025.

### 36.6 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

As at June 30, 2025, the Company does not hold any financial assets that expose it to price risk.

### 37 CAPITAL RISK MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain a strong capital base to support the sustained development of its businesses.

The Company is subject to externally imposed minimum equity requirement of the NBFC Rules 2003 and the NBFC Regulations 2008 for providing asset management services and investment advisory services and is required to maintain minimum equity of Rs. 230 million. The Company's paid up capital is above the minimum required threshold limit.

The Company sets the amount of capital in proportion to risk. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. Currently, the Company is financing its operations through equity and working capital.

	Note	2025	2024
		----- Rupees -----	
Lease liability against right-of-use-assets	16	64,451,382	73,463,056
Trade and other payables	17	1,524,938,903	1,132,947,269
Unclaimed dividend		6,302,927	6,028,302
Less: cash and bank balances	13	<u>(111,934,031)</u>	<u>(33,682,822)</u>
Excess of net cash over debt/ Net debt (A)		1,483,759,181	1,178,755,805
Total shareholders' equity		<u>3,280,383,032</u>	<u>1,954,011,796</u>
Total equity and liabilities (B)		<u>4,764,142,213</u>	<u>3,132,767,601</u>
Gearing Ratio (A/B)		31.14%	37.63%

### 38 FAIR VALUE MEASUREMENT

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 Company 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.

The estimated fair value of all financial assets and liabilities is considered not to be significantly different from carrying values as the items are either short-term in nature or are periodically repriced.

#### 38.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify fair value measurements 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).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

As at June 30, 2025 and June 30, 2024, the Company held the following financial instruments measured at fair value:

ASSETS	2025			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>Financial assets 'at fair value through profit or loss'</b>				
Long term investment *	-	-	265,000	265,000

ASSETS	2024			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>Financial assets 'at fair value through profit or loss'</b>				
Long term investment *	-	-	265,000	265,000

\* These represent shares of Mutual Funds Association of Pakistan which have been carried at cost since their fair value is not considered to be materially different from its carrying amount. Accordingly, the disclosures with respect to level 3 financial assets have not been given.

### 39 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

The Board of Directors in its meeting held on August 4, 2025 have proposed a final cash dividend in respect of the year ended June 30, 2025 of Rs. 3.5 per share (35%) [(2024: Rs. 2.50 per share (25%)). These financial statements do not include the effect of these appropriations which will be accounted for subsequent to the year end.

### 40 GENERAL

40.1 Figures have been rounded off to the nearest Rupees, unless otherwise specified.

### 40.2 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and to reflect the substance of the transactions. No significant reclassifications have been made during the current year.

### 41 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 4, 2025 by the Board of Directors of the Company.



Chief Executive Officer



Chief Financial Officer



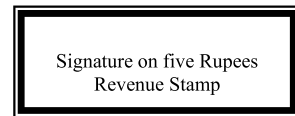
Director

**FORM OF PROXY**  
**ANNUAL GENERAL MEETING**  
**On October 28, 2025**

The Company Secretary  
**MCB Investment Management Limited**  
2<sup>nd</sup> Floor, Adamjee House, I.I. Chundrigar Road,  
Karachi.

I/We \_\_\_\_\_ of  
\_\_\_\_\_ in the district of  
\_\_\_\_\_ being a member of **MCB Investment Management Limited**,  
hereby appoint Mr./ Ms./ Mrs \_\_\_\_\_ of  
\_\_\_\_\_ Or Failing to Him/ Her appoint Mr./Ms./Mrs.  
\_\_\_\_\_ of \_\_\_\_\_ as my/our  
proxy to vote for me/us and on my/our behalf at the Annual General Meeting of the Company to be  
held on Tuesday, October 28, 2025 and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2025.



(The signature should agree with the specimen registered with the Company)

**1. WITNESS:**

Signature: \_\_\_\_\_

Name: \_\_\_\_\_

Address: \_\_\_\_\_

CNIC/ Passport No. \_\_\_\_\_

**2. WITNESS:**

Signature: \_\_\_\_\_

Name: \_\_\_\_\_

Address: \_\_\_\_\_

CNIC/ Passport No. \_\_\_\_\_

**Shareholder Folio No.**

**CDC Participant ID No & Sub Account No.**

**Notes:**

1. This Proxy Form, duly completed and signed, must be received at the Registered Office of the Company at 2<sup>nd</sup> Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan not less than 48 working hours before the time of holding the meeting. A proxy need not be a member of the Company.
2. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of the proxy shall be rendered invalid.
3. CDC shareholders and their proxies are each requested to attach an attested photocopy of their Computerized National Identity Card or Passport with this proxy form before submission to the Company.
4. The proxy shall produce his/her original CNIC or original passport at the time of the meeting.
5. In case of a corporate entity, the Board of Directors Resolution / Power of Attorney with specimen signature of the nominee shall be submitted (unless it has been provided earlier) along with proxy form to the Company.
6. Members are required to timely notify any change in their address to Shares Registrar M/s. CDC Share Registrar Services Limited, CDC House, 99-B, Block-B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi.

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**MCB INVESTMENT MANAGEMENT LIMITED**  
Adamjee House, 2nd Floor,  
I.I. Chundrigar Road, Karachi

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پراکسی فارم  
سالانہ عمومی اجلاس  
مؤرخہ 28 اکتوبر 2025ء

کمپنی سیکریٹری  
ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ  
دوسری منزل، آدم جی ہاؤس، آئی آئی چندریگر روڈ،  
کراچی

میں / ہم \_\_\_\_\_ جس / جن کا تعلق ضلع \_\_\_\_\_  
میں سے ہے، ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ کے رکن کی حیثیت سے، اس فارم کے ذریعے، جناب / محترمہ / Mrs. \_\_\_\_\_  
کو، جن کا تعلق \_\_\_\_\_ سے ہے، اور ان کے نہ ہونے  
کی صورت میں جناب / محترمہ / Mrs. \_\_\_\_\_ جن کا تعلق \_\_\_\_\_  
سے ہے، کو اپنا پراکسی مقرر کرتا ہوں / کرتی ہوں کرتے ہیں، جو کمپنی کے سالانہ عمومی اجلاس مؤرخہ 28  
اکتوبر 2025ء میں، یا اس کے کسی التواء شدہ اجلاس میں، میری / ہماری جانب سے میرے / ہمارے لیے ووٹ کریں گے / گی۔

دستخط کردہ \_\_\_\_\_ (دن)، \_\_\_\_\_ (مہینہ) 2025ء

پانچ روپیہ کے محصولی ٹکٹ پر دستخط

(دستخط کا کمپنی میں رجسٹر شدہ نمونہ دستخط کے مطابق ہونا ضروری ہے۔)

2. گواہ:

1. گواہ:

دستخط: \_\_\_\_\_

دستخط: \_\_\_\_\_

نام: \_\_\_\_\_

نام: \_\_\_\_\_

پتہ: \_\_\_\_\_

پتہ: \_\_\_\_\_

سی این آئی سی / پاسپورٹ نمبر: \_\_\_\_\_

سی این آئی سی / پاسپورٹ نمبر: \_\_\_\_\_

شیئر ہولڈر فوئیو نمبر

سی ڈی سی پارٹنیشن آئی ڈی نمبر اور ذیلی اکاؤنٹ نمبر

اہم نکات:

1. پراکسی فارم، پُر شدہ اور دستخط شدہ، کمپنی کے رجسٹرڈ دفتر بمقام دوسری منزل، آدم جی ہاؤس، آئی آئی چندریگر روڈ، کراچی، پاکستان کو اجلاس کے انعقاد سے کم از کم 48 ورکنگ گھنٹے قبل موصول ہو جانا چاہیے۔
2. اگر کوئی رکن ایک سے زائد پراکسی مقرر کرتا ہے اور ایک سے زائد پراکسی دستاویز کمپنی میں جمع کراتا ہے تو یہ تمام دستاویزات مسترد کر دیئے جائیں گے۔
3. سی ڈی سی شیئر ہولڈرز اور ان کے پراکسیوں میں سے ہر ایک سے گزارش ہے کہ پراکسی فارم جمع کرانے سے پہلے اس کے ساتھ اپنے کمپیوٹرائزڈ قومی شناختی کارڈ یا پاسپورٹ کی تصدیق شدہ فوٹو کاپی منسلک کریں۔
4. پراکسی اجلاس کے وقت اپنا اصل سی این آئی سی یا اصل پاسپورٹ دکھائے گا۔
5. کاپر پوریٹ ادارے کی صورت میں پراکسی فارم کے ساتھ بورڈ آف ڈائریکٹرز ریزولوشن / اپاور آف اٹارنی بیع نامزد کردہ کی نمونہ دستخط جمع کرائی جائے گی (اگر پہلے جمع نہ کرائی گئی ہو تو)۔ ایس، مرکزی شاہراہ فیصل، کراچی کو بروقت مطلع کریں۔

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**MCB ARIF HABIB SAVINGS & INVESTMENTS LIMITED**

Adamjee House, 2nd Floor,  
I.I. Chundrigar Road, Karachi

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**E-DIVIDEND MANDATE FORM**  
**MANDATORY CREDIT OF DIVIDEND INTO BANK ACCOUNT**

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To: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Date: \_\_\_\_\_

**Dear Sir/Madam,**

The undersigned being member of **MCB Investment Management Limited** (the Company), hereby authorize the Company that all my cash dividend amounts declared by the Company, from time to time, be credited into the bank account as per following details:

<b>(i) Shareholder's Details</b>	
Name of the shareholder	
Folio No. / CDC Participants ID & Sub Acc. No./CDC IAS Account	
CNIC/NICOP No. (Please attach copy)	
Passport No.[in case of Foreign Shareholder] (Please attach copy)	
Land Line Phone No.	
Cellphone No.	
<b>(ii) Shareholder's Bank Details</b>	
Title of Bank Account	
Bank Account Number	
Bank's Name	
Branch Name and Address	
International Bank Account Number (IBAN) (24 digit)	

It is stated that the above mentioned information is correct that I will intimate the change in the above mentioned information to the Company and the concerned Share Registrar/Participant/CDC (as the case may be) as soon as these occur.

\_\_\_\_\_  
Signature of the member/shareholder  
(Please affix company stamp in case of corporate entity)

**Note**

1. Please provide complete IBAN after consultation with your bank branch. In case of any error or omission in given IBAN, the Company will not be held responsible in any manner for any loss or delay in your cash dividend payment.
2. In case of physical shares, a duly filled-in E-Dividend Mandate Form shall be submitted with the Company's Share Registrar M/s Share Registrar M/s CDC Share Registrar Services Limited, CDC House, 99-B, Block B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi.
3. While for shares held in CDC, E-Dividend Mandate Form shall be submitted directly to member's broker (participant)/CDC.

## CONSENT FORM FOR VIDEO CONFERENCE FACILITY

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To,

**CDC Share Registrar Services Limited**  
CDC House, 99-B, Block B, S.M.C.H.S.,  
Main Shahrah-e-Faisal, Karachi – 74400  
Tel: 0800 -23275  
Email: info@cdcsrsl.com

For,

**MCB Investment Management Limited**

I/We, \_\_\_\_\_, being a member of **MCB Investment Management Limited** holder of \_\_\_\_\_ Ordinary Share(s) as per Register Folio/CDC Participant ID & Sub-Account/Investor Account No. \_\_\_\_\_ hereby opt for participation in the Annual General Meeting to be held on \_\_\_\_\_, 2025 or any adjourned meeting through video-conference facility at \_\_\_\_\_  
(Please insert name of the City)

Date: \_\_\_\_\_

Signature of member \_\_\_\_\_

**Note:**

This Standard Request Form may be sent to Share Registrar of the Company at below mentioned address:

**CDC Share Registrar Services Limited**  
CDC House, 99-B, Block B, S.M.C.H.S.,  
Main Shahrah-e-Faisal, Karachi – 74400  
Tel: 0800 -23275  
Email: info@cdcsrsl.com

**MCB INVESTMENT MANAGEMENT LIMITED**

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

**UAN:** (+92-21) 111 468 378 (111 INVEST)

**URL:** [www.mcbfunds.com](http://www.mcbfunds.com), **Email:** [info@mcbfunds.com](mailto:info@mcbfunds.com)