



MCB FUNDS  
Investments for Life

# HALF YEARLY REPORT

DECEMBER  
**2025**  
(UNAUDITED)

Funds Under Management of  
MCB Investment Management Limited



# **ALHAMRA ISLAMIC INCOME FUND**

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## FUND'S INFORMATION

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| <b>Management Company</b>                          | <b>MCB Investment Management Limited</b><br>Adamjee House, 2nd Floor,<br>I.I. Chundrigar Road, Karachi.  |   |
| <b>Board of Directors</b>                          | Mr. Haroun Rashid<br><b>Mr. Muhammad Nauman Chughtai</b><br>Mr. Khawaja Khalil Shah<br>Mr. Ahmed Jahangir<br><b>Mr. Manzar Mushtaq</b><br><b>Mr. Fahd Kamal Chinoy</b><br><b>Ms. Sadia Muzaffar</b><br>Ms. Mavra Adil Khan | Chairman<br><b>Director</b><br>Chief Executive Officer<br>Director<br>Director<br>Director<br>Director<br>Director  |
| <b>Audit Committee</b>                             | <b>Ms. Sadia Muzaffar</b><br>Mr. Ahmed Jahangir<br><b>Mr. Manzar Mushtaq</b>   | Chairman<br>Member<br>Member  |
| <b>Human Resource &amp; Remuneration Committee</b> | <b>Mr. Fahd Kamal Chinoy</b><br>Mr. Ahmed Jahangir<br>Ms. Mavra Adil Khan<br><b>Mr. Khawaja Khalil Shah</b><br><b>Mr. Muhammad Nauman Chughtai</b>   | Chairman<br>Member<br>Member<br>Member<br>Member  |
| <b>Credit Committee</b>                            | Mr. Ahmed Jahangir<br><b>Mr. Manzar Mushtaq</b><br><b>Ms. Sadia Muzaffar</b><br><b>Mr. Khawaja Khalil Shah</b>   | <b>Member</b><br><b>Member</b><br><b>Member</b><br><b>Member</b>  |
| <b>IT &amp; Digital Risk Management Committee</b>  | Ms. Mavra Adil Khan<br>Mr. Ahmed Jahangir<br><b>Mr. Khawaja Khalil Shah</b><br><b>Mr. Syed Sohail Ahmed</b><br><b>Mr. Shabbir Hussain</b><br><b>Mr. Muhammad Arsalan Khan</b>  | Chairman<br>Member<br>Member<br>Member<br>Member<br>Member  |
| <b>Chief Executive Officer</b>                     | <b>Mr. Khawaja Khalil Shah</b>   |   |
| <b>Chief Operating &amp; Financial Officer</b>     | Mr. Muhammad Asif Mehdi Rizvi  |   |
| <b>Company Secretary</b>                           | <b>Mr. Muhammad Rehan Khan</b>   |   |
| <b>Trustee</b>                                     | <b>Central Depository Company of Pakistan Ltd.</b><br>CDC House, 99-B, Block 'B'S.M.C.H.S<br>Main Shakra-e-Faisal Karachi<br>Tel: (92-21) 111-111-500<br>Fax: (92-21) 34326053<br>Web: www.cdcpakistan.com                 |   |
| <b>Bankers</b>                                     | MCB Bank Limited<br>United Bank Limited<br>Faysal Bank Limited<br>MCB Islamic Bank Limited<br>Habib Bank Limited<br>National Bank of Pakistan  | <b>Askari Bank Limited</b><br><b>Bank Islamic Pakistan Limited</b><br><b>Dubai Islamic Bank Limited</b><br><b>Soneri Bank Limited</b><br><b>Bank Al Falah Limited</b> |
| <b>Auditors</b>                                    | <b>A. F. Ferguson &amp; Co.</b><br>Chartered Accountants<br>(A Member Firm of PWC Network)<br>State Life Building 1-C<br>I.I. Chundrigar Road, Karachi.  |   |
| <b>Legal Advisor</b>                               | <b>Bawany &amp; Partners</b><br>3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area<br>Phase VI, D.H.A., Karachi   |   |
| <b>Rating</b>                                      | <b>AM1</b> Asset Manager Rating assigned by PACRA  |   |
| <b>Transfer Agent</b>                              | <b>MCB Investment Management Limited</b><br>Adamjee House, 2nd Floor,<br>I.I. Chundrigar Road, Karachi.  |   |

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

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Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Alhamra Islamic Income Fund** accounts review for the half year ended December 31, 2025.

### **Economy Review**

The country posted a current account deficit of USD 812 million in the first five months of the fiscal year 2026 (5MFY26) compared to a surplus of USD 503 million in the corresponding period last year. Trade Deficit increased by 30.3% YoY as exports declined by 3.2% while imports increased by 11.1%. The remittances inflows grew at a healthy rate of 9.3% to USD 16.2 billion. The country's external position remained robust as SBP's foreign exchange reserves increased to USD 15.9 billion compared to USD 14.5 billion at the end of the last fiscal year. The local currency depicted strength against the greenback as the USD/PKR appreciated by 1.3% to 280.1 during the period.

Headline inflation represented by CPI averaged 5.1% during 1HFY26 compared to 7.3% in the corresponding period last year. This sharp decline was driven by the currency's stability over the past one year. Additionally, base effect further contributed to the lower inflation figures.

Pakistan's GDP growth clocked at 3.7% in 1QFY26 with Agricultural, Industrial and Services sectors increasing by 2.9%, 9.4% and 2.4% respectively. Industrial sector growth showed a stellar growth due to improvement in macroeconomic indicators and base effect. On the fiscal side, FBR tax collection increased by 9.6% in 1HFY26 to PKR 6,159 billion, missing the target by PKR 331 billion.

### **FUND PERFORMANCE**

During the period under review, the fund generated an annualized return of 9.80% as against its benchmark return of 9.39%.

The allocation of fund was towards GOP Ijara Sukuk and Cash with the exposures standing at 52.8% and 30.1% respectively.

The Net Assets of the Fund as at December 31, 2025 stood at Rs. 34,318 million as compared to Rs. 42,777 million as at June 30, 2025 registering a decrease of 19.77%.

The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 109.4403 as compared to opening NAV of Rs. 104.2903 per unit as at June 30, 2025 registering an increase of Rs. 5.150 per unit.

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

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

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

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

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

On the fiscal side we expect the fiscal deficit to clock in at 3.9% in FY26, which would be the lowest level since FY2006. This marks the fourth consecutive year of budget deficit reduction since it peaked at 7.9% in FY2022. The reduction in debt servicing from 7.7% of GDP in FY24 to 6.2% of GDP in FY26 would be a major reason for this reduction. Strict IMF target regarding primary surplus would also play its part in maintaining fiscal discipline.

The SBP has decreased interest rates by a cumulative 1,150bps since June-24 as interest rates have declined to 10.5% from a high of 22.0%. Enhanced external stability, coupled with easing inflationary pressures, created room for this monetary easing. Going forward, we expect the central bank to maintain a data-dependent approach in shaping upcoming monetary policies. We believe there remains room for an additional 50 basis point reduction in the policy rate during the current fiscal year.

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

### **Mutual Fund Industry Review**

The Net Assets of the open-end mutual funds industry increased by about 19.0% during 1HFY26 to PKR 4,384 billion. Total money market funds inched up by 1.1% since June 2025. Within the money market sphere, conventional funds showed a decline of 0.1% to PKR 976 billion while Islamic funds increased by 2.4% to PKR 934 billion. In addition, the total fixed Income and Fixed

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

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Rate funds increased by about 35.2% since June 2025 to PKR 1,679 billion while Equity and related funds increased by 47.2% to PKR 723 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 43.6%, followed by Income and fixed return funds with 38.3% and Equity and Equity related funds having a share of 16.5% as at the end of December 2025.

### **Mutual Fund Industry Outlook**

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

### **ACKNOWLEDGMENT**

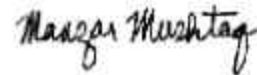
The Board is thankful to the Fund's valued investors, the Securities and Exchange Commission of Pakistan and the Trustees of the Fund for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team.

On behalf of Directors,



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**Khawaja Khalil Shah**  
Chief Executive Officer  
February 2, 2026



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**Manzar Mushtaq**  
Director  
February 2, 2026

## ڈائریکٹرز رپورٹ

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے نصف اول کے دوران تقریباً 19.0 فیصد بڑھ کر 4,384 بلین روپے ہو گئے۔ منی مارکیٹ کے گل فنڈز میں جون 2025ء کے بعد سے 1.1 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 0.1 فیصد کم ہو کر 976 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 2.4 سے بڑھ کر 934 بلین روپے ہو گئے۔ مزید برآں، گل فیلڈ انکم اور فیلڈ ریٹ فنڈز جون 2025ء کے بعد سے تقریباً 35.2 فیصد سے بڑھ کر 1,679 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 47.2 فیصد سے بڑھ کر 723 بلین روپے ہو گئے۔

شعبہ جاتی حصے کے اعتبار سے دسمبر 2025ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 43.6 فیصد حصے کے ساتھ سب سے آگے تھے، اور ان کے بعد انکم اور

میوچل فنڈز صنعت کے مستقبل کا منظر نامہ

منی مارکیٹ فنڈز کو بہتر نقدیت کا فائدہ اٹھانا چاہیے کیونکہ یہ مختصر میعاد کے لیے اور کم رسک کے ساتھ سرمایہ کاری کرنے والوں کے لیے موزوں ترین ہوتے ہیں۔ معاشی بحالی کے تیز تر اور وسیع تر ہونے کے ساتھ ساتھ کپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلا زکاوٹ جاری رہے، اور ڈیجیٹل رسائی اور صارفین کو اچھا تجربہ فراہم کرنے کے معاملے میں ہماری بہتر استعداد کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے تیار ہیں۔

اظہار تشکر

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

منجانب ڈائریکٹرز،

*Mansoor Mushtaq*

منظر مشاق

ڈائریکٹر

02 فروری 2026ء

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2026ء

## ڈائریکٹرز رپورٹ

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

جی ڈی پی کا مالی سال 2026ء میں 3.5 فیصد کی سطح پر آجانے کا امکان ہے۔ سود کی شرح میں کمی کے تاخیری اثر سے مستقبل میں صنعت اور خدمات کے شعبے کو فائدہ ہوگا جن میں بالترتیب 4.1 فیصد اور 3.6 فیصد ترقی متوقع ہے۔

آئی ایم ایف پروگرام کا تسلسل ایک اہم مثبت پہلو ہے جس سے مختلف ذرائع سے رقم کے حصول میں مدد ملے گی۔ ہمیں اُمید ہے کہ سال کے اختتام تک ایس بی پی کے ذخائر بڑھ کر 17.9 بلین ڈالر ہو جائیں گے، اور اس کے عوامل بروقت دو طرفہ توسیع، اور آئی ایم ایف اور کثیرالجنہتی ایجنسیوں کی طرف سے آمدات ہیں۔ موجودہ مالی سال میں ہماری خارجی صورتحال میں بہتری آئی ہے جس کی بدولت پاکستان بین الاقوامی کیپیٹل مارکیٹس میں دوبارہ داخل ہونے پر غور کر سکتا ہے تاکہ پانڈا بانڈز جیسے موقعوں کو آزمایا جاسکے۔

پاکستان نے مالی سال 2025ء میں 14 برسوں کے بعد اپنا پہلا سالانہ کرنٹ اکاؤنٹ سروس پلس ریکارڈ کیا، جو برآمدات اور ترسیلات میں بحالی اور درآمدات پر قابو کے سبب ممکن ہوا۔ مالی سال 2026ء کے لیے ہمیں کرنٹ اکاؤنٹ میں درمیانے درجے کے خسارے - تقریباً 1.6 بلین ڈالر (جی ڈی پی کا 0.4 فیصد) کی توقع ہے۔ مالیاتی تسہیل کے پس منظر میں درآمدات کی مانگ میں مستحکم بحالی ہوئی، اور روپے کی قدر میں پیمائش شدہ کمی متوقع ہے، یعنی جون 2026ء تک ایک ڈالر تقریباً 290 روپے کا ہوگا۔

مجموعی افراط زر کا واحد مدد میں رہنے کا امکان ہے، جس کے عوامل روپے کی قدر میں استحکام اور فراہمی کے حالات میں بہتری ہیں۔ مالی سال 2026ء کے اختتام پر base کے اثر کی وجہ سے عارضی طور پر اضافہ ہو سکتا ہے، جس کے باعث سال کی اوسط افراط زر 6.7 فیصد ہو جائے گی۔ بنیادی افراط زر میں بدستور کمی کا رجحان برقرار رہے گا جس سے زرمبادلہ کی شرحوں میں استحکام اور مقامی طلب کے کم ہونے کی عکاسی ہوتی ہے۔ ہمیں اُمید ہے کہ اس میں مزید کمی ہوگی اور مالی سال کے اختتام تک یہ واحد مدد کی کم سطح پر پہنچ جائے گی۔

مالیاتی جہت میں ہمیں اُمید ہے کہ مالی سال 2026ء میں مالیاتی خسارہ 3.9 فیصد کی سطح تک پہنچے گا، جو مالی سال 2006ء سے اب تک کی کم ترین سطح ہوگی۔ یہ بجٹ خسارے میں مالی سال 2022ء کی بلند ترین سطح 7.9 فیصد سے کمی کا چوتھا متواتر سال ہوگا۔ اس کمی کی ایک اہم وجہ یہ ہوگی کہ قرض کی ادائیگی کے انتظام (ڈیٹ سروسنگ) کو مالی سال 2026ء میں جی ڈی پی کا 6.2 فیصد کر دیا جائے گا، جو مالی سال 2024ء میں جی ڈی پی کا 7.7 فیصد تھا۔ آئی ایم ایف کا پرائمری سروس پلس سے متعلق سخت ہدف بھی مالیاتی نظم و ضبط برقرار رکھنے میں کردار ادا کرے گا۔

ایس بی پی نے سود کی شرحوں میں جون 2024ء سے مجموعی طور پر 1,150 بی پی ایس کی کمی کی ہے، اور یہ 22.0 فیصد کی بلند سطح سے کم ہو کر 10.5 فیصد پر آگئی ہیں۔ یہ مالیاتی تسہیل، بہتر خارجی استحکام کے ساتھ ساتھ افراط زر کے دباؤ میں کمی کی وجہ سے ممکن ہوئی۔ مستقبل میں ہمیں اُمید ہے کہ مرکزی بینک آئندہ مالیاتی پالیسیوں کو تشکیل دینے میں اعداد و شمار پر منحصر لائحہ عمل جاری رکھے گا۔ ہم سمجھتے ہیں کہ موجودہ مالی سال کے دوران پالیسی شرح میں مزید 50 بیسیس پوائنٹس کمی کی گنجائش ہے۔

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

## ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے الحمد للہ اسلامک انکم فنڈ کے اکاؤنٹس کا جائزہ برائے مدت مختتمہ 31 دسمبر 2025ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال 2026ء کے پہلے پانچ ماہ میں ملک نے 812 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال ممالک مدت میں 503 ملین ڈالر فاضل (سرسپلس) تھا۔ تجارتی خسارے میں 30.3 فیصد سال در سال (YoY) اضافہ ہوا کیونکہ برآمدات میں 3.2 فیصد کمی ہوئی جبکہ درآمدات میں 11.1 فیصد اضافہ ہوا۔ ترسیلات 9.3 فیصد بڑھ کر 16.2 بلین ڈالر ہو گئیں۔ ملک کی بیرونی صورتحال مستحکم رہی کیونکہ ایس بی پی کے غیر ملکی زرمبادلہ کے ذخائر بڑھ کر 15.9 بلین ڈالر ہو گئے، جبکہ اس کے بالمقابل گزشتہ مالی سال کے اختتام پر 14.5 بلین ڈالر تھے۔ مقامی کرنسی نے گرین بیک (امریکی ڈالر) کے بالمقابل استحکام کا مظاہرہ کیا اور دوران مدت پاکستانی روپے کی قدر 1.3 فیصد بڑھ کر 280.1 ہو گئی۔

مجموعی افراط زر، جس کی ترجمانی سی پی آئی سے ہوتی ہے، کا اوسط مالی سال 2026ء کے نصف اول کے دوران 5.1 فیصد رہا، جو گزشتہ سال ممالک مدت میں 7.3 فیصد کے بالمقابل ہے۔ اس تیزی سے ہونے والی کمی کی وجہ گزشتہ ایک سال کے دوران کرنسی کا استحکام ہے۔ مزید برآں، base کے اثر نے افراط زر کے اعداد کو کم کرنے میں مزید کردار ادا کیا۔

پاکستان کی جی ڈی پی میں مالی سال کی پہلی سہ ماہی میں 3.7 فیصد ترقی ہوئی۔ زراعت کے شعبے میں 2.9 فیصد، صنعتی شعبے میں 9.4 فیصد، اور خدمات کے شعبے میں 2.4 فیصد ترقی ہوئی۔ صنعتی شعبے میں شاندار ترقی کی وجہ مجموعی معاشی علامات اور base کی اثر میں بہتری ہے۔ مالیاتی جہت میں ایف بی آر ٹیکس وصولی مالی سال 2026ء کے نصف اول میں 9.6 فیصد بڑھ کر 6,159 بلین روپے ہو گئی، لیکن ہدف سے 331 بلین روپے کم رہی۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ کا ایک سال پر محیط منافع 9.80 فیصد تھا، جبکہ اس کے بالمقابل بیچ مارک منافع 9.39 فیصد تھا۔

فنڈ کی سرمایہ کاری حکومت پاکستان کے اجارہ سٹاک میں 52.8 فیصد، اور نقد میں 57.5 فیصد تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 34,318 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2025ء کو 42,777 ملین روپے تھے، یعنی 19.77 فیصد کمی ہوئی۔

31 دسمبر 2025ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 106.8513 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2025ء کو ابتدائی این اے وی 104.2903 روپے فی یونٹ تھی، یعنی 5.15 روپے فی یونٹ اضافہ ہوا۔

# TRUSTEE REPORT TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdc-pakistan.com  
Email: info@cdcpak.com



## TRUSTEE REPORT TO THE UNIT HOLDERS

### ALHAMRA ISLAMIC INCOME FUND

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

We Central Depository Company of Pakistan Limited, being the Trustee of Alhamra Islamic Income Fund (the Fund) are of the opinion that MCB Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2025 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

  
**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 20, 2026



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



A.F. FERGUSON & Co.

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the unitholders of Alhamra Islamic Income Fund

Report on review of Interim Financial Statements

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alhamra Islamic Income Fund** as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movements in unit holders' fund, and condensed interim cash flow statement, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). The Management Company (MCB Investment Management Limited) is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other matter

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

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

A.F. Ferguson & Co.  
Chartered Accountants  
Karachi  
Date: February 27, 2026  
UDIN: RR202510611iDLSAd7lb

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

[www.pwc.com/pk](http://www.pwc.com/pk)

\*KARACHI • LAHORE • ISLAMABAD

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

|   | Note | December 31,<br>2025<br>(Un-audited) | June 30,<br>2025<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
| (Rupees in '000)  |      |                                      |                               |
| <b>ASSETS</b>   |      |                                      |                               |
| Balances with banks   | 5    | 10,326,604                           | 18,625,054                    |
| Receivable against conversion of units                              |      | -                                    | 5,330,356                     |
| Investments   | 6    | 23,539,043                           | 18,792,934                    |
| Profit receivables  | 7    | 408,759                              | 470,125                       |
| Advances, deposits, prepayments and other receivables               | 8    | 89,198                               | 135,496                       |
| <b>Total assets</b>   |      | <b>34,363,604</b>                    | <b>43,353,965</b>             |
| <b>LIABILITIES</b>  |      |                                      |                               |
| Payable against conversion of units                                 |      | -                                    | 283,739                       |
| Payable to MCB Investment management Limited - Management Company   | 9    | 16,683                               | 46,424                        |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 10   | 2,371                                | 518                           |
| Payable to the Securities and Exchange Commission of Pakistan       | 11   | 2,061                                | 1,932                         |
| Accrued expenses and other liabilities                              | 12   | 24,045                               | 244,388                       |
| <b>Total liabilities</b>  |      | <b>45,160</b>                        | <b>577,001</b>                |
| <b>NET ASSETS</b>   |      | <b>34,318,444</b>                    | <b>42,776,964</b>             |
| <b>Unit holders' fund (as per statement attached)</b>               |      | <b>34,318,444</b>                    | <b>42,776,964</b>             |
| <b>Contingencies and commitments</b>                                | 13   |                                      |                               |
| (Number of units)   |      |                                      |                               |
| <b>NUMBER OF UNITS IN ISSUE</b>                                     |      | <b>313,581,279</b>                   | <b>410,171,831</b>            |
| (Rupees)  |      |                                      |                               |
| <b>NET ASSET VALUE PER UNIT</b>                                     |      | <b>109.4403</b>                      | <b>104.2903</b>               |

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

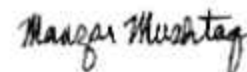
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

|   | Note | Half year ended  |                  | Quarter ended  |                  |
|---|------|------------------|------------------|----------------|------------------|
|   |      | December 31,     |                  | December 31,   |                  |
|   |      | 2025             | 2024             | 2025           | 2024             |
| (Rupees in '000)  |      |                  |                  |                |                  |
| <b>INCOME</b>   |      |                  |                  |                |                  |
| Profit on savings accounts with banks   |      | 707,008          | 1,156,248        | 228,893        | 706,863          |
| Profit from corporate sukuk   |      | 63,671           | 163,874          | 34,914         | 1,102,780        |
| Profit on certificates of musharakah  |      | 69,726           | 80,535           | 14,499         | 80,535           |
| Profit on Bai muajjals  |      | 26,451           | 269,201          | 26,451         | 269,201          |
| Profit from government securities   |      | 1,160,325        | 1,536,939        | 568,507        |                  |
| Net realised gain on sale of investments  |      | 31,020           | 13,535           | 8,672          | 9,510            |
| Other income  |      | 1,676            | 1,038            | -              | 672              |
| Net unrealised appreciation / (dimuniation) on re-measurement of investments<br>'classified as financial assets at fair value through profit or loss' | 6.6  | 59,650           | 677,596          | (4,026)        | 408,595          |
| <b>Total income</b>   |      | <b>2,119,527</b> | <b>3,898,966</b> | <b>877,910</b> | <b>2,578,156</b> |
| <b>EXPENSES</b>   |      |                  |                  |                |                  |
| Remuneration of MCB Investment Management Limited -<br>Management Company   | 9.1  | 161,858          | 292,066          | 44,164         | 224,479          |
| Sindh sales tax on remuneration of the Management Company   | 9.2  | 24,279           | 43,810           | 6,625          | 33,672           |
| Allocated expenses  | 9.3  | -                | 9,026            | 6,512          | 6,512            |
| Sindh sales tax on allocated expense  |      | -                | 1,354            | 977            | 977              |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 10.1 | 14,935           | 15,998           | 6,487          | 11,574           |
| Sindh sales tax on remuneration of the Trustee  | 10.2 | 2,240            | 2,400            | 973            | 1,730            |
| Fee to the Securities and Exchange Commission of Pakistan   | 11.1 | 14,934           | 15,998           | 6,487          | 11,534           |
| Auditor's remuneration  |      | 857              | 563              | 543            | 282              |
| Legal and professional charges  |      | 99               | 102              | 14             | 15               |
| Brokerage and settlement charges  |      | 2,505            | 6,399            | 1,098          | 2,963            |
| Bank charges  |      | 300              | 422              | (115)          | 287              |
| Fees and subscription   |      | 332              | 296              | 166            | 148              |
| Shariah advisory fee  |      | 190              | 181              | 95             | 95               |
| Printing and related costs  |      | -                | 34               | -              | 9                |
| <b>Total expenses</b>   |      | <b>222,529</b>   | <b>388,649</b>   | <b>74,026</b>  | <b>294,277</b>   |
| <b>Net income for the period before taxation</b>  |      | <b>1,896,998</b> | <b>3,510,317</b> | <b>803,884</b> | <b>2,283,878</b> |
| Taxation  | 14   | -                | -                | -              | -                |
| <b>Net income for the period after taxation</b>   |      | <b>1,896,998</b> | <b>3,510,317</b> | <b>803,884</b> | <b>2,283,878</b> |
| <b>Allocation of net income for the period:</b>   |      |                  |                  |                |                  |
| Net income for the period after taxation  |      | 1,896,998        | 3,510,317        |                |                  |
| Income already paid on units redeemed   |      | (703,818)        | (743,191)        |                |                  |
|   |      | <b>1,193,180</b> | <b>2,767,126</b> |                |                  |
| <b>Accounting income available for distribution</b>   |      |                  |                  |                |                  |
| - Relating to capital gain  |      | 61,792           | 547,792          |                |                  |
| - Excluding capital gains   |      | 1,131,388        | 2,219,334        |                |                  |
|   |      | <b>1,193,180</b> | <b>2,767,126</b> |                |                  |

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

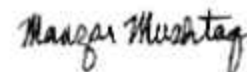
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

|  | Half year ended<br>December 31, |                  | Quarter ended<br>December 31, |                  |
|--|---------------------------------|------------------|-------------------------------|------------------|
|  | 2025                            | 2024             | 2025                          | 2024             |
|  | (Rupees in '000)                |                  |                               |                  |
| <b>Net income for the period after taxation</b>  | 1,896,998                       | 3,510,317        | 803,884                       | 2,283,878        |
| Other comprehensive income for the period        | -                               | -                | -                             | -                |
| <b>Total comprehensive income for the period</b> | <u>1,896,998</u>                | <u>3,510,317</u> | <u>803,884</u>                | <u>2,283,878</u> |

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

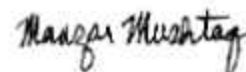
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

|   | Half year ended December 31, 2025 |                      |                   | Half year ended December 31, 2024 |                      |                   |
|---|-----------------------------------|----------------------|-------------------|-----------------------------------|----------------------|-------------------|
|   | Capital Value                     | Undistributed income | Total             | Capital Value                     | Undistributed income | Total             |
|   | (Rupees in '000)                  |                      |                   |                                   |                      |                   |
| <b>Net assets at the beginning of the period (audited)</b>                      | 42,597,561                        | 179,403              | 42,776,964        | 12,190,844                        | 107,589              | 12,298,433        |
| Issuance of 320,361,251 units (2024: 872,579,832 units):                        |                                   |                      |                   |                                   |                      |                   |
| - Capital value (at ex-net asset value per unit at the beginning of the period) | 33,410,571                        | -                    | 33,410,571        | 90,801,268                        | -                    | 90,801,268        |
| - Element of income   | 671,648                           | -                    | 671,648           | 5,350,240                         | -                    | 5,350,240         |
| <b>Total proceeds on issuance of units</b>                                      | 34,082,219                        | -                    | 34,082,219        | 96,151,508                        | -                    | 96,151,508        |
| Redemption of 416,951,803 units (2024: 384,987,562 units):                      |                                   |                      |                   |                                   |                      |                   |
| - Capital value (at ex-net asset value per unit at the beginning of the period) | (43,484,029)                      | -                    | (43,484,029)      | (40,062,075)                      | -                    | (40,062,075)      |
| - Element of loss   | (249,890)                         | (703,818)            | (953,708)         | (2,190,075)                       | (743,191)            | (2,933,266)       |
| <b>Total payments on redemption of units</b>                                    | (43,733,919)                      | (703,818)            | (44,437,737)      | (42,252,150)                      | (743,191)            | (42,995,341)      |
| Total comprehensive income for the period                                       | -                                 | 1,896,998            | 1,896,998         | -                                 | 3,510,317            | 3,510,317         |
| <b>Net assets at the end of the period (unaudited)</b>                          | <u>32,945,861</u>                 | <u>1,372,583</u>     | <u>34,318,444</u> | <u>66,090,202</u>                 | <u>2,874,715</u>     | <u>68,964,917</u> |
| <b>Undistributed income brought forward</b>                                     |                                   |                      |                   |                                   |                      |                   |
| - Realised (loss) / income  |                                   | (337,124)            |                   |                                   | 60,786               |                   |
| - Unrealised income   |                                   | 516,527              |                   |                                   | 46,803               |                   |
|   |                                   | <u>179,403</u>       |                   |                                   | <u>107,589</u>       |                   |
| <b>Accounting income available for distribution</b>                             |                                   |                      |                   |                                   |                      |                   |
| - Relating to capital gains   |                                   | 61,792               |                   |                                   | 547,792              |                   |
| - Excluding capital gains   |                                   | 1,131,388            |                   |                                   | 2,219,334            |                   |
|   |                                   | <u>1,193,180</u>     |                   |                                   | <u>2,767,126</u>     |                   |
| Undistributed income carried forward  |                                   | <u>1,372,583</u>     |                   |                                   | <u>2,874,715</u>     |                   |
| <b>Undistributed income carried forward</b>                                     |                                   |                      |                   |                                   |                      |                   |
| - Realised income   |                                   | 1,312,933            |                   |                                   | 2,197,119            |                   |
| - Unrealised income   |                                   | 59,650               |                   |                                   | 677,596              |                   |
|   |                                   | <u>1,372,583</u>     |                   |                                   | <u>2,874,715</u>     |                   |
|   |                                   | <b>(Rupees)</b>      |                   |                                   | <b>(Rupees)</b>      |                   |
| Net asset value per unit at the beginning of the period                         | <u>104.2903</u>                   |                      |                   | <u>104.0607</u>                   |                      |                   |
| Net asset value per unit at the end of the period                               | <u>109.4403</u>                   |                      |                   | <u>113.8453</u>                   |                      |                   |

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

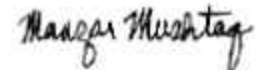
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

|   | Note | Half year ended<br>December 31, |              |
|---|------|---------------------------------|--------------|
|   |      | 2025                            | 2024         |
| (Rupees in '000)  |      |                                 |              |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |      |                                 |              |
| Net income for the period before taxation   |      | 1,896,998                       | 3,510,317    |
| <b>Adjustments for:</b>   |      |                                 |              |
| Profit on savings accounts with banks and debt securities   |      | (1,514,280)                     | (3,019,011)  |
| Net unrealised appreciation on re-measurement of investments<br>classified as 'financial assets at fair value through profit or loss' | 6.6  | (59,650)                        | (677,596)    |
|   |      | 323,068                         | (186,290)    |
| <b>Decrease / (Increase) in assets</b>  |      |                                 |              |
| Investments - net   |      | (1,386,460)                     | (28,253,422) |
| Receivable against conversion of units  |      | 5,330,356                       | -            |
| Advances, deposits, prepayments and other receivables   |      | 46,299                          | (64,389)     |
|   |      | 3,990,195                       | (28,317,811) |
| <b>(Decrease) / Increase in liabilities</b>   |      |                                 |              |
| Payable against conversion of units   |      | (283,739)                       | -            |
| Payable to MCB Investment Management Limited - Management Company   |      | (29,741)                        | 96,265       |
| Payable to Central Depository Company of Pakistan Limited - Trustee   |      | 1,853                           | 4,628        |
| Payable to the Securities and Exchange Commission of Pakistan   |      | 129                             | 4,011        |
| Accrued expenses and other liabilities  |      | (220,343)                       | 355,365      |
|   |      | (531,841)                       | 460,269      |
| Profit received on savings accounts with banks and debt securities  |      | 1,575,646                       | 1,861,444    |
| <b>Net cash generated / (used in) operating activities</b>  |      | 5,357,068                       | (26,182,388) |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |      |                                 |              |
| Receipts against issuance and conversion of units   |      | 34,082,219                      | 96,151,508   |
| Payments against redemption and conversion of units   |      | (44,437,737)                    | (42,995,341) |
| <b>Net cash (used in) / generated from financing activities</b>   |      | (10,355,518)                    | 53,156,167   |
| <b>Net (decrease) / increase in cash and cash equivalents during the period</b>   |      | (4,998,450)                     | 26,973,779   |
| Cash and cash equivalents at the beginning of the period  |      | 18,625,054                      | 3,746,343    |
| <b>Cash and cash equivalents at the end of the period</b>   | 16   | 13,626,604                      | 30,720,122   |

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

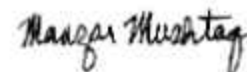
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alhamra Islamic Income Fund (the Fund) was established through a Trust Deed executed between MCB Investment Management Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The draft Trust Deed of the Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated January 25, 2011 consequent to which Trust Deed was executed on March 07, 2011 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provisional Trust Act namely "Sindh Trusts Act, 2021" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was registered under the Sindh Trust Act on August 13, 2021.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund is an open-end collective investment scheme and is listed on the Pakistan Stock Exchange Limited. The principal objective of the Fund is to seek to generate superior risk adjusted returns by investing in short, medium and long-term Shariah Compliant fixed income instruments. The units of the Fund were initially offered for public subscription at a par value of Rs 100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering them to the Fund. The Fund has been categorised as a "Shariah Compliant Islamic Income scheme" by the Board of Directors of the Management Company in accordance with the requirements of Circular 7 of 2009 dated March 6, 2009 issued by the SECP.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 03, 2025 (June 30, 2025: 'AM1' dated October 4, 2024) to the Management Company and AA-(f) as stability rating dated October 23, 2025 (June 30, 2025: "AA-(f)" dated May 05, 2025) to the Fund. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

## 2 BASIS OF PRESENTATION

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor and are accounted for on substance rather than the form prescribed by the earlier referred guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

## 3 BASIS OF PREPARATION

### 3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Companies Act 2017 along with part VIIIA of the repealed Companies ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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

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

The disclosures made in these condensed interim financial statements are limited, based on the requirements of IAS 34 'Interim Financial Reporting'. These condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2025.

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

#### **4 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT POLICIES**

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

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are not considered relevant or do not have any material impact on the Fund's condensed interim financial statements and, therefore, have not been detailed in these condensed interim financial statements.

#### **4.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective in the current period**

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statement except for:

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

The management is in the process of assessing the impacts of the new standards and amendments on the condensed interim financial statements of the Fund.

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

|                       | Note                       | December 31,<br>2025<br>(Un-audited) | June 30,<br>2025<br>(Audited) |
|-----------------------|----------------------------|--------------------------------------|-------------------------------|
|                       |                            | (Rupees in '000)                     |                               |
| <b>5</b>              | <b>BALANCES WITH BANKS</b> |                                      |                               |
| - In savings accounts | 5.1                        | 10,250,216                           | 18,594,261                    |
| - In current accounts | 5.2                        | 76,388                               | 30,793                        |
|                       |                            | 10,326,604                           | 18,625,054                    |

5.1 These carry profits at the rates ranging between 9.50% to 11.75% (June 30, 2025: 10.00% to 10.25%) per annum and include Rs. 5,510.80 million (June 30, 2025: Rs. 3,057.99 million) maintained with MCB Islamic Bank Limited (a related party) which carries profit at the rate of 10.35% (June 30, 2025: 10.25%) per annum.

5.2 These include balances held with MCB Bank Limited (a related party) of Rs. 75.43 million (June 30, 2025: Rs. 29.48 million).

|  | Note | December 31,<br>2025<br>(Un-audited) | June 30,<br>2025<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
|  |      | (Rupees in '000)                     |                               |

**6 INVESTMENTS**

**Investments at 'fair value through profit or loss'**

|                                       |     |            |            |
|---------------------------------------|-----|------------|------------|
| Unlisted securities - Corporate sukus | 6.1 | 983,022    | 558,114    |
| Listed securities - Corporate sukus   | 6.2 | -          | 405,500    |
| GoP Ijarah sukus                      | 6.3 | 18,158,771 | 17,829,320 |
| Certificates of musharakah            | 6.4 | 3,300,000  | -          |
| Bai muajjals                          | 6.5 | 1,097,250  | -          |
|                                       |     | 23,539,043 | 18,792,934 |

**6.1 Unlisted securities - Corporate sukus**

Sukus have a face value of Rs. 1,000,000 each unless stated otherwise.

| Name of the security   | Principal redemptions | Issue date        | Maturity date     | Profit rate (%)                        | As at July 1, 2025 | Purchased during the period | Sold / matured during the period | As at December 31, 2025 | Balance as at December 31, 2025 |              |                         | Market value as a percentage of |                                   |  |
|--|-----------------------|-------------------|-------------------|--|--------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|-------------------------|---------------------------------|-----------------------------------|--|
|  |                       |                   |                   |  |                    |                             |                                  |                         | Carrying value                  | Market value | Unrealised distribution | Net assets of the Fund          | Total market value of investments |  |
|  |                       |                   |                   |  |                    |                             |                                  |                         | Number of sukus                 |              |                         | %                               |                                   |  |
|  |                       |                   |                   |  |                    |                             |                                  |                         | Rupees in '000                  |              |                         |                                 |                                   |  |
| <b>Commercial banks</b>                                      |                       |                   |                   |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Dubai Islamic Bank Pakistan Limited (AA-, VIS, traded)       | At maturity           | December 2, 2021  | December 2, 2022  | 6 months KIBOR plus base rate of 0.70% | 22                 | -                           | -                                | 22                      | 22,139                          | 22,176       | 37                      | 0.06                            | 0.09                              |  |
| Meezan Bank Limited (AAA, VIS, non traded)                   | At maturity           | December 16, 2021 | December 16, 2021 | 6 months KIBOR plus base rate of 0.35% | 189                | -                           | -                                | 189                     | 185,975                         | 185,846      | (129)                   | 0.54                            | 0.79                              |  |
| <b>Engineering</b>   |                       |                   |                   |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Mughal Iron & Steel Industries Limited (A+, VIS, non traded) | At maturity           | November 14, 2025 | August 17, 2026   | 3 Months KIBOR plus base rate of 1.3%  | -                  | 25                          | -                                | 25                      | 25,000                          | 25,000       | -                       | 0.07                            | 0.11                              |  |
| <b>Textile Composite</b>                                     |                       |                   |                   |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Nishat Mills Limited (AA, PACRA, non traded)                 | At maturity           | November 06, 2025 | May 06, 2026      | 3 Months KIBOR plus base rate of 0%    | -                  | 750                         | -                                | 750                     | 750,000                         | 750,000      | -                       | 2.19                            | 3.19                              |  |
| <b>Food and personal care products</b>                       |                       |                   |                   |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Al-Tahur Limited (A- VIS, non traded)                        | At maturity           | June 3, 2025      | December 2, 2025  | 6 Months KIBOR plus base rate of 1.5%  | 100                | -                           | 100                              | -                       | -                               | -            | -                       | -                               | -                                 |  |
| <b>Textile composites</b>                                    |                       |                   |                   |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Masood Textile Mills Limited (A- PACRA, non traded)          | At maturity           | May 21, 2025      | November 21, 2025 | 6 Months KIBOR plus base rate of 0.95% | 250                | -                           | 250                              | -                       | -                               | -            | -                       | -                               | -                                 |  |
| <b>As at December 31, 2025 (Un-audited)</b>                  |                       |                   |                   |  |                    |                             |                                  |                         | 983,114                         | 983,022      | (92)                    |                                 |                                   |  |
| <b>As at June 30, 2025 (Audited)</b>                         |                       |                   |                   |  |                    |                             |                                  |                         | 560,776                         | 558,114      | (2,664)                 |                                 |                                   |  |

**6.2 Listed securities - Corporate sukus**

Sukus have a face value of Rs. 5,000 each unless stated otherwise.

| Name of the security                         | Principal redemptions | Issue date   | Maturity date | Profit rate (%)                        | As at July 1, 2025 | Purchased during the period | Sold / matured during the period | As at December 31, 2025 | Balance as at December 31, 2025 |              |                         | Market value as a percentage of |                                   |  |
|--|-----------------------|--------------|---------------|--|--------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|-------------------------|---------------------------------|-----------------------------------|--|
|  |                       |              |               |  |                    |                             |                                  |                         | Carrying value                  | Market value | Unrealised distribution | Net assets of the Fund          | Total market value of investments |  |
|  |                       |              |               |  |                    |                             |                                  |                         | Number of sukus                 |              |                         | %                               |                                   |  |
|  |                       |              |               |  |                    |                             |                                  |                         | Rupees in '000                  |              |                         |                                 |                                   |  |
| <b>Energy</b>                                |                       |              |               |  |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |  |
| Pakistan Energy Sukuk - II (Unrated, traded) | At maturity           | May 21, 2020 | May 21, 2030  | 6 months KIBOR plus base rate of 0.10% | 81,100             | -                           | 81,100                           | -                       | -                               | -            | -                       | -                               | -                                 |  |
| <b>As at December 31, 2025 (Un-audited)</b>  |                       |              |               |  |                    |                             |                                  |                         | -                               | -            | -                       |                                 |                                   |  |
| <b>As at June 30, 2025 (Audited)</b>         |                       |              |               |  |                    |                             |                                  |                         | 405,967                         | 405,500      | (467)                   |                                 |                                   |  |

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

**6.3 GoP Ijarah sukuks**

| Name of the security                       | Tenor    | Issue date         | Maturity date      | Profit / yield rate (%)           | As at July 1, 2025 | Purchased during the period | Sold / matured during the period | As at December 31, 2025 | Balance as at December 31, 2025 |              |                         | Market value as a percentage of |                                   |
|--|----------|--------------------|--------------------|-----------------------------------|--------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|--------------|-------------------------|---------------------------------|-----------------------------------|
|  |          |                    |                    |                                   |                    |                             |                                  |                         | Carrying value                  | Market value | Unrealised appreciation | Net assets of the Fund          | Total market value of investments |
|  |          |                    |                    |                                   |                    |                             |                                  |                         |                                 |              |                         |                                 |                                   |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 10 year  | September 18, 2024 | September 18, 2034 | 13.04%                            | 99,500             | -                           | 99,500                           | -                       | -                               | -            | -                       | -                               | -                                 |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 10 years | October 21, 2024   | October 21, 2034   | Weighted Average 6 months T-Bills | 32,891             | -                           | 32,891                           | -                       | -                               | -            | -                       | -                               | -                                 |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | January 9, 2025    | January 9, 2030    | 11.99%                            | 25,000             | 47,000                      | 50,000                           | 22,000                  | 113,839                         | 114,059      | 220                     | 0.33                            | 0.48                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | January 9, 2025    | January 9, 2030    | Weighted Average 6 months T-Bills | 12,480             | -                           | -                                | 12,480                  | 62,078                          | 62,013       | (65)                    | 0.18                            | 0.26                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | May 30, 2025       | May 30, 2030       | 10.87%                            | 227,500            | 315,000                     | 400                              | 542,100                 | 2,708,703                       | 2,726,763    | 18,060                  | 7.95                            | 11.58                             |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | May 30, 2025       | May 30, 2030       | Weighted Average 6 months T-Bills | 25,000             | -                           | -                                | 25,000                  | 125,022                         | 124,975      | (47)                    | 0.36                            | 0.53                              |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 10 years | May 30, 2025       | May 30, 2035       | Weighted Average 6 months T-Bills | 13,000             | 188,000                     | -                                | 201,000                 | 1,008,967                       | 1,007,010    | (1,957)                 | 2.93                            | 4.28                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 10 year  | July 24, 2025      | July 24, 2035      | 11.66%                            | -                  | 50,000                      | -                                | 50,000                  | 87,393                          | 84,025       | (3,368)                 | 0.24                            | 0.36                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | September 30, 2025 | September 30, 2030 | 11.14%                            | -                  | 125,000                     | 1                                | 124,999                 | 625,150                         | 637,057      | 11,908                  | 1.86                            | 2.71                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | January 24, 2024   | January 24, 2029   | 15.49%                            | 532,200            | 22,000                      | 144,000                          | 410,200                 | 2,276,165                       | 2,304,504    | 28,338                  | 6.72                            | 9.79                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | May 10, 2024       | May 10, 2029       | 15.48%                            | -                  | 10,000                      | 10,000                           | -                       | -                               | -            | -                       | -                               | -                                 |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 5 years  | June 28, 2024      | June 28, 2029      | Weighted Average 6 months T-Bills | 996                | 13,000                      | -                                | 13,996                  | 70,716                          | 70,022       | (694)                   | 0.20                            | 0.30                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | June 28, 2024      | June 28, 2029      | 15.10%                            | 112,000            | -                           | -                                | 112,000                 | 624,591                         | 632,184      | 7,593                   | 1.84                            | 2.69                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | September 18, 2024 | September 18, 2029 | 13.85%                            | 7,999              | -                           | 7,999                            | -                       | -                               | -            | -                       | -                               | -                                 |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 5 years  | October 21, 2024   | October 21, 2029   | 12.53%                            | 257,280            | 17,498                      | 1                                | 274,777                 | 1,446,221                       | 1,456,868    | 10,647                  | 4.25                            | 6.19                              |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 5 years  | October 21, 2024   | October 21, 2029   | Weighted Average 6 months T-Bills | -                  | 100,000                     | -                                | 100,000                 | 507,978                         | 498,650      | (9,328)                 | 1.45                            | 2.12                              |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 3 years  | January 9, 2025    | January 9, 2028    | Weighted Average 6 months T-Bills | 24,778             | 12,500                      | 400                              | 36,878                  | 183,633                         | 183,652      | 20                      | 0.54                            | 0.78                              |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 3 years  | January 9, 2025    | January 9, 2028    | 11.50%                            | 12,500             | 12,500                      | 25,000                           | -                       | -                               | -            | -                       | -                               | -                                 |
| GoP Ijarah Sukuks - FRR - PSX (note 6.3.2) | 3 years  | May 30, 2025       | May 30, 2028       | 10.85%                            | 20,000             | 77,500                      | 85,000                           | 12,500                  | 62,464                          | 62,769       | 305                     | 0.18                            | 0.27                              |
| GoP Ijarah Sukuks - VRR - PSX (note 6.3.2) | 3 years  | June 28, 2024      | June 28, 2027      | Weighted Average 6 months T-Bills | 40,993             | 5,000                       | 45,993                           | -                       | -                               | -            | -                       | -                               | -                                 |

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

| Name of the security                        | Tenor   | Issue date         | Maturity date      | Profit / yield rate (%)           | As at July 1, 2025 | Purchased during the period | Sold / matured during the period | As at December 31, 2025 | Balance as at December 31, 2025 |                   |                         | Market value as a percentage of |                                   |
|---|---------|--------------------|--------------------|-----------------------------------|--------------------|-----------------------------|----------------------------------|-------------------------|---------------------------------|-------------------|-------------------------|---------------------------------|-----------------------------------|
|   |         |                    |                    |                                   |                    |                             |                                  |                         | Carrying value                  | Market value      | Unrealised appreciation | Net assets of the Fund          | Total market value of investments |
|   |         |                    |                    |                                   |                    |                             |                                  |                         |                                 |                   |                         |                                 |                                   |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 3 years | June 28, 2024      | June 28, 2027      | 15.80%                            | 103,000            | -                           | 100,000                          | 3,000                   | 15,994                          | 16,074            | 80                      | 0.05                            | 0.07                              |
| CoP Ijarah Sukuk - VRR - PSX (note 6.3.2)   | 3 years | May 19, 2025       | May 19, 2028       | Weighted Average 6 months T-Bills | 15,000             | -                           | -                                | 15,000                  | 74,981                          | 75,000            | 19                      | 0.22                            | 0.32                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 3 years | September 18, 2024 | September 18, 2027 | 13.89%                            | -                  | 40,000                      | 40,000                           | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 3 years | October 21, 2024   | October 21, 2027   | 12.00%                            | 113,610            | 25,000                      | 138,610                          | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - VRR - PSX (note 6.3.2)   | 3 years | October 21, 2024   | October 21, 2027   | Weighted Average 6 months T-Bills | 9,998              | 59,997                      | -                                | 69,995                  | 352,261                         | 349,135           | (3,126)                 | 1.02                            | 1.48                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | January 9, 2025    | January 8, 2026    | 9.78% - 9.83%                     | 187,500            | 37,500                      | 94,400                           | 130,600                 | 651,838                         | 652,282           | 443                     | 1.90                            | 2.77                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | May 30, 2025       | May 29, 2026       | 9.57% - 9.85%                     | 240,000            | 395,001                     | -                                | 635,001                 | 3,056,438                       | 3,054,672         | (1,765)                 | 8.90                            | 12.98                             |
| CoP Ijarah Sukuk - XXIV - FRR (note 6.3.1)  | 3 years | June 26, 2023      | June 26, 2026      | 18.49%                            | 2,250              | 1,000                       | -                                | 3,250                   | 337,276                         | 338,748           | 1,472                   | 0.99                            | 1.44                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | July 24, 2025      | July 23, 2026      | 9.75%                             | -                  | 34,978                      | -                                | 34,978                  | 166,770                         | 167,387           | 617                     | 0.49                            | 0.71                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | August 21, 2025    | August 20, 2026    | 7.19% - 9.60%                     | -                  | 560,013                     | 70,020                           | 489,993                 | 2,307,430                       | 2,307,622         | 192                     | 6.72                            | 9.80                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 year  | August 16, 2024    | August 15, 2025    | 15.58%                            | 69,000             | -                           | 69,000                           | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | October 15, 2025   | October 14, 2026   | 10.13% - 10.17%                   | -                  | 300,000                     | 203,441                          | 96,559                  | 447,010                         | 448,372           | 1,362                   | 1.31                            | 1.90                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | September 18, 2024 | September 17, 2025 | 14.23%                            | 199                | 2                           | 201                              | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | October 21, 2024   | October 20, 2025   | 11.43%                            | 217,600            | 7,000                       | 224,600                          | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | November 07, 2024  | November 06, 2025  | 9.25% - 10.07%                    | 450,000            | 292,001                     | 742,001                          | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 years | December 04, 2024  | December 03, 2025  | 6.50% - 10.63%                    | 463,619            | 759,633                     | 1,223,252                        | -                       | -                               | -                 | -                       | -                               | -                                 |
| CoP Ijarah Sukuk - XXVI - VRR (note 6.3.1)  | 5 years | October 26, 2022   | October 26, 2027   | Weighted Average 6 months T-Bills | 2,000              | -                           | -                                | 2,000                   | 202,348                         | 201,680           | (668)                   | 0.59                            | 0.86                              |
| CoP Ijarah Sukuk - XXIII - VRR (note 6.3.1) | 5 years | October 6, 2021    | October 6, 2026    | Weighted Average 6 months T-Bills | 1,600              | -                           | -                                | 1,600                   | 161,040                         | 160,856           | (384)                   | 0.47                            | 0.68                              |
| CoP Ijarah Sukuk - XLI - VRR (note 6.3.1)   | 3 years | December 4, 2023   | December 4, 2026   | Weighted Average 6 months T-Bills | 2,500              | -                           | -                                | 2,500                   | 251,003                         | 250,550           | (453)                   | 0.73                            | 1.06                              |
| CoP Ijarah Sukuk - FRR - PSX (note 6.3.2)   | 1 year  | June 26, 2025      | June 25, 2026      | 10.19%                            | 37,500             | -                           | 1,500                            | 36,000                  | 171,719                         | 172,044           | 325                     | 0.50                            | 0.73                              |
| <b>As at December 31, 2025 (Unaudited)</b>  |         |                    |                    |                                   |                    |                             |                                  |                         | <b>18,099,029</b>               | <b>18,158,771</b> | <b>59,743</b>           |                                 |                                   |
| <b>As at June 30, 2025 (Audited)</b>        |         |                    |                    |                                   |                    |                             |                                  |                         | <b>17,309,643</b>               | <b>17,829,320</b> | <b>519,677</b>          |                                 |                                   |

**6.3.1** The nominal value of these sukuk is Rs. 100,000 each.

**6.3.2** The nominal value of these sukuk is Rs. 5,000 each.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
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**6.4 Certificates of musharakah**

| Name of the investee company        | Issue date         | Maturity date      | Profit rate (%) | As at July 1, 2025 | Placed during the period | Matured during the period | Balance as at December 31, 2025 |                  |  | Market value as a percentage of |                                   |
|-------------------------------------|--------------------|--------------------|-----------------|--------------------|--------------------------|---------------------------|---------------------------------|------------------|--|---------------------------------|-----------------------------------|
|                                     |                    |                    |                 |                    |                          |                           | Carrying value                  | Market value     | Unrealised appreciation / (diminution) | Net assets of the Fund          | Total market value of investments |
| (Rupees in '000)                    |                    |                    |                 |                    |                          |                           |                                 |                  | %                                      |                                 |                                   |
| Habib Bank Limited (AAA, VIS)       | July 14, 2025      | July 18, 2025      | 10.30%          | -                  | 2,000,000                | 2,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | August 01, 2025    | August 08, 2025    | 10.40%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | August 13, 2025    | August 22, 2025    | 10.50%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | August 13, 2025    | August 22, 2025    | 10.50%          | -                  | 1,000,000                | 1,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | August 15, 2025    | August 21, 2025    | 10.25%          | -                  | 4,000,000                | 4,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | August 29, 2025    | September 01, 2025 | 10.40%          | -                  | 4,000,000                | 4,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | August 29, 2025    | September 05, 2025 | 10.50%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | August 29, 2025    | September 05, 2025 | 10.50%          | -                  | 1,000,000                | 1,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | September 12, 2025 | September 15, 2025 | 10.50%          | -                  | 4,000,000                | 4,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | September 12, 2025 | September 19, 2025 | 10.55%          | -                  | 1,000,000                | 1,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | September 12, 2025 | September 19, 2025 | 10.55%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | September 26, 2025 | September 29, 2025 | 10.40%          | -                  | 4,000,000                | 4,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | September 26, 2025 | September 29, 2025 | 10.50%          | -                  | 1,000,000                | 1,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | September 26, 2025 | September 29, 2025 | 10.50%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | October 24, 2025   | October 27, 2025   | 10.25%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | December 05, 2025  | December 08, 2025  | 10.25%          | -                  | 1,700,000                | 1,700,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | December 19, 2025  | December 22, 2025  | 9.90%           | -                  | 2,500,000                | 2,500,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | December 22, 2025  | December 26, 2025  | 10.15%          | -                  | 2,500,000                | 2,500,000                 | -                               | -                | -                                      | -                               | -                                 |
| Faysal Bank Limited (AA, PACRA)     | December 26, 2025  | December 29, 2025  | 10.10%          | -                  | 3,200,000                | 3,200,000                 | -                               | -                | -                                      | -                               | -                                 |
| Habib Bank Limited (AAA, VIS)       | December 29, 2025  | December 30, 2025  | 10.00%          | -                  | 1,500,000                | 1,500,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | December 29, 2025  | December 30, 2025  | 10.10%          | -                  | 3,000,000                | 3,000,000                 | -                               | -                | -                                      | -                               | -                                 |
| Habib Bank Limited (AAA, VIS)       | December 30, 2025  | December 31, 2025  | 10.10%          | -                  | 3,300,000                | 3,300,000                 | -                               | -                | -                                      | -                               | -                                 |
| Moozan Bank Limited (AAA, VIS)      | December 31, 2025  | January 05, 2026   | 10.10%          | -                  | 3,300,000                | -                         | 3,300,000                       | 3,300,000        | -                                      | 9.62                            | 14.02                             |
| As at December 31, 2025 (Unaudited) |                    |                    |                 |                    |                          |                           | <u>3,300,000</u>                | <u>3,300,000</u> | <u>-</u>                               |                                 |                                   |
| As at June 30, 2025 (Audited)       |                    |                    |                 |                    |                          |                           | <u>-</u>                        | <u>-</u>         | <u>-</u>                               |                                 |                                   |

**6.5 Bai muajjals**

| Name of the bank                             | Issue date       | Maturity date  | Profit rate (%) | As at July 1, 2025 | Placed during the period | Matured during the period | Balance as at December 31, 2025 |                  |  | Market value as a percentage of |                                   |
|--|------------------|----------------|-----------------|--------------------|--------------------------|---------------------------|---------------------------------|------------------|--|---------------------------------|-----------------------------------|
|  |                  |                |                 |                    |                          |                           | Carrying value                  | Market value     | Unrealised appreciation / (diminution) | Net assets of the Fund          | Total market value of investments |
| (Rupees in '000)                             |                  |                |                 |                    |                          |                           |                                 |                  | %                                      |                                 |                                   |
| Ministry Of Finance - Bai Mujal (Pta (jara)) | October 09, 2025 | April 09, 2026 | 10.48%          | -                  | 1,097,250                | -                         | 1,097,250                       | 1,097,250        | -                                      | 3.20                            | 4.66                              |
| As at December 31, 2025 (Unaudited)          |                  |                |                 |                    |                          |                           | <u>1,097,250</u>                | <u>1,097,250</u> | <u>-</u>                               |                                 |                                   |
| Total as at June 30, 2025 (Audited)          |                  |                |                 |                    |                          |                           | <u>-</u>                        | <u>-</u>         | <u>-</u>                               |                                 |                                   |

**6.6 Net unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through profit or loss'**

|                                     |                          |               |                |
|-------------------------------------|--------------------------|---------------|----------------|
| Market value of investments         | 6.1, 6.2, 6.3, 6.4 & 6.5 | 23,539,043    | 49,729,473     |
| Less: Carrying value of investments | 6.1, 6.2, 6.3, 6.4 & 6.5 | (23,479,393)  | (49,051,878)   |
|                                     |                          | <u>59,650</u> | <u>677,596</u> |

**December 31, 2025**      **December 31, 2024**  
**(Un-audited)**  
**———— (Rupees in '000) ————**

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|   | <b>Note</b>  | <b>December 31,<br/>2025<br/>(Un-audited)</b> | <b>June 30,<br/>2025<br/>(Audited)</b> |
|---|--|---|--|
| <b>(Rupees in '000)</b>   |  |   |  |
| <b>7</b>  | <b>PROFIT RECEIVABLES</b>  |   |  |
| Profit receivable on:   |  |   |  |
| - Savings accounts  |  | 88,233  | 162,485                                |
| - Corporate sukuk   |  | 15,321  | 11,610                                 |
| - GoP Ijarah sukuk  |  | 277,841                                       | 296,030                                |
| - Bai muajjals  |  | 26,451  | -                                      |
| - Certificates of musharakah  |  | 913   | -                                      |
|   |  | <u>408,759</u>                                | <u>470,125</u>                         |
| <b>8</b>  | <b>ADVANCES, DEPOSITS, PREPAYMENTS AND<br/>OTHER RECEIVABLES</b> |   |  |
| Security deposits with:   |  |   |  |
| - National Clearing Company of Pakistan Limited (NCCPL)                   |  | 2,500   | 2,500                                  |
| - Central Depository Company of Pakistan Limited (CDC)                    |  | 100   | 100                                    |
| Prepayments   |  | -   | 332                                    |
| Receivable from Collection Account  |  | 13,277  | 52,041                                 |
| Receivable from the National Clearing Company of Pakistan Limited (NCCPL) |  | 67,131  | 67,131                                 |
| Advance tax   | 8.1  | 6,190   | 13,392                                 |
|   |  | <u>89,198</u>                                 | <u>135,496</u>                         |

**8.1** As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151 and 150 of the Income Tax Ordinance, 2001. However, withholding tax on profit on debt securities and profit on savings accounts with banks paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. The tax withheld on profit on debt securities and profit on savings accounts with banks amounts to Rs. 6.19 million (June 30, 2025: Rs. 13.39 million).

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

|  | <b>Note</b>  | <b>December 31,<br/>2025<br/>(Un-audited)</b> | <b>June 30,<br/>2025<br/>(Audited)</b> |
|--|--|---|--|
| <b>(Rupees in '000)</b>  |  |   |  |
| <b>9</b>   | <b>PAYABLE TO MCB INVESTMENT MANAGEMENT<br/>LIMITED - MANAGEMENT COMPANY</b> |   |  |
| Management remuneration payable                                  | 9.1  | 13,742  | 37,048                                 |
| Sindh sales tax payable on remuneration of<br>Management Company | 9.2  | 2,061   | 5,557                                  |
| Sales load payable   |  | 847   | 3,788                                  |
| Shariah advisory fee payable                                     |  | 33  | 31                                     |
|  |  | <u>16,683</u>                                 | <u>46,424</u>                          |

**9.1** In accordance with the NBFC Regulations, 2008, as amended by the SECP vide SRO No. 600(I)/2025 dated April 10, 2025, the Fund may charge a management fee up to 1.50% per annum on average daily net assets of the Fund, applicable to 'Income Schemes', with effect from July 01, 2025. Previously, the Management Company was entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Accordingly, the Fund has charged management fee at the rates ranging from 0.50% to 1.10% (December 31, 2024: 0.01% to 7.40% on gross earnings from July 01, 2024 to August 31, 2024 and 0.95% to 2.00% per annum on daily net assets from September 01, 2024 to December 31, 2024).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
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9.2 Sindh sales tax on remuneration of the management company has been charged at the rate of 15% (June 30, 2025: 15%).

9.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company was entitled to charge fees and expenses relating to registrar services, accounting, operational and valuation services of a Collective Investment Scheme (CIS). However, the SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, introduced amendments to Schedule XX of the NBFC Regulations regarding expenses chargeable to CISs, under which expenses relating to registrar services, accounting, operational and valuation services have been excluded. Accordingly, the Management Company has discontinued chargeability of the aforementioned expenses in compliance with the revised requirements of the NBFC Regulations.

|   | <b>Note</b> | <b>December 31,<br/>2025<br/>(Un-audited)</b> | <b>June 30,<br/>2025<br/>(Audited)</b> |
|---|-------------|---|--|
|   |             | <b>----- (Rupees in '000) -----</b>           |  |
| <b>10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b> |             |   |  |
| Trustee remuneration payable  | 10.1        | 2,062   | 450                                    |
| Sindh sales tax payable on trustee remuneration                               | 10.2        | 309   | 68                                     |
|   |             | <u>2,371</u>                                  | <u>518</u>                             |

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (December 31, 2024: 0.075%) per annum of average daily net assets of the Fund during the period.

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

|   | <b>Note</b> | <b>December 31,<br/>2025<br/>(Un-audited)</b> | <b>June 30,<br/>2025<br/>(Audited)</b> |
|---|-------------|---|--|
|   |             | <b>----- (Rupees in '000) -----</b>           |  |
| <b>11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b> |             |   |  |
| Fee payable   | 11.1        | 2,061   | 1,932                                  |

11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (December 31, 2024: 0.075%) per annum of the average daily net assets during the period.

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

|  | <b>Note</b> | <b>December 31,<br/>2025<br/>(Un-audited)</b> | <b>June 30,<br/>2025<br/>(Audited)</b> |
|--|-------------|---|--|
|  |             | <b>----- (Rupees in '000) -----</b>           |  |
| <b>12 ACCRUED EXPENSES AND OTHER LIABILITIES</b> |             |   |  |
| Provision for federal excise duty payable on     |             |   |  |
| - Remuneration of the Management Company         | 12.1        | 8,639   | 8,639                                  |
| - Sales load                                     |             | 3,028   | 3,028                                  |
| Auditor's remuneration payable                   |             | 693   | 841                                    |
| Brokerage and settlement charges payable         |             | 181   | 1,084                                  |
| Legal and professional charges payable           |             | 749   | 739                                    |
| Capital gain tax payable                         |             | 10,755  | 230,057                                |
|  |             | <u>24,045</u>                                 | <u>244,388</u>                         |

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

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

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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 Fund has discontinued making further provision in respect of FED on remuneration of the Management Company, sales load and related taxes from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 11.7 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2025 would have been higher by Re. 0.04 per unit (2025: Re. 0.03 per unit).

### 13 CONTINGENCIES AND COMMITMENTS

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

### 14 TAXATION

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

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

### 15 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.12% (December 31, 2024: 1.82%) which includes 0.21% (December 31, 2024: 0.30%) representing Government Levy and SECP Fee etc.

Effective from July 01, 2025, the SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 9.1 of these condensed interim financial statements.

|                                     | Note | December 31,<br>2025 | December 31,<br>2024 |
|-------------------------------------|------|----------------------|----------------------|
| (Un-audited)                        |      |                      |                      |
| ———— (Rupees in '000) ————          |      |                      |                      |
| <b>16 CASH AND CASH EQUIVALENTS</b> |      |                      |                      |
| Balances with banks                 | 5    | 10,326,604           | 18,076,848           |
| Certificates of musharakah          | 6.4  | 3,300,000            | -                    |
| Bai Muajjals                        |      | -                    | 12,643,274           |
|                                     |      | 13,626,604           | 30,720,122           |

### 17 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

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

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

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

|   | December 31,<br>2025<br>(Un-audited)<br>----- (Rupees in '000) ----- | December 31,<br>2024<br>(Un-audited)<br>----- (Rupees in '000) ----- |
|---|--|--|
| <b>17.1 Transactions during the period</b>  |  |  |
| <b>MCB Investment Management Limited - Management Company</b>   |  |  |
| Remuneration of the Management Company (including indirect taxes)   | 186,137  | 335,876  |
| Allocated expenses (including indirect taxes)   | -  | 10,380   |
| Shariah advisory fee  | 190  | 181  |
| Units issued to unitholder on behalf of the Management Company*   | -  | 1,461  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |  |  |
| Remuneration of the Trustee   | 17,175   | 18,398   |
| CDC settlement charges  | 254  | 370  |
| <b>Group / associated companies</b>   |  |  |
| <b>MCB Bank Limited - Parent of the Management Company</b>  |  |  |
| Bank charges  | 178  | 120  |
| <b>MCB Islamic Bank Limited - Subsidiary of parent of the Management Company</b>  |  |  |
| Profit on balances with banks   | 156,191  | 180,305  |
| <b>Nishat Mills Limited</b>   |  |  |
| Purchase of 750,000,000 sukuk (2024:Nil)  | 750,000  | -  |
| * This represents amount reimbursed by the Management Company in the form of dividend to identified unit holders of the Fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan. |  |  |
| <b>17.2 Balances outstanding as at period end</b>   |  |  |
| <b>MCB Investment Management Limited</b>  |  |  |
| Management remuneration payable   | 13,742   | 37,048   |
| Sindh sales tax payable on remuneration of the Management Company   | 2,061  | 5,557  |
| Shariah advisory fee payable  | 33   | 31   |
| Sales load payable  | 847  | 3,788  |
| <b>Receivable from Collection Account</b>   | 13,277   | 52,041   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |  |  |
| Trustee remuneration payable  | 2,062  | 450  |
| Sindh sales tax payable on Trustee remuneration   | 309  | 68   |
| Security deposit  | 100  | 100  |
| <b>MCB Bank Limited</b>   |  |  |
| Balances with bank  | 75,429   | 29,479   |
| <b>MCB Islamic Bank Limited</b>   |  |  |
| Balances with bank  | 5,510,814  | 3,058,174  |
| Profit receivable on savings account  | 27,694   | 17,939   |
| <b>Nishat Mills Limited</b>   |  |  |
| Investment in sukuk as at 750,000,000 (2025:Nil)  | 750,000  | -  |

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

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

|  | Half year ended December 31, 2025 (Un-audited) |                 |            |                         |                     |                 |           |                         |
|--|--|-----------------|------------|-------------------------|---------------------|-----------------|-----------|-------------------------|
|  | As at July 01, 2025                            | Issued for cash | Redeemed   | As at December 31, 2025 | As at July 01, 2025 | Issued for cash | Redeemed  | As at December 31, 2025 |
|  | Units  |                 |            | (Rupees in '000)        |                     |                 |           |                         |
| <b>Associated companies / undertakings:</b>                        |  |                 |            |                         |                     |                 |           |                         |
| Lajpir Staff Provident Fund  | 87,511   | -               | -          | 87,511                  | 9,127               | -               | -         | 9,577                   |
| Nisbat Mills Limited Employees Provident Fund Trust                | -  | 189,394         | -          | 189,394                 | -                   | 20,000          | -         | 20,727                  |
| Security General Insurance Co. Ltd. Employees Provident Fund Trust | 144,796  | -               | -          | 144,796                 | 15,101              | -               | -         | 15,847                  |
| Adamjee Life Assurance Company Limited - Tameen                    | 3,411,296                                      | 9,010,216       | 12,421,512 | -                       | 355,765             | 950,000         | 1,314,123 | -                       |
| Hyundai Nisbat Motor (Private) Limited Employees Provident Fund    | 1,062,947                                      | 651,105         | 1,714,051  | 1                       | 110,855             | 69,000          | 182,837   | -                       |
| Arif Habib Securities Limited Employees Provident Fund Trust       | 18   | -               | -          | 18                      | 2                   | -               | -         | 2                       |
| Adamjee Insurance Company Limited Window Takaful Operations        | 3,137,264                                      | -               | 3,137,264  | -                       | 327,166             | -               | 329,193   | -                       |
| MCBFSL Trustee Alhamra Smart Portfolio                             | 1,526,691                                      | 2,250,330       | 1,787,715  | 1,991,306               | 159,428             | 239,096         | 190,317   | 217,929                 |
| Nisbat Power Limited   | -  | 9,458,852       | 9,458,852  | -                       | -                   | 996,607         | 996,410   | -                       |
| Adamjee Insurance Co. Ltd. Window Takaful Operation Opf            | 1,942,056                                      | 1,944,729       | 1,942,056  | 1,944,729               | 202,538             | 212,776         | 207,223   | 212,832                 |
|  |  |                 |            |                         |                     |                 |           |                         |
| <b>Key management personnel*</b>                                   | 326,756  | 1,181,923       | 1,230,941  | 277,740                 | 34,078              | 125,376         | 130,917   | 30,396                  |
| <b>Mandate Under Discretionary Portfolio Services</b>              | 2,707,761                                      | 952,440         | 2,226,894  | 1,431,307               | 282,393             | 100,800         | 237,363   | 156,643                 |
| <b>Unit holders holding 10% or more units</b>                      | 40,248,572                                     | 38,441,127      | 47,506,601 | 32,183,098              | 4,197,536           | 4,269,626       | 5,074,230 | 3,522,128               |

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

|   | Half year ended December 31, 2024 (Un-audited) |                 |            |                         |                     |                 |          |                         |
|---|--|-----------------|------------|-------------------------|---------------------|-----------------|----------|-------------------------|
|   | As at July 01, 2024                            | Issued for cash | Redeemed   | As at December 31, 2024 | As at July 01, 2024 | Issued for cash | Redeemed | As at December 31, 2024 |
|   | Units  |                 |            | (Rupees in '000)        |                     |                 |          |                         |
| <b>Associated companies / undertakings:</b>                               |  |                 |            |                         |                     |                 |          |                         |
| MCB Investment Management Limited   | -  | 10,775,579      | 8,670,946  | 1,904,633               | -                   | 1,209,720       | 997,242  | 216,834                 |
| Adamjee Life Assurance Company Limited                                    | 531,607  | 2,431,760       | 2,711,720  | 251,847                 | 55,319              | 263,000         | 296,929  | 26,649                  |
| Hyundai Nisbat Motor (Private) Limited Employees Provident Fund           | 438,106  | 331,573         | -          | 769,679                 | 45,590              | 35,001          | -        | 87,624                  |
| Arif Habib Securities Limited Employees Provident Fund Trust              | -  | 16              | -          | 16                      | -                   | 2               | -        | 2                       |
| MCBFSL Trustee Alhamra Smart Portfolio                                    | 976,144  | 639,475         | 500,366    | 1,115,233               | 101,578             | 71,747          | 56,210   | 126,964                 |
| Adamjee Insurance Company Limited Window Takaful Operations               | 1,626,670                                      | 8,067,004       | 4,946,937  | 4,946,937               | 190,105             | 912,064         | 562,059  | 563,166                 |
| Adamjee Life Assurance Company Limited Amanat Fund                        | -  | 2               | -          | 2                       | -                   | 0               | -        | -                       |
| Adamjee Insurance Company Limited Employees Provident Fund                | -  | 346,760         | 346,760    | -                       | -                   | 37,066          | 39,468   | -                       |
| Security General Insurance Company Limited Employees Provident Fund Trust | -  | 125,913         | -          | 125,913                 | -                   | 13,900          | -        | 14,335                  |
| Adamjee Life Assurance Company Limited - Tameen                           | -  | 8,143,790       | 723,437    | 8,420,353               | -                   | 1,000,055       | 80,000   | 958,618                 |
| Lajpir Staff Provident Fund   | -  | 272,635         | 196,537    | 76,096                  | -                   | 30,000          | 22,000   | 8,663                   |
|   |  |                 |            |                         |                     |                 |          |                         |
| <b>Key management personnel*</b>  | 114,726  | 9,062,967       | 4,830,329  | 4,347,366               | 2,781               | 61,462          | 49,168   | 494,927                 |
| <b>Mandate Under Discretionary Portfolio Services</b>                     | 1,221,730                                      | 16,112,529      | 14,014,619 | 3,319,640               | 7                   | 221,740         | 93,394   | 377,925                 |
| <b>Unit holders holding 10% or more units</b>                             | -  | -               | -          | -                       | -                   | -               | -        | -                       |

\*This reflects the position of related party / connected persons status as at December 31, 2024

## 18 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

### 18.1 Fair value hierarchy

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

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

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

As at December 31, 2025 and June 30, 2025, the Fund holds the following financial instrument measured at fair value.

| ASSETS   | December 31, 2025 |                  |          |                   |
|--|-------------------|------------------|----------|-------------------|
|  | Unaudited         |                  |          |                   |
|  | Level 1           | Level 2          | Level 3  | Total             |
| <b>Financial assets 'at fair value through profit or loss'</b> | (Rupees in '000)  |                  |          |                   |
| Unlisted securities - Corporate sukuk*                         | -                 | 983,022          | -        | 983,022           |
| Listed securities - Corporate sukuk                            | -                 | -                | -        | -                 |
| GoP Ijarah sukuk   | 17,207,137        | 951,634          | -        | 18,158,771        |
| Bai muajjals**   | -                 | 1,097,250        | -        | 1,097,250         |
| Certificates of musharakah                                     | -                 | 3,300,000        | -        | 3,300,000         |
|  | <u>17,207,137</u> | <u>6,331,906</u> | <u>-</u> | <u>23,539,043</u> |
|  |                   |                  |          |                   |
| ASSETS   | June 30, 2025     |                  |          |                   |
|  | Audited           |                  |          |                   |
|  | Level 1           | Level 2          | Level 3  | Total             |

\*The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

\*\*The valuation of Bai Muajjal receivable have been carried out based on amortisation to their face values / sale price as per the guidelines given in Circular 33 of 2012 of SECP since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit ratings.

Valuation technique used in determination of fair values is as follows:

| Item                                  | Valuation technique   |
|---------------------------------------|---|
| GoP Ijarah sukuk                      | The fair value of GoP Ijarah sukuk listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange. The fair value of other GoP Ijarah sukuk are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. |
| Unlisted securities - Corporate sukuk | The valuation has been determined through closing rates announced by FMA (Financial Market Association) through Reuters.  |

**19 CORRESPONDING FIGURES**

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

**20 GENERAL**

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

**21 DATE OF AUTHORISATION FOR ISSUE**

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

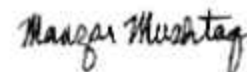
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**MCB INVESTMENT MANAGEMENT LIMITED**

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

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