

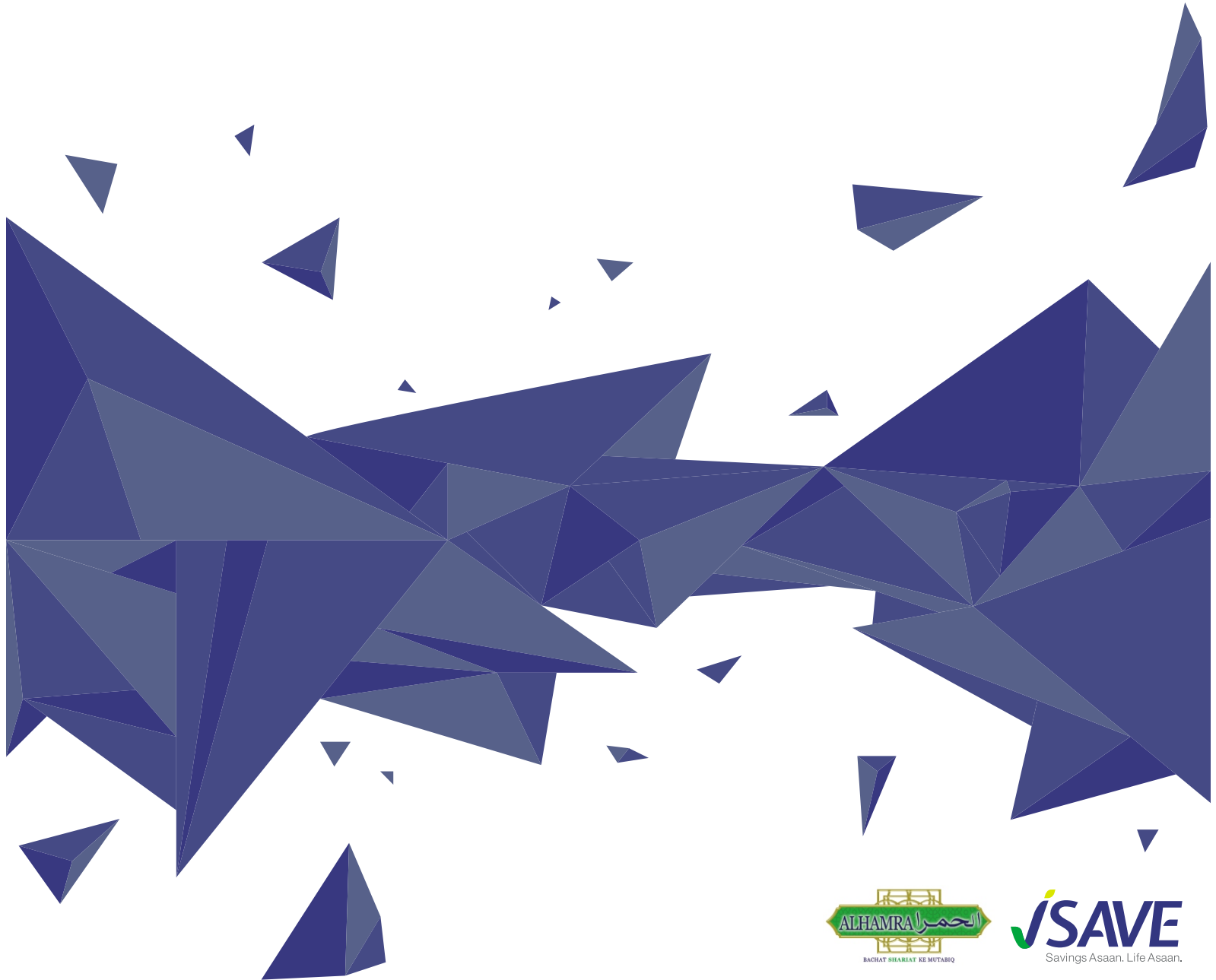


MCB FUNDS  
Investments for Life

# HALF YEARLY REPORT

DECEMBER  
**2025**  
(UNAUDITED)

Funds Under Management of  
MCB Investment Management Limited



# **ALHAMRA KPK GOVT. EMPLOYEES PENSION FUND**

## TABLE OF CONTENTS

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

## FUND'S INFORMATION

<b>Management Company</b>	<b>MCB Investment Management Limited</b> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
<b>Board of Directors</b>	Mr. Haroun Rashid Mr. Muhammad Nauman Chughtai Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Ms. Sadia Muzaffar Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
<b>Audit Committee</b>	Ms. Sadia Muzaffar Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
<b>Human Resource &amp; Remuneration Committee</b>	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah Mr. Muhammad Nauman Chughtai	Chairman Member Member Member Member
<b>Credit Committee</b>	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Ms. Sadia Muzaffar Mr. Khawaja Khalil Shah	Member Member Member Member
<b>IT &amp; Digital Risk Management Committee</b>	Ms. Mavra Adil Khan Mr. Ahmed Jahangir Mr. Khawaja Khalil Shah Mr. Syed Sohail Ahmed Mr. Shabbir Hussain Mr. Muhammad Arsalan Khan	Chairman Member Member Member Member Member
<b>Chief Executive Officer</b>	Mr. Khawaja Khalil Shah	
<b>Chief Operating &amp; Financial Officer</b>	Mr. Muhammad Asif Mehdi Rizvi	
<b>Company Secretary</b>	Mr. Muhammad Rehan Khan	
<b>Trustee</b>	<b>Central Depository Company of Pakistan Ltd.</b> CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
<b>Bankers</b>	The Bank of Khyber Faysal Bank Limited Dubai Islamic Bank Limited	
<b>Auditors</b>	<b>BDO Ebrahim &amp; Co.</b> Chartered Accountants 2nd Floor, Block-C, Lakson Square, Building No.1 Sarwar Shaheed Road, Karachi	
<b>Legal Advisor</b>	<b>Bawaney &amp; Partners</b> 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area 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> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

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

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Dear Investor

On behalf of the Board of Directors, I am pleased to present **MCB Alhamra KPK Government Employees Pension Fund- Money Market Sub Fund** accounts review for the half year ended December 31, 2025.

## **Economy Review**

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

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

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

## **FUND PERFORMANCE**

The money market sub-fund generated an annualized return of 9.52% during the period under review. The sub-fund's exposure in cash stood at 91.6%.

The Net Assets of the Fund as at December 31, 2025 stood at Rs. 809.120 million. The Net Asset Value (NAV) per unit as at December 31, 2025 was Rs. 132.9127.

## **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.

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

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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.

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

### **Mutual Fund Industry Review**

The Net Assets of the open-end mutual funds industry increased by about 19.0% during 1HFY26 to PKR 4,384 billion. Total money market funds inched up by 1.1% since June 2025. Within the money market sphere, conventional funds showed a decline of 0.1% to PKR 976 billion while Islamic funds increased by 2.4% to PKR 934 billion. In addition, the total fixed Income and Fixed Rate funds increased by about 35.2% since June 2025 to PKR 1,679 billion while Equity and related funds increased by 47.2% to PKR 723 billion.

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

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

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### **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.

### **Acknowledgement**

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

On behalf of Directors,



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**Khawaja Khalil Shah**  
Chief Executive Officer  
February 02, 2026

## ڈائریکٹرز رپورٹ

اظہار تشکر

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

منجانب ڈائریکٹرز،



خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2026ء

## ڈائریکٹرز رپورٹ

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

### میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2026ء کے نصف اول کے دوران تقریباً 19.0 فیصد بڑھ کر 4,384 بلین روپے ہو گئے۔ منی مارکیٹ کے کل فنڈز میں جون 2025ء کے بعد سے 1.1 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روايتی 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 براں، گل فکسڈ انکم اور فکسڈ 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 کیپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلاؤ کاوٹ جاری رہے، اور ڈیجیٹل رسائی اور صارفین کو اچھا تجربہ فراہم کرنے کے معاملے میں ہماری بہتر استعداد کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے تیار ہیں۔

## 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 کثیرالاجہتی ایجنسیوں کی طرف سے آمدات ہیں۔ موجودہ مالی سال میں ہماری خارجی صورتحال میں بہتری آئی ہے جس کی بدولت پاکستان بین الاقوامی کیپیٹل مارکیٹس میں دوبارہ داخل ہونے پر غور کر سکتا ہے تاکہ پانڈا بانڈز جیسے موقعوں کو آزما یا جاسکے۔

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

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

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

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

## ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی الحمراء کے پی کے گورنمنٹ ایسپلائز پینشن فنڈ - منی مارکیٹ ذیلی فنڈ برائے مدت مختتمہ 31 دسمبر 2025ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال 2026ء کے پہلے پانچ ماہ میں ملکہ نے 812 ملین ڈالر کا کرنٹ اکاؤنٹ خسارہ پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں 503 ملین ڈالر فاضل (سرسپلس) تھا۔ تجارتی خسارے میں 30.3 فیصد سال در سال (YoY) اضافہ ہوا کیونکہ برآمدات میں 3.2 فیصد کمی ہوئی جبکہ درآمدات میں 11.1 فیصد اضافہ ہوا۔ ترسیلات 9.3 فیصد بڑھ کر 16.2 بلین ڈالر ہو گئیں۔ ملکہ 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 مماثل مدت میں 7.3 فیصد کے بالمقابل ہے۔ اس تیزی سے ہونے والی کمی کی وجہ گزشتہ ایک سال کے دوران کرنسی کا استحکام ہے۔ مزید برآں، base کے اترنے 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 Money مارکیٹ ذیلی فنڈ کا ایک سال پر محیط منافع 9.52 فیصد تھا۔  
ذیلی فنڈ کی نقد میں سرمایہ کاری 91.6 فیصد تھی۔

31 دسمبر 2025ء کو فنڈ کے net اثاثہ جات 809.12 ملین روپے تھے، اور net اثاثہ جاتی قدر (این اے وی) نی یونٹ 132.9127 روپے تھی۔

# TRUSTEE REPORT TO THE UNIT HOLDERS

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CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

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



## TRUSTEE REPORT TO THE PARTICIPANTS

### MCB ALHAMRA KPK GOVERNMENT EMPLOYEES PENSION FUND

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

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

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

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

Karachi, February 17, 2026



# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



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2nd Floor, Block-C  
Lakson Square, Building No.1  
Sarwar Shaheed Road  
Karachi-74200  
Pakistan

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

### Introduction

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

### Scope of Review

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

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2025 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other matter

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

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

KARACHI

DATED: 19 FEB 2026

UDIN: RR202510166zWIJKSyuO

  
BDO EBRAHIM & CO.  
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

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

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

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>ASSETS</b>										
Balances with banks	580,192	580,194	580,196	742,352,545	744,093,127	565,134	565,463	565,467	560,488,735	562,184,799
Investments	-	-	-	60,000,000	60,000,000	-	-	-	-	-
Profit receivable	2,287	2,288	2,288	7,539,381	7,546,244	2,163	2,163	2,163	4,850,948	4,857,437
Security deposits	-	-	-	100,000	100,000	715	370	370	106,241	107,696
<b>Total assets</b>	<b>582,479</b>	<b>582,482</b>	<b>582,484</b>	<b>809,991,926</b>	<b>811,739,371</b>	<b>568,012</b>	<b>567,996</b>	<b>568,000</b>	<b>565,445,924</b>	<b>567,149,932</b>
<b>LIABILITIES</b>										
Payable to the Pension Fund Manager	496	496	496	611,022	612,510	463	464	463	425,068	426,458
Payable to the Trustee	496	496	496	114,586	116,074	475	466	468	16,012	17,421
Payable to the Securities and Exchange Commission of Pakistan-Annual fee	116	116	116	139,506	139,854	220	220	220	158,198	158,858
Withholding Tax Payable	-	-	-	2,337	2,337	-	-	-	1,523	1,523
<b>Total liabilities</b>	<b>1,108</b>	<b>1,108</b>	<b>1,108</b>	<b>867,451</b>	<b>870,775</b>	<b>1,158</b>	<b>1,150</b>	<b>1,151</b>	<b>600,801</b>	<b>604,260</b>
<b>NET ASSETS</b>	<b>581,371</b>	<b>581,374</b>	<b>581,376</b>	<b>809,124,475</b>	<b>810,868,596</b>	<b>566,854</b>	<b>566,846</b>	<b>566,849</b>	<b>564,845,123</b>	<b>566,545,672</b>
<b>REPRESENTED BY:</b>										
<b>PARTICIPANTS' SUB FUNDS</b> (as per statement attached)	581,371	581,374	581,376	809,124,475	810,868,596	566,854	566,846	566,849	564,845,123	566,545,672
<b>Contingencies and commitments</b>										
	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
	5,000	5,000	5,000	6,087,637	6,087,637	5,000	5,000	5,000	4,453,664	4,453,664
<b>Number of units in issue</b>										
	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
	116,2740	116,2748	116,2752	132,9127	132,9127	113,3706	113,3693	113,3698	126,8270	126,8270
<b>Net assets value per unit</b>										

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**For MCB Investment Management Limited**  
(Pension Fund Manager)



Chief Executive Officer



Director

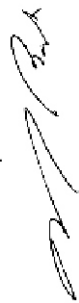
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Half year ended December 31, 2025 (Un-audited)				Half year ended December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>INCOME</b>										
Mark-up on bank deposits	15,625	15,635	15,635	35,666,039	35,712,934	24,782	24,780	24,779	17,036,586	17,110,927
Capital gain on sale of investment - net	-	-	-	-	-	-	-	-	2,579,216	2,579,216
Income from government securities	-	-	-	-	-	-	-	-	4,785,536	4,785,536
Income on sukuk	-	-	-	1,027,332	1,027,332	-	-	-	-	-
Amortization on government securities	-	-	-	-	-	-	-	-	1,859,928	1,859,928
Unrealised gain on re-measurement of investment- / classified as financial asset at fair value through profit or loss - net	-	-	-	-	-	-	-	-	167,657	167,657
<b>Total income</b>	15,625	15,635	15,635	36,693,371	36,740,266	24,782	24,780	24,779	26,428,923	26,503,264
<b>EXPENSES</b>										
Remuneration of Pension Fund Manager	432	431	432	2,790,137	2,791,432	409	411	409	1,234,571	1,235,800
Sindh sales tax on remuneration of Pension Fund Manager	64	64	64	418,521	418,713	61	61	61	185,186	185,369
Remuneration of the Trustee	434	434	434	523,164	524,466	409	407	409	232,396	233,621
Sales tax on remuneration of the Trustee	62	62	62	78,477	78,663	61	61	61	34,856	35,039
Securities and Exchange Commission of Pakistan-Annual fee	116	116	116	139,505	139,853	109	109	109	61,980	62,307
Brokerage expense	-	-	-	-	-	-	-	-	7,188	7,188
<b>Total expenses</b>	1,108	1,107	1,108	3,949,804	3,953,127	1,049	1,049	1,049	1,756,177	1,759,324
<b>Net income for the period before taxation</b>	14,517	14,528	14,527	32,743,567	32,787,139	23,733	23,731	23,730	24,672,746	24,743,940
Taxation	-	-	-	-	-	-	-	-	-	-
<b>Net income for the period</b>	14,517	14,528	14,527	32,743,567	32,787,139	23,733	23,731	23,730	24,672,746	24,743,940
<b>Earnings per unit</b>										

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

14

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer



Director

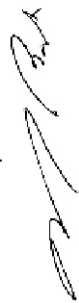
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Quarter Ended December 31, 2025 (Un-audited)				Quarter Ended December 31, 2024 (Audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>INCOME</b>										
Mark-up on bank deposits	7,666	7,670	7,670	18,795,510	18,818,516	11,308	11,306	11,306	11,422,618	11,456,538
Capital gain on sale of investment - net	-	-	-	-	-	-	-	-	665,866	665,866
Income from government securities	-	-	-	1,027,332	1,027,332	-	-	-	9,680	9,680
Income on sukuk	-	-	-	-	-	-	-	-	1,051,172	1,051,172
Amortization on government securities	-	-	-	-	-	-	-	-	(212,287)	(212,287)
Unrealised loss on re-measurement of investment- / classified as financial asset at fair value through profit or loss - net	-	-	-	-	-	-	-	-	-	-
<b>Total income</b>	7,666	7,670	7,670	19,822,842	19,845,848	11,308	11,306	11,306	12,937,048	12,970,968
<b>EXPENSES</b>										
Remuneration of Pension Fund Manager	218	217	218	1,502,918	1,503,571	207	209	207	745,359	745,982
Sindh sales tax on remuneration of Pension Fund Manager	32	32	32	225,438	225,534	31	31	31	111,804	111,897
Remuneration of Trustee	218	218	218	281,804	282,458	207	205	207	139,746	140,365
Sales tax on remuneration of Trustee	32	32	32	42,272	42,368	31	31	31	20,960	21,053
Securities and Exchange Commission of Pakistan-Annual fee	58	59	59	75,145	75,321	55	55	55	37,269	37,435
Brokerage expense	-	-	-	-	-	-	-	-	1,438	1,438
<b>Total expenses</b>	558	558	559	2,127,577	2,129,252	531	531	532	1,056,576	1,058,170
<b>Net income before taxation</b>	7,108	7,112	7,111	17,695,265	17,716,596	10,777	10,775	10,774	11,880,472	11,912,798
Taxation	-	-	-	-	-	-	-	-	-	-
<b>Net income for the period</b>	7,108	7,112	7,111	17,695,265	17,716,596	10,777	10,775	10,774	11,880,472	11,912,798
<b>Earnings per unit</b>										

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

14

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer

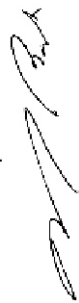


Director

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

	Half year ended December 31, 2025 (Un-audited)				Half year ended December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income for the period	14,517	14,528	14,527	32,743,567	32,787,139	23,733	23,731	23,730	24,672,746	24,743,940
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	<b>14,517</b>	<b>14,528</b>	<b>14,527</b>	<b>32,743,567</b>	<b>32,787,139</b>	<b>23,733</b>	<b>23,731</b>	<b>23,730</b>	<b>24,672,746</b>	<b>24,743,940</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Executive Officer

For MCB Investment Management Limited  
(Pension Fund Manager)



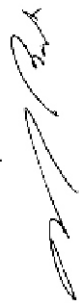
Director

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

	Quarter Ended December 31, 2025 (Un-audited)				Quarter Ended December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>Net income for the period</b>	7,108	7,112	7,111	17,695,265	17,716,596	10,777	10,775	10,774	11,880,472	11,912,798
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	<u>7,108</u>	<u>7,112</u>	<u>7,111</u>	<u>17,695,265</u>	<u>17,716,596</u>	<u>10,777</u>	<u>10,775</u>	<u>10,774</u>	<u>11,880,472</u>	<u>11,912,798</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	December 31, 2025 (Un-audited)				December 31, 2024 (Un-audited)					
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>Net assets at the beginning of period</b>	566,854	566,846	566,849	564,845,123	566,545,672	528,511	528,487	528,495	128,623,679	130,209,172
Amount received on issue of units	-	-	-	211,874,808	211,874,808	-	-	-	262,332,778	262,332,778
Amount paid on redemption of units	-	-	-	(339,023)	(339,023)	-	-	-	(25,071)	(25,071)
Net income for the period	14,517	14,528	14,527	32,743,567	32,787,139	23,733	23,731	23,729	24,672,745	24,743,938
<b>Net assets at the end of period</b>	<b>581,371</b>	<b>581,374</b>	<b>581,376</b>	<b>809,124,475</b>	<b>810,868,596</b>	<b>552,244</b>	<b>552,218</b>	<b>552,224</b>	<b>415,604,131</b>	<b>417,260,817</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer



Director

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

	December 31, 2025 (Un-audited)				December 31, 2024 (Un-audited)				Total
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
	14,517	14,528	14,527	32,743,567	23,734	23,731	23,729	24,672,745	24,743,940
	-	-	-	-	-	-	-	(167,657)	(167,657)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>									
Net income before taxation	(124)	-	-	(60,000,000)	-	-	-	78,129,656	78,129,656
Adjustments for non cash and other items:	715	(125)	(125)	(2,688,433)	(3,838)	(3,838)	(3,838)	837,798	826,284
Unrealised loss on re-measurement of investment- / classified as financial asset at fair value through profit or loss - net	591	370	370	6,241	829	829	829	6,021	8,509
<b>(Increase) / Decrease in current assets</b>									
Investments	-	245	245	(62,682,192)	(3,009)	(3,009)	(3,008)	78,973,474	78,964,448
Profit receivable	-	-	-	-	-	-	-	-	-
Advances, deposits and other receivables	-	-	-	-	-	-	-	-	-
<b>(Increase) / (Decrease) in liabilities</b>									
Payable to the Pension Fund Manager	33	32	33	185,954	(6)	(5)	(7)	214,996	214,977
Payable to the Trustee	21	30	28	98,574	(10)	(10)	(7)	40,303	40,276
Withholding Tax Payable	-	-	-	814	-	-	-	1,657	1,657
Payable to Securities and Exchange Commission of Pakistan (SECP)	(104)	(104)	(104)	(18,692)	(4)	(4)	(4)	42,432	42,421
<b>Net cash generated from / (used in) operating activities</b>	(50)	(42)	(43)	266,650	(20)	(19)	(18)	299,388	299,331
	15,058	14,731	14,729	(29,671,975)	20,705	20,703	20,703	103,777,951	103,840,062
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
Receipt from issuance of units	-	-	-	211,874,808	-	-	-	262,332,778	262,332,778
Payments on redemption of units	-	-	-	(339,023)	-	-	-	(25,071)	(25,071)
<b>Net cash generated from financing activities</b>	-	-	-	211,535,785	-	-	-	262,307,707	262,307,707
<b>Net increase in cash and cash equivalents</b>	15,058	14,731	14,729	181,863,810	20,705	20,703	20,703	366,085,658	366,147,769
Cash and cash equivalents at beginning of the period	565,134	565,463	565,467	560,488,735	525,261	525,239	525,245	21,883,486	23,459,231
<b>Cash and cash equivalents at end of the period</b>	580,192	580,194	580,196	742,352,545	543,966	543,942	543,948	387,969,144	389,607,000

Note

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net income before taxation  
Adjustments for non cash and other items:  
Unrealised loss on re-measurement of investment- / classified as financial asset at fair value through profit or loss - net

**(Increase) / Decrease in current assets**

Investments  
Profit receivable  
Advances, deposits and other receivables

**(Increase) / (Decrease) in liabilities**

Payable to the Pension Fund Manager  
Payable to the Trustee  
Withholding Tax Payable  
Payable to Securities and Exchange Commission of Pakistan (SECP)

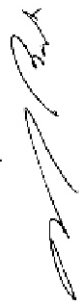
**Net cash generated from / (used in) operating activities**

**CASH FLOWS FROM FINANCING ACTIVITIES**

Receipt from issuance of units  
Payments on redemption of units  
**Net cash generated from financing activities**  
**Net increase in cash and cash equivalents**  
Cash and cash equivalents at beginning of the period  
**Cash and cash equivalents at end of the period**

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer



Director

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

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**1. LEGAL STATUS AND NATURE OF BUSINESS**

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

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

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**2 BASIS OF PREPARATION**

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

**2.1 Statement of compliance**

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

- International Accounting Standards (IAS) 34, "Interim Financial Statements" issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017;
- NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 'NBFC Regulations'); and
- The requirements of the constitutive documents, Voluntary Pension System Rules, 2005 (VPS Rules),

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

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

2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2025 have not been reviewed.

2.4 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2025.

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

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**2.5 Functional and presentation currency**

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

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

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

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

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

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

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

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

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

	December 31, 2025(Un-audited)				June 30, 2025(Audited)			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Index Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Index Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund
<b>4 BALANCES WITH BANKS</b>	----- (Rupees) -----							
Savings accounts	580,192	580,194	580,196	742,352,545	565,134	565,463	560,488,735	562,184,799
4.1	These carry profit at the rates of ranging from 4.65% to 11.75% (June 30, 2025 4.65% to 19.60%) per annum.							

	December 31, 2025(Un-audited)				June 30, 2025(Audited)			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Index Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Index Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund
<b>5 INVESTMENTS</b>	----- (Rupees) -----							
Sukuks	-	-	60,000,000	60,000,000	-	-	-	-
5.1	At fair value through profit or loss							

Issue Date	Name of Investee Company	Tenor	Number of certificates			Balance as at December 31, 2025		Market value as a percentage of total investment		
			As at July 1, 2025	Purchased during the period	Disposed off during the period	As at December 31, 2025	Unrealized gain			
			As at July 1, 2025	Purchased during the period	Disposed off during the period	Carrying Value	Market Value			
Nov 06, 2025	Nishat Mills Limited STS	06 Months	-	60	-	60	60,000,000	60,000,000	7.42%	100%
As at December 31, 2025 (Un-Audited)										
As at June 30, 2025 (Audited)										

Name of security	Number of certificates	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Tenor	Secured / Unsecured	Rating
<b>Sukuks-unlisted</b>							
Nishat Mills Limited	60	1,000,000	3-months KIBOR	Nov 06, 2025	06 Months	Unsecured	A+

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

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
6 Profit receivable	2,287	2,288	6,512,049	6,518,912	2,163	2,163	2,163	4,850,948	4,857,437
Profit receivable on bank balances	-	-	1,027,332	1,027,332	-	-	-	-	-
Profit receivable on sukuk	2,287	2,288	7,539,381	7,546,244	2,163	2,163	2,163	4,850,948	4,857,437

Note

Profit receivable on bank balances  
Profit receivable on sukuk

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
7 PAYABLE TO PENSION FUND MANAGER	431	431	398,496	399,789	403	404	403	277,217	278,427
Management fee payable	65	65	59,775	59,970	60	60	60	41,583	41,763
Sindh sales tax payable on management fee payable	-	-	132,828	132,828	-	-	-	92,407	92,407
Insurance fee	-	-	19,923	19,923	-	-	-	13,861	13,861
Sindh sales tax payable on insurance fee payable	496	496	611,022	612,510	463	464	463	425,068	426,458

Note

7.1 This represents remuneration of the Pension Fund Manager at the rate of 0.15% (June 30, 2025; 0.15%) for Equity index, Equity, Debt and 0.6% (June 30, 2025; 0.6%) for Money Market Fund.  
7.2 This represents sales tax on remuneration payable at the rate of 15% (June 30, 2025; 15%).  
7.3 This represents insurance fee of the management at the rate of 0.2% (June 30, 2025; 0.2%) for Money Market Fund  
7.4 This represents sales tax on remuneration payable at the rate of 15% (June 30, 2025; 15%).

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
8 PAYABLE TO THE TRUSTEE	434	434	99,636	100,938	416	407	409	13,924	15,156
Trustee fee payable	62	62	14,950	15,136	59	59	59	2,088	2,265
Sales tax on remuneration payable	496	496	114,586	116,074	475	466	468	16,012	17,421

Note

Trustee fee payable  
Sales tax on remuneration payable

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

8.1 As per regulation 60 (3)(b) together with 67G (3) of the NBFC Regulations, 2008, the Pension Fund Manager shall charge remuneration of the Trustee related to the Fund within the limits of Total Expense Ratio as prescribed under the said regulations. During the period such fees is charged as follows:

Net Assets	Tariff per annum
Up to Rs.1 billion	Rs.0.3 million or 0.15% p.a. of Net Assets whichever is higher
Rs.1 billion to Rs.3 billion	Rs.1.5 million plus 0.10% p.a. of Net Assets exceeding Rs.1 billion
Rs.3 billion to Rs.6 billion	Rs.3.5 million plus 0.08% p.a. of Net Assets exceeding Rs.3 billion
Over Rs.6 billion	Rs.5.9 million plus 0.06% p.a. of Net Assets exceeding Rs.6 billion

8.2. Sales tax at the rate of 15% on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

**9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

9.1 As per Clause 36 of the VPS Rules, 2005 the Pension Fund Manager shall pay an annual fee to the Commission an amount equal to one twenty-fifth of one per cent of the average annual net asset value of the pension fund. The fees is chargeable to the fund under Regulation 60 (3)(f) and 67G (3) of the NBFC Regulations and is payable in arrears.

**10 NUMBER OF UNITS IN ISSUE**

	December 31, 2025 (Un-audited)				June 30, 2025 (Audited)			
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund
Opening	5,000	5,000	5,000	4,453,664	5,000	5,000	5,000	1,155,678
Units issued during the period	-	-	-	1,636,585	-	-	-	3,300,796
Units redeemed during the period	-	-	-	(2,612)	-	-	-	(2,809)
Total units in issue at the end of the period	5,000	5,000	5,000	6,087,637	5,000	5,000	5,000	4,453,664

**December 31, 2025 (Un-audited)      June 30, 2025 (Audited)**

	December 31, 2025 (Un-audited)			June 30, 2025 (Audited)		
	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Opening	500,000	500,000	506,071,459	500,000	500,000	118,956,501
Issue of units during the period	-	-	211,874,808	-	-	387,465,635
Redemption of units during the period	-	-	(339,023)	-	-	(350,677)
<b>Closing balance</b>	<b>500,000</b>	<b>500,000</b>	<b>719,107,244</b>	<b>500,000</b>	<b>500,000</b>	<b>507,571,459</b>

**11 CONTRIBUTION TABLE**

	December 31, 2025 (Un-audited)			June 30, 2025 (Audited)		
	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Opening	500,000	500,000	506,071,459	500,000	500,000	118,956,501
Issue of units during the period	-	-	211,874,808	-	-	387,465,635
Redemption of units during the period	-	-	(339,023)	-	-	(350,677)
<b>Closing balance</b>	<b>500,000</b>	<b>500,000</b>	<b>719,107,244</b>	<b>500,000</b>	<b>500,000</b>	<b>507,571,459</b>

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

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**12 CONTINGENCIES AND COMMITMENTS**

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

**13 TAXATION**

The income of the Fund is exempt from tax under clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001. Further through Finance Act, 2011, effective from July 01, 2011, pension funds are included in the list of entities on which the provisions of section 113 regarding minimum tax shall not apply. Therefore, no provision of taxation has been made in these condensed interim financial statements during the period.

**14 EARNINGS PER UNIT**

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Pension Fund Manager, the determination of the same is not

**15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / OTHER RELATED PARTIES**

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

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

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

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

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

**15.1 Transactions during the Period**

	December 31, 2025 (Un-audited)				Total
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including insurance fee and indirect taxes)	496	495	496	3,208,658	3,210,145
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	496	496	496	601,641	603,129

----- (Rupees) -----

**Transactions during the Period**

	December 31, 2024 (Un-audited)				Total
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
MCB Investment's Management Limited - Pension Fund Manager					
Remuneration (including indirect taxes)	470	472	470	1,419,757	1,421,169
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (including indirect taxes)	470	468	470	267,252	268,660

----- (Rupees) -----

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

	December 31, 2025 (Un-audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----				
MCB Investment Management Limited - Pension Fund Manager	496	496	496	611,022	612,510
Remuneration (including insurance fee and indirect taxes)					
Central Depository Company of Pakistan Limited - Trustee	496	496	496	114,586	116,074
Remuneration (including indirect taxes)					
Security deposit	-	-	-	100,000	100,000
	----- (Rupees) -----				
	June 30, 2025 (Audited)				
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----				
MCB Investment Management Limited - Pension Fund Manager	463	464	463	425,068	426,458
Remuneration (include indirect taxes)					
Central Depository Company of Pakistan Limited - Trustee	475	466	468	16,012	17,421
Remuneration (include indirect taxes)					
Security deposit	-	-	-	100,000	100,000

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

**16 FAIR VALUE OF FINANCIAL INSTRUMENTS**

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e., period end. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognized at fair value based on:

**Level 1:** quoted prices in active markets for identical assets or liabilities;

**Level 2:** those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

**Level 3:** those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at December 31, 2025 the fund held the following instruments measured at fair values.

December 31, 2025 (Un-audited)			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	60,000,000	-	60,000,000
-----Rupees-----			
June 30, 2025 (Audited)			
Level 1	Level 2	Level 3	Total
-	-	-	-

**17 PARTICIPANTS' FUND RISK MANAGEMENT**

The Fund's capital is represented by redeemable units of the sub-funds. They are entitled to payment of a proportionate share based on the sub-fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in Participants' sub-funds. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the Participants invest in the Funds with a long-term objective, possibility of a significant redemption pressure is limited..

## **18 EXPENSE RATIO**

### **18.1 Equity Index Sub**

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.10% (December 31, 2024: 0.12%) representing government levy, SECP fee etc.

### **18.2 Equity Sub Fund**

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.10% (December 31, 2024: 0.12%) representing government levy, SECP fee etc.

### **18.3 Debt Sub Fund**

SECP, vide SRO 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 01, 2025. The TER limit, applicable previously, has been replaced with the management fees cap which has been disclosed in note 6.1 of these condensed interim financial statements. The annualized total expense ratio of the Fund based on the current period results is 0.38% (December 31, 2024: 0.40%) and this includes 0.10% (December 31, 2024: 0.12%) representing government levy, SECP fee etc.

### **18.4 Money Market**

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

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

	December 31, 2025 (Un-audited)			December 31, 2024 (Un-audited)			
	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Equity Index Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Net Assets	581,371	581,374	581,376	809,124,475	552,244	552,218	415,604,131
Net Assets Value Per Unit	116,2740	116,2748	116,2752	132,9127	110,4487	110,4436	120,7144
Net Income after Taxation	14,517	14,528	14,527	32,743,567	23,734	23,731	24,672,745
Realized Gain	-	-	-	-	-	-	2,579,216
Unrealized Gain	-	-	-	-	-	-	167,657
Net Contribution	-	-	-	211,535,785	-	-	262,307,707

**19 PERFORMANCE TABLE**

**19.1 Performance Information**

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

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**20 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation. However, no significant reclassification has been made during the reporting period.

**21 GENERAL**

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

**22 DATE OF AUTHORISATION FOR ISSUE**

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

For MCB Investment Management Limited  
(Pension Fund Manager)



Chief Executive Officer



Director

**MCB INVESTMENT MANAGEMENT LIMITED**

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