



MCB FUNDS  
Investments for Life

# ANNUAL REPORT 2025

Funds Under Management of  
MCB Investment Management Limited



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## **Vision**

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

## **Mission**

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

## **Core Values**

### **HONESTY**

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

### **INTEGRITY**

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

### **ETHICS**

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

### **PROFESSIONALISM**

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

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# **MCB DCF INCOME FUND**

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## 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 <b>Mr. Muhammad Nauman Chughtai</b> Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir <b>Mr. Manzar Mushtaq</b> Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman <b>Director</b> Chief Executive Officer Director Director Director Director Director
<b>Audit Committee</b>	Syed Savail Meekal Hussain Mr. Ahmed Jahangir <b>Mr. Manzar Mushtaq</b>	Chairman Member Member
<b>Human Resource &amp; Remuneration Committee</b>	<b>Mr. Fahd Kamal Chinoy</b> 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 <b>Mr. Manzar Mushtaq</b> Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	<b>Member</b> <b>Member</b> <b>Member</b> <b>Member</b>
<b>Chief Executive Officer</b> <b>Chief Operating Officer &amp; Chief Financial Officer</b>	Mr. Khawaja Khalil Shah	
<b>Company Secretary</b>	Mr. Muhammad Asif Mehdi Rizvi	
<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>	MCB Bank Limited Habib Metropolitan Bank Limited Bank Al-Falah Limited Faysal Bank Limited United Bank Limited Allied Bank Limited NRSP Micro Finance Bank Limited U Micro Finance Bank Limited	JS Bank Limited Zarai Taraqati Bank Limited Habib Bank Limited HBL Micro Finance Bank Limited National Bank of Pakistan Soneri Bank Limited
<b>Auditors</b>	<b>Yousuf Adil</b> Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-75350.	
<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 YEAR ENDED JUNE 30, 2025

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Dear Investor,

On behalf of the Board of Directors, I am pleased to present **MCB DCF Income Fund** accounts review for the year ended June 30, 2025.

### **Economy Review**

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

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

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

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

### **FUND PERFORMANCE**

During the period under review, the fund generated a return of 16.18% as against its benchmark return of 13.79%. The WAM of the fund increased to 2.5 years. The fund allocation remained notably in T-Bills, PIB's and GOP Ijara Sukuk at the end of the period under review. At period-end, the fund was invested 43.6% in PIB's Bills, 17.0% in GOP Ijara Sukuk and 13.8% in T-Bills. The Net Assets of the Fund as at June 30, 2025 stood at Rs. 20,766 million as compared to Rs. 16,312 million as at June 30, 2024 registering an increase of 27.31%.

## **REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2025**

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The Net Asset Value (NAV) per unit as at June 30, 2025 was Rs. 109.5304 as compared to opening NAV of Rs. 109.0852 per unit as at June 30, 2024 registering an increase of Rs. 0.4452 per unit.

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

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

The continuation of the IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. We expect SBP reserves to increase to USD 17.4 billion by year end on the back of timely bilateral rollover, and inflows from IMF and multilateral agencies. Our external position has improved which could allow Pakistan to consider re-entering the international capital markets to explore options such as Eurobonds, Sukuk, and Panda bonds.

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

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

On the fiscal side we expect the fiscal deficit to clock in at 4.0% in FY26, which would be the lowest level since FY2006. This marks the fourth consecutive year of budget deficit reduction since it peaked at 7.9% in FY2022. The reduction in finance cost would be a major reason for this reduction. Strict IMF target regarding primary surplus would also play its part in maintaining fiscal discipline.

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

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

### **Mutual Fund Industry Review**

The Net Assets of the open-end mutual funds industry increased by about 43.1% during FY25 to PKR 3,684 billion. Total money market funds grew by about 44.4% since June 2024. Within the money market sphere, conventional funds showed a growth of 55.3% to PKR 977 billion while Islamic funds increased by 34.3% to PKR 912 billion. In addition, the total fixed Income and

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2025

Fixed Rate funds increased by about 29.2% since June 2024 to PKR 1,242 billion while Equity and related funds increased by 92.3% to PKR 491 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 51.3%, followed by Income and fixed return funds with 33.7% and Equity and Equity related funds having a share of 13.3% as at the end of June 2025.

### Mutual Fund Industry Outlook

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

### HOLDING COMPANY

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

### CORPORATE GOVERNANCE

The Fund is committed to implement the highest standards of corporate governance. The Board comprises of eight (8) members including the Chief Executive Officer (CEO) and has a diverse mix of gender and knowledge. The Board consists of 1 female and 7 male directors, categorized as follows:

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

The details of above are as under:

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

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE YEAR ENDED JUNE 30, 2025

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(Chairman).

7.	Ms. Mavra Adil Khan	Independent Director	HR&R* Committee
8.	Mr. Khawaja Khalil Shah	Executive Director	HR&R* Committee

\* HR&R stands for Human Resource and Remuneration

Management is continuing to comply with the provisions of best practices set out in the code of corporate governance. The Fund remains committed to conduct business in line with listing regulations of Pakistan Stock Exchange, which clearly defined the role and responsibilities of Board of Directors and Management.

The Board of Directors is pleased to report that:

- a. The financial statements, present fairly the state of affairs, the results of operations, cash flows and changes in equity;
- b. Proper books of accounts of the fund have been maintained;
- c. Appropriate accounting policies as stated in the notes to the financial statements have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- d. International Financial Reporting Standards, as applicable in Pakistan, provisions of the Non-Banking Finance Companies (Establishment & Regulations) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulations, 2008, requirements of the respective Trust Deeds and directives issued by the Securities & Exchange Commission of Pakistan have been followed in the preparation of financial statements.;
- e. The system of internal control is sound in design and has been effectively implemented and monitored with ongoing efforts to improve it further;
- f. There are no significant doubts upon the fund's ability to continue as going concern;
- g. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations;
- h. The outstanding taxes, statutory charges and duties, if any, have been fully disclosed in the audited financial statements;
- i. The statement as to the value of investments of provident/gratuity and pension fund is not applicable on the Fund but applies to the Management Company; hence no disclosure has been made in the Directors' Report;
- j. As at June 30, 2025, the Company is in compliance with the requirements of Directors' Training Program, as contained in Regulation No. 19 of the Code;

**REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY  
FOR THE YEAR ENDED JUNE 30, 2025**

- k. The detailed pattern of shareholding as on June 30, 2025 is annexed;
- l. A formal and effective mechanism is put in place for an annual evaluation of the Board's own performance, members of the Board and Committees of the Board;
- m. The details of attendance of Board of Directors meeting is disclosed in financial statements. Below are the details of committee meetings held during the year ended June 30, 2025:

**1. Meeting of the Audit Committee.**

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

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

**2. Meeting of the Human Resource and Remuneration Committee.**

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

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

\* Resigned on December 21, 2024

\*\* Appointed on January 06, 2025

**REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY  
FOR THE YEAR ENDED JUNE 30, 2024**

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- n. No trades were carried out in the Units of the Fund during the year by Directors, Chief Executive Officer, Chief Operating Officer, Chief Financial Officer, Company Secretary, and Chief Internal Auditor of the Management Company and their spouses and minor children.

**EXTERNAL AUDITORS**

The Fund's external auditor's **M/s. Yousuf Adil Chartered Accountants** have retired after completion of audit for Financial Year ended June 30, 2025. The Audit Committee has recommended re-appointment of **M/s. Yousuf Adil Chartered Accountants** as external auditors of the Fund for financial year ending June 30, 2026 and the Board has also endorsed the recommendation of the Audit Committee. **M/s. Yousuf Adil Chartered Accountants** has also expressed their willingness to act as the Fund's external auditors.

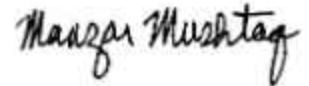
**ACKNOWLEDGMENT**

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

On behalf of Directors,



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



**Manzar Mushtaq**  
Director  
August 04, 2025

## ڈائریکٹرز رپورٹ

اظہار تشکر

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

منجانب ڈائریکٹرز،

*Manzar Mushtaq*

منظر مشتاق

ڈائریکٹر

04 اگست 2025ء

*خواجه خلیل شاہ*

خواجه خلیل شاہ

چیف ایگزیکٹو آفیسر

04 اگست 2025ء

## ڈائریکٹرز رپورٹ

2. ہیومن ریسورس اور ریویو نریشن کمیٹی کی میٹنگ

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

میٹنگز کی تعداد		میٹنگز کی تعداد		
منظور شدہ چھٹی	حاضری	مطلوبہ حاضری	میٹنگز کی تعداد	شخص کا نام
-	3	3	3	1. جناب فہد کمال چنائے
-	2	2	3	2. جناب شعیب ممتاز *
-	1	1	3	3. جناب محمد نعمان چغتائی **
1	2	3	3	4. جناب احمد جہانگیر
1	2	3	3	5. محترمہ ماوراء عادل خان
-	3	3	3	6. جناب خواجہ خلیل شاہ

\* 21 دسمبر 2024ء کو مستعفی ہو گئے

\*\* 06 جنوری 2025ء کو تفرری ہوئی

n. ڈائریکٹرز، چیف ایگزیکٹو آفیسر، چیف آپریٹنگ آفیسر، چیف فنانشل آفیسر، کمپنی سیکرٹری، اور مینجمنٹ کمپنی کے چیف انٹرنل آڈیٹر اور ان کی شریک حیات اور تالیف بچوں کے ذریعہ سال کے دوران فنڈ کے پونٹس میں کوئی تجارت نہیں کی گئی۔

خارجی آڈیٹرز

فنڈ کے خارجی آڈیٹرز M/s ایم یوسف عادل چارٹرڈ اکاؤنٹنٹس 30 جون 2025ء کو ختم ہونے والے مالی سال کے مکمل ہونے کے بعد ریٹائر ہو گئے ہیں۔ آڈٹ کمیٹی نے 30 جون 2026ء کو ختم ہونے والے مالی سال کے لیے M/s ایم یوسف عادل چارٹرڈ اکاؤنٹنٹس کی دوبارہ تقرری کی سفارش پیش کی ہے، جس کی بورڈ نے بھی توثیق کی ہے۔ M/s ایم یوسف عادل چارٹرڈ اکاؤنٹنٹس نے بھی فنڈ کے خارجی آڈیٹرز کی حیثیت سے کام کرنے کے لیے رضامندی ظاہر کی ہے۔

## ڈائریکٹرز رپورٹ

ریگولیشنز (رولز، 2003، نان بینکنگ فنانس کمپنیز اینڈ ٹریڈنگ ریگولیشن 2008، متعلقہ ٹرسٹ ڈیڈ کے تقاضے اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جاری کردہ ہدایات کی تعمیل کی گئی ہے۔

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

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

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

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

i. پراویڈنٹ/گریجویٹ اور پنشن فنڈ کی سرمایہ کاری کی قدر کا بیان فنڈ پر لاگو نہیں ہوتا لیکن مینجمنٹ کمپنی پر لاگو ہوتا ہے۔ اس لیے ڈائریکٹرز کی رپورٹ میں کوئی انکشاف نہیں کیا گیا ہے۔

j. 30 جون 2025ء کو کمپنی ضابطہ اخلاق کے ریگولیشن نمبر 19 میں بیان کردہ ڈائریکٹرز ٹریننگ پروگرام کے تقاضوں پر عمل پیرا ہے؛

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

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

m. بورڈ آف ڈائریکٹرز کے اجلاس میں شرکت کی تفصیلات مالیاتی گوشواروں میں ظاہر کی گئی ہیں۔ ذیل میں سال ختمہ 30 جون 2025 کے دوران منعقدہ کمیٹی کے اجلاسوں کی تفصیلات درج ہیں۔

### 1. آڈٹ کمیٹی کی مینٹنگ

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

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

## ڈائریکٹرز رپورٹ

تفصیل درج ذیل ہے:

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

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

انتظامیہ کارپوریٹ گورننس کے ضابطہ میں متعین بہترین طریقوں کی دفعات کی تعمیل جاری رکھے ہوئے ہے۔ فنڈ پاکستان اسٹاک ایکسچینج کے لسٹنگ قوانین کے مطابق کاروبار جاری رکھنے کے لیے پرعزم ہے، جس میں بورڈ آف ڈائریکٹرز اور انتظامیہ کے کردار اور ذمہ داریوں کی واضح وضاحت کی گئی ہے۔

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

- مالیاتی گوشوارے کمپنی کے معاملات کی صورتحال، اس کی سرگرمیوں کے نتائج، نقد کی آمد و رفت اور اس کی ایکویٹی میں تبدیلیوں کو منصفانہ انداز میں پیش کرتے ہیں؛
- فنڈ کی درست بکس آف اکاؤنٹس تیار کی گئی ہیں؛
- مالیاتی گوشواروں کی تیاری میں (مالیاتی گوشواروں سے منسلک اہم نکات میں مذکور) موزوں اکاؤنٹنگ پالیسیوں کا اطلاق کیا گیا ہے اور اکاؤنٹنگ تخمینے معقول اور محتاط اندازوں پر مبنی ہیں؛
- بین الاقوامی مالیاتی رپورٹنگ کے معیارات، جیسا کہ پاکستان میں لاگو ہوتا ہے، نان بینکنگ فنانس کمپنیز (اسٹیمبلشمنٹ اینڈ

## ڈائریکٹرز رپورٹ

مزید برآں، کل فکسڈ انکم اور فکسڈ ریٹ فنڈز جون 2024ء کے بعد سے تقریباً 29.2 فیصد بڑھ کر 1,242 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 92.3 فیصد بڑھ کر 491 بلین روپے ہو گئے۔

شعبہ جاتی حصے کے اعتبار سے جون 2025ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 51.3 فیصد حصے کے ساتھ سب سے آگے تھے، ان کے بعد انکم اور فکسڈ ریٹ فنڈز کا 33.7 فیصد حصہ، اور ایکویٹی اور اس سے متعلقہ فنڈز کا 13.3 فیصد حصہ تھا۔

میوچل فنڈز صنعت کے مستقبل کا منظر نامہ

منی مارکیٹ فنڈز کو بہتر نقدیت کا فائدہ اٹھانا چاہیے کیونکہ یہ مختصر میعاد کے لیے اور کم رسک کے ساتھ سرمایہ کاری کرنے والوں کے لیے موزوں ترین ہوتے ہیں۔ معاشی بحالی کے تیز تر اور وسیع تر ہونے کے ساتھ ساتھ کپیٹل مارکیٹس، خصوصاً ایکویٹیز، میں گہری دلچسپی برقرار رہے گی۔ ہمارے آپریشنز بلا رکاوٹ 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۔

ہولڈنگ کمپنی

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

کارپوریٹ گورننس

فنڈ کارپوریٹ گورننس کے اعلیٰ ترین معیارات کو نافذ کرنے کے لیے پرعزم ہے۔ بورڈ آف (8) ارکان پر مشتمل ہے، بشمول چیف ایگزیکٹو آفیسر (سی ای او)۔ یہ ارکان صنف اور علم کا ایک متنوع امتزاج ہیں۔ بورڈ میں 1 خاتون اور 7 مرد ڈائریکٹرز شامل ہیں، جن کی زمرہ بندی درج ذیل ہے:

\* 4 نان-ایگزیکٹو ڈائریکٹرز؛

\* 3 انڈپینڈنٹ ڈائریکٹرز؛ اور

\* 1 ایگزیکٹو ڈائریکٹر (سی ای او)۔

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

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

مالیاتی جہت میں ہم سمجھتے ہیں کہ مالی سال 2026ء میں مالیاتی خسارہ 4.0 فیصد ہوگا، جو مالی سال 2006ء کے بعد سے کم ترین سطح ہوگی۔ چنانچہ یہ بجٹ خسارے میں کمی کا چوتھا مسلسل سال ہوگا، کیونکہ یہ مالی سال 2022ء میں 7.9 فیصد کی بلند ترین سطح تک پہنچ گیا تھا۔ اس کمی کی سب سے بڑی وجہ مالیاتی لاگت میں کمی ہے۔ مالیاتی نظم و ضبط برقرار رکھنے میں بنیادی سسرپلس سے متعلق آئی ایم ایف کے سخت اہداف بھی اپنا کردار ادا کریں گے۔

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

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

#### میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2025ء کے دوران تقریباً 43.1 فیصد بڑھ کر 3,684 بلین روپے ہو گئے۔ منی مارکیٹ کے گل فنڈز میں جون 2024ء کے بعد سے تقریباً 44.4 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 55.3 فیصد بڑھ کر 977 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 34.3 فیصد بڑھ کر 912 بلین روپے ہو گئے۔

base اثر اور سیلاب سے کپاس کی فصل کو نقصان تھیں۔ صنعت اور خدمات کے شعبوں کی ترقی میں بحالی ہوئی جس کی وجہ مجموعی معاشی اشاروں میں بہتری تھی۔ مالیاتی جہت میں ایف بی آر کی ٹیکس کی وصولی مالی سال 2025ء میں 25.9 فیصد بڑھ کر 11,722 بلین روپے ہوگئی، جو نظر ثانی شدہ کم تر ہدف 11,900 بلین روپے کے بالمقابل ہے، یعنی 178 بلین روپے کم ٹیکس جمع ہوا۔ اس کمی کی بڑی وجہ تجارت میں کمی، سست رفتار ترقی اور پست افراط زر ہیں۔

### فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ نے 16.18 فیصد منافع بنایا، جبکہ اس کے بالمقابل بیچ مارک منافع 13.79 فیصد تھا۔ فنڈ کی WAM بڑھ کر 2.5 سال ہوگئی۔ زیر جائزہ مدت کے اختتام پر فنڈ کی زیادہ تر تقسیم ٹی۔ بلسز، پی آئی بی اور جی او پی اجارہ سٹاک میں تھی۔ اختتام مدت پر فنڈ کی سرمایہ کاری 43.6 فیصد پی آئی بی کے بلسز، میں، 17.0 فیصد جی او پی اجارہ سٹاک میں، اور 13.8 فیصد ٹی۔ بلسز میں تھی۔

30 جون 2025ء کو فنڈ کے net اثاثہ جات 20,766 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2024ء کو 16,312 ملین روپے تھے، چنانچہ 27.31 فیصد اضافہ ہوا۔  
30 جون 2025ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 109.5304 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2024ء کو ابتدائی این اے وی فی یونٹ 109.0852 روپے تھی، چنانچہ 0.4452 روپے فی یونٹ اضافہ ہوا۔

### معیشت اور مارکیٹ - مستقبل کا منظر نامہ

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

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی ڈی سی ایف انکم فنڈ کے اکاؤنٹس برائے سال مختتمہ 30 جون 2025ء کا جائزہ پیش خدمت ہے۔

معیشت کا جائزہ

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

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

مالی سال 2025ء کے دوران ہیڈ لائن (مجموعی) افراطِ زر، جس کی ترجمانی 'سی پی آئی' سے ہوتی ہے، کا اوسط 4.6 فیصد تھا، جس کے بالمقابل گزشتہ سالہ کی مماثل مدت میں 23.9 فیصد تھا۔ اس خطیر کمی کا سبب گزشتہ ایک سال کے دوران روپے کی قدر میں استحکام تھا، جس کی بدولت ایشیائی خورد و نوش اور توانائی کی قیمتیں مستحکم رہیں۔ مزید برآں، گندم کی قیمتوں اور base کے اثر میں بڑی کمی کے نتیجے میں افراطِ زر میں مزید کمی ہوئی۔

مالی سال 2025ء میں پاکستان کی پراویٹل جی ڈی پی (مجموعی ملکی پیداوار) 2.7 فیصد تھی، اور زراعت، صنعت اور خدمات کے شعبوں میں بالترتیب 0.6 فیصد، 4.8 فیصد اور 2.9 فیصد اضافہ ہوا۔ زراعت کے شعبے کی ترقی توقع سے کم تھی جس کی وجوہ بلند

## REPORT OF THE FUND MANAGER FOR THE YEAR ENDED JUNE 30, 2025

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### Fund Type and Category

MCB DCF Income Fund (MCB DCFIF) is an open-end Income scheme, which falls under the category of Income Scheme.

### Fund Benchmark

75% Six (6) months KIBOR + 25% Six (6) months average of the highest rates on savings account of three (3) AA rated scheduled bank as selected by MUFAP.

### Investment Objective

To deliver superior fixed income returns by investing in an optimal mix of authorized debt instruments while taking into account capital security and liquidity consideration.

### Investment Strategy

The Fund through active management will aim to provide optimum returns for its Unit Holders by investing in medium to long term assets. The fund may also invest a portion of the Fund in money market and short term instruments in order to provide liquidity to Unit Holders at the same time.

### Manager's Review

During the period under review, the fund generated a return of 16.18% as against its benchmark return of 13.79%. The WAM of the fund decreased to 2.5 years. The fund allocation remained notably in PIBS and T-Bills at the end of the period under review. At period-end, the fund was 43.6% invested in PIBs, 17.1% in Cash, 13.8% in T-Bills and 4.3% in TFCs.

The Net Assets of the Fund as at June 30, 2025 stood at Rs. 20,766 million as compared to Rs. 16,312 million as at June 30, 2024 registering an increase of 27.3 %.

The Net Asset Value (NAV) per unit as at June 30, 2025 was Rs.109.5304 as compared to opening NAV of Rs. 109.0852 per unit as at June 30, 2024 registering an increase of Rs. 0.4452 per unit.

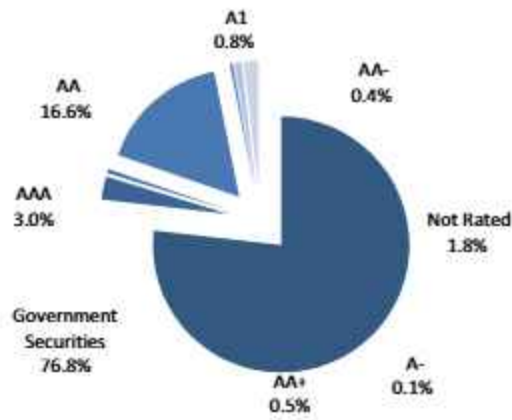
### Asset Allocation as on June 30, 2025 (% of total assets)

Asset Allocation (%age of Total Assets)	Jun-25
Cash	17.1%
TFCs/Sukuks	4.3%
Government Backed / Guaranteed Securities	2.4%
GOP Ijara Sukuk	17.0%
PIBs	43.6%
T-Bills	13.8%
Spread Transactions	0.0%
Others including receivables	1.8%
Margin Trading	0.0%

## REPORT OF THE FUND MANAGER FOR THE YEAR ENDED JUNE 30, 2025

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Asset Quality as of June 30, 2025 (% of total assets)



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**Mr. Saad Ahmed**  
Fund Manager

# 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 Shakra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: [www.cdcPakistan.com](http://www.cdcPakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



## TRUSTEE REPORT TO THE UNIT HOLDERS

### MCB DCF INCOME FUND

**Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of  
the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We Central Depository Company of Pakistan Limited, being the Trustee of MCB DCF 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 year ended June 30, 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: September 09, 2025



# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Yousuf Adil  
Chartered Accountants

Cavish Court, A-35, Block 7 & B  
KCHSU, Shahrah-e-Faisal  
Karachi-75350  
Pakistan

Tel: +92 (0) 21 3454 6494-7  
www.yousufadil.com

## INDEPENDENT AUDITOR'S REPORT To the Unit Holders of MCB DCF Income Fund

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of **MCB DCF Income Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2025, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended and notes comprising material accounting policy information and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2025, and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

#### Basis for Opinion

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

#### Key Audit Matter

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

S. No.	Key audit matter	How the matter was addressed in our audit
1	<p><b>Valuation and existence of investments</b></p> <p>As disclosed in note 5 to the financial statements, investments held at fair value through profit or loss amounted to Rs. 17,125 million as at June 30, 2025, consisting of government securities and term finance certificate which represent a significant item on the statement of assets and liabilities of the Fund.</p> <p>We have identified the existence and valuation as the significant areas during our audit of investment.</p>	<p>We performed the following procedures during our audit of investments:</p> <ul style="list-style-type: none"><li>• tested valuations to ensure that the investments are valued as per the valuation methodology disclosed in the accounting policies;</li><li>• matched the number of term finance certificates, listed GOP ijara sukuks and Market Treasury Bonds, Pakistan Investments Bonds, held by the Fund with the Central Depository Company's Account Statement and check for reconciliations of the differences if any;</li></ul>



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Karachi (Islamabad), Lahore (Multan)

# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Yousuf Adil  
Chartered Accountants

S. No.	Key audit matter	How the matter was addressed in our audit
		<ul style="list-style-type: none"><li>matched government securities held by the Fund with the securities appearing in the Investors' Portfolio Securities Account Statement and check for reconciliation of the differences if any;</li></ul>

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

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

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

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

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

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

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

Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.

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

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

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

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



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# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS



Yousuf Adil  
Chartered Accountants

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

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

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

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

#### Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Hena Sadiq,

  
Chartered Accountants

Place: Karachi

Date: September 12, 2025

UDIN: AR2025100571dvMGkER3

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**STATEMENT OF ASSETS AND LIABILITIES  
AS AT JUNE 30, 2025**

	Note	June 30, 2025 (Rupees in '000)	June 30, 2024
<b>ASSETS</b>			
Bank balances	4	3,603,847	2,073,415
Investments	5	17,125,190	20,129,603
Profit receivable	6	340,221	467,325
Receivable against sale of investments		-	2,935,630
Advances, deposits, prepayments and other receivables	7	46,487	41,095
<b>Total assets</b>		<b>21,115,745</b>	<b>25,647,068</b>
<b>LIABILITIES</b>			
Payable to MCB Investment Management Limited - Management Company	8	36,310	47,877
Payable to Central Depository Company of Pakistan Limited - Trustee	9	298	1,069
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	1,183	946
Payable against purchase of investments		-	8,418,942
Dividend payable		9	9
Accrued expenses and other liabilities	11	312,061	866,597
<b>Total liabilities</b>		<b>349,861</b>	<b>9,335,440</b>
<b>NET ASSETS</b>		<b>20,765,884</b>	<b>16,311,628</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>20,765,884</b>	<b>16,311,628</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	(Number of units)	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>189,590,068</b>	<b>149,530,987</b>
		(Rupees)	
<b>NET ASSET VALUE PER UNIT</b>	3.7	<b>109.5304</b>	<b>109.0853</b>

The annexed notes from 1 to 27 form an integral part of these financial statements

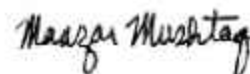
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

## INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2025

	Note	June 30, 2025	June 30, 2024
		----- (Rupees in '000) -----	
<b>INCOME</b>			
Profit on bank deposits		148,763	269,007
Income from government securities		2,656,433	2,105,498
Income from term finance certificates and sukuk certificates		222,960	271,149
Income from letter of placements		-	2,157
Capital gain / (loss) on sale of investments - net		377,402	(92,246)
Unrealised gain on re-measurement of investments at fair value through profit or loss - net	5.3	15,796	16,516
Other income		3,362	6,372
<b>Total income</b>		<b>3,424,716</b>	<b>2,578,453</b>
<b>EXPENSES</b>			
Remuneration of MCB Investment Management Limited - Management Company	8.1	355,169	179,234
Sindh Sales Tax on remuneration of the Management Company	8.2	53,275	23,300
Allocated expenses	8.3	3,398	10,222
Sindh Sales Tax on allocated expenses		510	-
Selling and marketing expenses	8.4	-	56,990
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	15,028	8,962
Sindh Sales Tax on remuneration of the Trustee	9.2	2,254	1,165
Securities and Exchange Commission of Pakistan fee	10	15,028	8,962
Auditors' remuneration	13	1,096	1,078
Brokerage, settlement and bank charges		9,419	7,514
Legal and professional charges		204	254
Fees and subscription		910	843
Printing and related costs		-	33
<b>Total expenses</b>		<b>(456,291)</b>	<b>(298,557)</b>
<b>Net income from operating activities before taxation</b>		<b>2,968,425</b>	<b>2,279,896</b>
Taxation	14	-	-
<b>Net income for the year after taxation</b>		<b>2,968,425</b>	<b>2,279,896</b>
<b>Allocation of net income for the year:</b>			
Net income for the year after taxation		2,968,425	2,279,896
Income already paid on units redeemed		(1,891,915)	(571,605)
		<b>1,076,510</b>	<b>1,708,291</b>
<b>Accounting income available for distribution</b>			
- Relating to capital gains		132,161	-
- Excluding capital gains		944,349	1,708,291
		<b>1,076,510</b>	<b>1,708,291</b>
<b>Earnings per unit</b>	3.10		

The annexed notes from 1 to 27 form an integral part of these financial statements

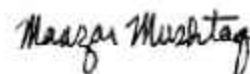
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**STATEMENT OF OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2025**

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	June 30, 2025	June 30, 2024
	—— (Rupees in '000) ——	
<b>Net income for the year after taxation</b>	<b>2,968,425</b>	2,279,896
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>2,968,425</b>	2,279,896

The annexed notes from 1 to 27 form an integral part of these financial statements

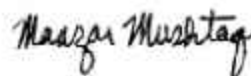
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS  
FOR THE YEAR ENDED JUNE 30, 2025**

	June 30, 2025			June 30, 2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
<b>Net assets at beginning of the year</b>	15,771,430	540,198	16,311,628	7,254,636	451,833	7,706,469
Issuance of 252,677,088 units (2024: 147,491,105 units)						
- Capital value (at net assets value per unit at the beginning of the year)	27,563,356	-	27,563,356	15,929,435	-	15,929,435
- Element of income	1,224,854	-	1,224,854	1,194,494	-	1,194,494
	28,788,210	-	28,788,210	17,123,929	-	17,123,929
Redemption of 212,618,007 units (2024: 69,314,517 units)						
- Capital value (at net assets value per unit at the beginning of the year)	(23,193,499)	-	(23,193,499)	(7,486,149)	-	(7,486,149)
- Amount paid out of element of income	(1,009,560)	(1,891,915)	(2,901,475)	(262,997)	(571,605)	(834,602)
- Relating to 'Net income for the year after taxation'	(24,203,059)	(1,891,915)	(26,094,974)	(7,749,146)	(571,605)	(8,320,751)
Total comprehensive income for the year	-	2,968,425	2,968,425	-	2,279,896	2,279,896
Final distributions for the year ended June 30, 2024 (including additional units) at the rate of Rs. 20.2957 per unit (declared on June 24, 2024)	-	-	-	(857,989)	(1,619,926)	(2,477,915)
Final distributions for the year ended June 30, 2025 (including additional units) at the rate of Rs. 17.1308 per unit (declared on June 21, 2025)	(178,950)	(1,028,455)	(1,207,405)	-	-	-
	(178,950)	1,939,970	1,761,020	(857,989)	659,970	(198,019)
<b>Net assets at end of the year</b>	<b>20,177,631</b>	<b>588,253</b>	<b>20,765,884</b>	<b>15,771,430</b>	<b>540,198</b>	<b>16,311,628</b>
<b>Undistributed income brought forward:</b>						
- Realised		523,682			487,707	
- Unrealised		16,516			(35,874)	
<b>Undistributed income brought forward</b>		<b>540,198</b>			<b>451,833</b>	
<b>Accounting income available for distribution:</b>						
- Relating to capital gains		132,161			-	
- Excluding capital gains		944,349			1,708,291	
		1,076,510			1,708,291	
Distributions during the year		(1,028,455)			(1,619,926)	
<b>Undistributed income carried forward</b>		<b>588,253</b>			<b>540,198</b>	
<b>Undistributed income carried forward:</b>						
- Realised		572,457			523,682	
- Unrealised		15,796			16,516	
		588,253			540,198	
		(Rupees)			(Rupees)	
<b>Net asset value per unit at the beginning of the year</b>		<b>109.0853</b>			<b>108.0027</b>	
<b>Net asset value per unit at the end of the year</b>		<b>109.5304</b>			<b>109.0853</b>	

The annexed notes from 1 to 27 form an integral part of these financial statements

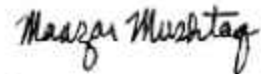
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2025

	June 30, 2025	June 30, 2024
	(Rupees in '000)	
Note	-----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year before taxation	2,968,425	2,279,896
<b>Adjustments for:</b>		
Unrealised gain on re-measurement of investments at fair value through profit or loss - net	(15,796)	(16,516)
	<b>2,952,629</b>	<b>2,263,380</b>
<b>Increase in assets</b>		
Investments - net	4,440,307	(13,717,884)
Profit receivable	127,104	(325,907)
Receivable against sale of investments	2,935,630	(1,821,342)
Advance against IPO	-	50,000
Advances, deposits, prepayments and other receivables	(5,392)	(4,299)
	<b>7,497,649</b>	<b>(15,819,432)</b>
<b>Decrease in liabilities</b>		
Payable to Management Company	(11,567)	21,124
Payable to Trustee	(771)	557
Payable to the Securities and Exchange Commission of Pakistan	237	(234)
Payable against purchase of investments	(8,418,942)	4,190,278
Accrued expenses and other liabilities	(554,536)	536,619
	<b>(8,985,579)</b>	<b>4,748,344</b>
<b>Net cash generated from / (used in) operating activities</b>	<b>1,464,699</b>	<b>(8,807,708)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received against issuance of units	28,609,260	16,265,940
Amount paid against redemption of units	(26,094,974)	(8,320,751)
Distributions made during the year	(1,028,455)	(1,619,926)
<b>Net cash generated from financing activities</b>	<b>1,485,831</b>	<b>6,325,263</b>
<b>Net increase / (decrease) in cash and cash equivalents during the year</b>	<b>2,950,530</b>	<b>(2,482,445)</b>
Cash and cash equivalents at beginning of the year	3,038,700	5,521,145
<b>Cash and cash equivalents at end of the year</b>	<b>5,989,230</b>	<b>3,038,700</b>
	15	

The annexed notes from 1 to 27 form an integral part of these financial statements

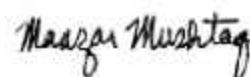
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB DCF Income Fund (the Fund) was established under a Trust Deed dated November 20, 2006 executed between Arif Habib Investments Limited (now MCB Investment Management Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) as a Collective Investment Scheme vide its letter dated on November 07, 2006 consequent to which the trust deed was executed on November 10, 2006 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). After the promulgation of Sindh Trust Act, 2020 (the Sindh Trust Act). On August 13, 2021 the Trust Deed of the Fund had been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund is an open ended mutual fund and has been categorised as "Income Scheme" and offers units for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Pakistan Stock Exchange Limited.
- 1.4 The Fund primarily invests in money market and other instruments which includes corporate debt and government securities, repurchase agreements and spread transactions. The Fund may also invest a portion of the fund in medium term assets in order to provide higher return to the unit holders.
- 1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1 dated October 04, 2024 to the Management Company and a stability rating of 'AA-(f)' dated May 05, 2025 to the Fund.
- 1.6 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as Trustee of the Fund.

## 2. BASIS OF PREPARATION

### 2.1 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with Part VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulation and the requirements of the Trust Deed have been followed.

### 2.2 New amendments that are effective for the year ended June 30, 2025

The following amendments are effective for the year ended June 30, 2025. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

- Amendments to IFRS 16 'Leases' - Clarification on how seller-lessee subsequently measures sale and leaseback transactions
- Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Covenants
- Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements

### 2.3 Standard and amendments to IFRS that are not yet effective

The following standard and amendments are effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments and standard are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	<b>Effective from Accounting period beginning on or after</b>
- Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	January 01, 2025
- IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2026
- Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - to Classification and measurement of financial instruments	January 01, 2026
- Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Contracts Referencing Nature-dependent Electricity	January 01, 2026
- Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)	January 01, 2026

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 18 - Presentation and Disclosures in Financial Statements
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures

### 2.4 Critical accounting estimates and judgements

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgements and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgement in the application of its accounting policies. The estimates, judgements and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and underlying assumptions are reviewed on an ongoing basis.

The areas involving a degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements are as follows:

- Classification and measurement of financial assets (notes 3.1.1.1 and 5)
- Impairment of financial assets (note 3.1.1.3)
- Taxation (notes 3.4 and 14)
- Classification and measurements of financial liabilities (note 3.1.2.1)
- Contingencies and commitments (note 12)
- Provisions (note 3.3)

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

The revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

## 2.5 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for investments which are measured at fair value.

## 2.6 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistan Rupees which is the Fund's functional and presentation currency. Amounts presented in the financial statements have been rounded off to the nearest thousand rupees, unless otherwise stated.

## 3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

### 3.1 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognised in the Fund's statement of assets and liabilities when the Fund becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the income statement.

#### 3.1.1 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

##### 3.1.1.1 Classification and measurement of financial assets

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the entity's business model for managing them.

All recognised financial assets are measured subsequently in their entirety at either amortised cost or fair value, depending on the classification of the financial assets. For purposes of subsequent measurement, financial assets are classified in following categories:

##### **Financial assets at amortised cost (debt instruments)**

Financial assets at amortised cost are subsequently measured using the effective interest rate method and are subject to impairment. Gains and losses are recognised in the income statement when the asset is derecognised, modified or impaired.

##### **Financial assets at fair value through other comprehensive income (debt instruments)**

For debt instruments at fair value through other comprehensive income (OCI), interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the income statement and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in OCI. Upon derecognition, the cumulative fair value change recognised in OCI is reclassified to the income statement.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

## Financial assets at fair value through profit or loss (debt instruments)

Debt instruments that do not meet the amortised cost criteria or the fair value through other comprehensive income criteria are classified as at fair value through profit or loss. In addition, debt instruments that meet either the amortised cost criteria or the fair value through other comprehensive income criteria may be designated as at fair value through profit or loss upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency (so called 'accounting mismatch') that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

### 3.1.1.2 Fair value measurement principles

The fair value of financial instruments is determined as follows:

#### Basis of valuation of government debt securities:

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV) which are based on the remaining tenure of the securities. Moreover, listed government securities traded on Pakistan Stock Exchange are valued at revaluation rates disseminated by Pakistan Stock Exchange (PSX).

#### Basis of valuation of debt securities:

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP). In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

The Fund applies discretion on the effective yield as per the allowable limits in the above mentioned Circulars after taking into account aspects such as Liquidity Risk, Sector Specific Risk and Issuer Class Risk.

The allowable limits for rated securities for duration upto 2 years is +200/-100 bps and over 2 years is +150/-50 bps. For unrated securities the allowable limits +50 bps.

### 3.1.1.3 Impairment of financial assets

Management Company assesses at each reporting date whether there is objective evidence that the Fund's financial assets or a group of financial assets are impaired. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

SECP through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of IFRS 9 for debt securities on mutual funds. Therefore, the Fund will not be subject to the impairment provisions of IFRS 9 until further instruction.

For financial assets other than debt securities measured at amortised cost, IFRS 9 requires recognition of impairment based on expected credit loss (ECL) model. Under IFRS 9, the Fund is required to measure loss allowance equal to an amount equal to lifetime ECL or 12 months ECL based on credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

However, majority of the assets of the Fund exposed to credit risk pertain to counter parties which have high credit rating or where credit risk has not been increased since initial recognition. Therefore, management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these financial statements.

### 3.1.1.4 Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Fund's statement of assets and liabilities) when:

- the rights to receive cash flows from the asset have expired; or
- the Fund has transferred its rights to receive cash flows from the asset and substantially all the risks and rewards of the asset.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

## 3.1.2 Financial liabilities

### 3.1.2.1 Classification and measurement of financial liabilities

All financial liabilities are measured subsequently at amortised cost using the effective interest rate method or at fair value through profit or loss.

Financial liabilities are measured at amortised cost, unless they are required to be measured at fair value through profit or loss (such as instruments held for trading or derivatives) or the Fund has opted to measure them at fair value through profit or loss.

### 3.1.2.2 Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the income statement.

### 3.1.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

## 3.2 Cash and cash equivalents

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

## 3.3 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made. Provisions, if any, are regularly reviewed and adjusted to reflect the current best estimate.

## 3.4 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 ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend.

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

## 3.5 Dividend distribution and appropriations

Dividend distribution and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders.

Distributions declared subsequent to the year end / reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

### 3.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received during business hours on that date. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to investment facilitators, distributors and the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which redemption applications during business hours of that day received. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, and charges on redemption, if applicable.

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

### 3.7 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

### 3.8 Revenue recognition

- Gain or loss on sale of investment is accounted for in the income statement in the period in which it arises.
- Unrealised gain / loss arising on remeasurement of investments classified as 'at fair value through profit or loss' is included in the income statement in the period in which it arises.
- Income / profit from investments in sukuks, TFC and government securities are recognised on a time proportionate basis using effective interest rate method.
- Profit on bank balances is recognised on a time proportionate basis using bank's approved rates.

### 3.9 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company, Trustee fee and SECP fee are recognised in the income statement on an accrual basis.

### 3.10 Earnings per unit

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

4. BANK BALANCES	Note	June 30, 2025	June 30, 2024
		----- (Rupees in '000) -----	
- In current accounts	4.1	611,719	228,572
- In savings accounts	4.2	2,992,128	1,844,843
		<b>3,603,847</b>	<b>2,073,415</b>

4.1 This includes balance of Rs. 9.748 million (2024: Rs. 228.559 million) maintained with MCB Bank Limited, a related party.

4.2 These carry profit at the rates ranging between 8.5% to 10.5% (2024: 19% to 22%) per annum and include balances with related parties of Rs. 40.815 million (2024: Rs. 20.69 million) maintained with MCB Bank Limited and Rs. 0.031 million (2024: Rs. 0.277 million) with MCB Islamic Bank Limited, which carries profit at the rate of 10.25% (2024: 21.10% to 21.30% per annum).

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

	June 30, 2025	June 30, 2024
Note	----- (Rupees in '000) -----	
	15,721,972	18,897,056
	1,403,218	1,232,547
	<u>17,125,190</u>	<u>20,129,603</u>
5.1.1	2,933,669	10,849,656
5.1.2	1,354,589	1,390,442
5.1.3	7,854,356	3,921,166
5.1.4	3,402,513	468,890
5.1.4	176,845	2,266,902
	<u>15,721,972</u>	<u>18,897,056</u>

**5. INVESTMENTS**

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

Government Securities  
Term Finance Certificates - Debt Securities

**5.1 Government securities**

Market Treasury Bills  
Pakistan Investment Bonds  
Pakistan Investment Bonds - Floating Rate Bond (FRB)  
Government of Pakistan Ijara Sukuk - Listed  
Government of Pakistan Ijara Sukuk - Unlisted

**5.1.1 Market Treasury Bills**

Name of security	Date of issue	Face Value			As at June 30, 2025			Unrealised (loss) / gain	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying Value	Market value			
Treasury Bills - 1 month	April 03, 2025	-	2,950,000	2,950,000	-	-	-	-	-	
Treasury Bills - 1 month	April 17, 2025	-	20,000	20,000	-	-	-	-	-	
Treasury Bills - 1 month	May 15, 2025	-	4,200,000	4,200,000	-	-	-	-	-	
Treasury Bills - 3 months	June 13, 2024	1,000,000	5,700,000	6,700,000	-	-	-	-	-	
Treasury Bills - 3 months	July 11, 2024	-	250,000	250,000	-	-	-	-	-	
Treasury Bills - 3 months	August 08, 2024	-	350,000	350,000	-	-	-	-	-	
Treasury Bills - 3 months	August 22, 2024	-	250,000	250,000	-	-	-	-	-	
Treasury Bills - 3 months	September 05, 2024	-	625,000	625,000	-	-	-	-	-	
Treasury Bills - 3 months	October 17, 2024	-	250,000	250,000	-	-	-	-	-	
Treasury Bills - 3 months	October 31, 2024	-	2,700,000	2,700,000	-	-	-	-	-	
Treasury Bills - 3 months	November 14, 2024	-	1,200,000	1,200,000	-	-	-	-	-	
Treasury Bills - 3 months	November 28, 2024	-	1,400,000	1,400,000	-	-	-	-	-	
Treasury Bills - 3 months	December 12, 2024	-	1,600,000	1,600,000	-	-	-	-	-	
Treasury Bills - 3 months	December 26, 2024	-	2,100,000	2,100,000	-	-	-	-	-	

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

Name of security	Date of issue	Face Value			As at June 30, 2025				Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying Value	Market value	Unrealised (loss) / gain		
----- (Rupees in '000) ----- % -----										
Treasury Bills - 3 months	January 09, 2025	-	250,000	250,000	-	-	-	-	-	-
Treasury Bills - 3 months	January 23, 2025	-	1,000,000	1,000,000	-	-	-	-	-	-
Treasury Bills - 3 months	February 20, 2025	-	790,000	790,000	-	-	-	-	-	-
Treasury Bills - 3 months	March 06, 2025	-	4,086,900	4,086,900	-	-	-	-	-	-
Treasury Bills - 3 months	April 03, 2025	-	400,000	400,000	-	-	-	-	-	-
Treasury Bills - 3 months	May 02, 2025	-	500,000	500,000	-	-	-	-	-	-
Treasury Bills - 3 months	May 15, 2025	-	1,500,000	1,500,000	-	-	-	-	-	-
Treasury Bills - 3 months*	May 29, 2025	-	2,300,000	500,000	1,800,000	1,772,566	1,772,464	(102)	8.535	10.350
Treasury Bills - 3 months*	June 12, 2025	-	1,250,000	625,000	625,000	612,931	612,919	(12)	2.952	3.579
Treasury Bills - 6 months	April 04, 2024	-	9,900,000	9,900,000	-	-	-	-	-	-
Treasury Bills - 6 months	May 30, 2024	-	3,100,000	3,100,000	-	-	-	-	-	-
Treasury Bills - 6 months	July 11, 2024	-	250,000	250,000	-	-	-	-	-	-
Treasury Bills - 6 months	July 25, 2024	-	1,250,000	1,250,000	-	-	-	-	-	-
Treasury Bills - 6 months	August 08, 2024	-	350,000	350,000	-	-	-	-	-	-
Treasury Bills - 6 months	August 22, 2024	-	28,700,000	28,700,000	-	-	-	-	-	-
Treasury Bills - 6 months	September 05, 2024	-	42,900,000	42,900,000	-	-	-	-	-	-
Treasury Bills - 6 months	October 03, 2024	-	1,000,000	1,000,000	-	-	-	-	-	-
Treasury Bills - 6 months	October 17, 2024	-	3,400,000	3,400,000	-	-	-	-	-	-
Treasury Bills - 6 months	October 31, 2024	-	2,350,000	2,350,000	-	-	-	-	-	-
Treasury Bills - 6 months	November 14, 2024	-	9,040,000	9,040,000	-	-	-	-	-	-
Treasury Bills - 6 months	November 28, 2024	-	1,150,000	1,150,000	-	-	-	-	-	-
Treasury Bills - 6 months	December 12, 2024	-	500,000	500,000	-	-	-	-	-	-
Treasury Bills - 6 months	December 26, 2024	-	735,000	735,000	-	-	-	-	-	-
Treasury Bills - 6 months	January 09, 2025	-	15,000,000	15,000,000	-	-	-	-	-	-
Treasury Bills - 6 months	January 23, 2025	-	500,000	500,000	-	-	-	-	-	-
Treasury Bills - 6 months	April 17, 2025	-	500,000	500,000	-	-	-	-	-	-
Treasury Bills - 6 months	May 02, 2025	-	1,000,000	1,000,000	-	-	-	-	-	-
Treasury Bills - 6 months	May 15, 2025	-	3,506,000	3,506,000	-	-	-	-	-	-
Treasury Bills - 6 months	May 29, 2025	-	500,000	500,000	-	-	-	-	-	-
Treasury Bills - 6 months	June 12, 2025	-	1,000,000	1,000,000	-	-	-	-	-	-
Treasury Bills - 12 months	July 13, 2023	5,042,000	-	5,042,000	-	-	-	-	-	-



**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
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**5.1.2 Pakistan Investment Bonds**

Name of security	Date of issue	Face Value			As at June 30, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying Value	Market value		
Pakistan Investment Bond - 2 years	September 20, 2024	-	6,525,000	-	6,525,000	-	-	-	-
Pakistan Investment Bond - 2 years*	January 16, 2025	-	5,077,600	-	4,038,600	1,039,800	881,378	884,617	3,239
Pakistan Investment Bond - 3 years*	July 04, 2023	150,000	1,665,000	-	1,250,000	465,000	465,701	469,972	4,271
Pakistan Investment Bond - 3 years	February 15, 2024	1,050,000	6,250,000	-	7,300,000	-	-	-	-
Pakistan Investment Bond - 3 years	September 20, 2024	-	500,000	-	500,000	-	-	-	-
Pakistan Investment Bond - 3 years	January 16, 2025	-	500,000	-	500,000	-	-	-	-
Pakistan Investment Bond - 5 years	January 17, 2024	275,000	532,000	-	807,000	-	-	-	-
Pakistan Investment Bond - 5 years	September 20, 2024	-	1,150,000	-	1,150,000	-	-	-	-
Pakistan Investment Bond - 5 years	January 16, 2025	-	11,350,000	-	11,350,000	-	-	-	-
Pakistan Investment Bond - 10 years	September 20, 2024	-	250,000	-	250,000	-	-	-	-
<b>As at June 30, 2025</b>							<b>1,347,079</b>	<b>1,354,589</b>	<b>7,510</b>
As at June 30, 2024							1,393,049	1,390,442	(2,607)

\* These carry effective yield of ranging between from 11.02% to 11.81% per annum (2024: 19% to 21.50%)

**5.1.3 Pakistan Investment Bonds - Floating Rate Bond (FRB)**

Name of security	Date of issue	Face Value			As at June 30, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying Value	Market value		
Pakistan Investment Bond (FRB) - 5 years*	August 10, 2023	-	1,400,000	-	700,000	700,000	689,610	690,130	520
Pakistan Investment Bond (FRB) - 5 years*	September 21, 2023	-	3,000,000	-	2,000,000	1,000,000	985,717	986,200	483
Pakistan Investment Bond (FRB) - 5 years*	December 14, 2023	175,000	-	-	-	175,000	169,950	172,130	2,180
Pakistan Investment Bond (FRB) - 5 years*	April 18, 2024	3,850,000	8,815,000	-	12,665,000	-	-	-	-
Pakistan Investment Bond (FRB) - 5 years*	June 27, 2024	-	75,200,000	-	74,500,000	700,000	686,347	686,840	493
Pakistan Investment Bond (FRB) - 5 years*	September 05, 2024	-	4,900,000	-	3,200,000	1,700,000	1,668,943	1,668,890	(1,053)
Pakistan Investment Bond (FRB) - 5 years*	October 03, 2024	-	35,600,000	-	33,400,000	2,200,000	2,156,428	2,155,780	(2,648)
Pakistan Investment Bond (FRB) - 5 years*	November 14, 2024	-	2,000,000	-	1,000,000	1,000,000	981,467	982,700	1,233
Pakistan Investment Bond (FRB) - 10 years*	August 22, 2019	35,000	-	-	-	35,000	34,473	34,836	363
Pakistan Investment Bond (FRB) - 10 years*	April 17, 2025	-	1,000,000	-	500,000	500,000	476,490	476,850	360
Pakistan Investment Bond (FRB) - 10 years	May 29, 2025	-	1,000,000	-	1,000,000	-	-	-	-
<b>As at June 30, 2025</b>							<b>7,852,425</b>	<b>7,854,356</b>	<b>1,931</b>
As at June 30, 2024							3,908,466	3,921,166	12,700

\* These carry effective yield of ranging between 12% to 13.3% per annum (2024: 21.15% to 21.30%)

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
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**5.1.4 Government of Pakistan - Ijara Sukuk**

Particulars	Issue date	Face Value			As at June 30, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	Carrying value	Market value		
(Rupees in '000)									
<b>5.1.4.1 GOP Ijara Sukuk - Listed</b>									
GOP Ijara - 1 year - (Fixed)	January 24, 2024	25	-	25	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)	March 15, 2024	530,990	135	531,125	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)	April 26, 2024	30	105	135	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)	May 24, 2024	-	50	50	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)	July 26, 2024	-	25,000	25,000	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)*	August 16, 2024	-	50,005	45,000	5,005	4,920	4,947	27	0.03
GOP Ijara - 1 year - (Fixed)*	September 18, 2024	-	250,000	249,010	990	962	969	7	0.01
GOP Ijara - 1 year - (Fixed)*	October 21, 2024	-	125,005	124,100	905	876	879	3	0.01
GOP Ijara - 1 year - (Fixed)*	November 07, 2024	-	1,250,000	250,000	1,000,000	965,659	966,900	1,241	5.65
GOP Ijara - 1 year - (Fixed)*	December 04, 2024	-	3,100,010	3,011,020	88,990	85,244	85,261	17	0.50
GOP Ijara - 1 year - (Fixed)*	January 09, 2025	-	187,500	-	187,500	178,239	178,425	186	1.04
GOP Ijara - 1 year - (Fixed)*	May 30, 2025	-	600,000	-	600,000	549,248	549,720	472	3.21
GOP Ijara - 1 year - (Fixed)*	June 26, 2025	-	187,500	-	187,500	170,047	169,804	(243)	0.99
GOP Ijara - 3 year - (Fixed)*	January 24, 2024	74,505	5	74,010	500	500	536	36	0.00
GOP Ijara - 3 year - (Fixed)*	June 26, 2024	-	75,005	70,005	5,000	5,011	5,444	433	0.03
GOP Ijara - 3 year - (Fixed)*	September 18, 2024	-	62,500	60,000	2,500	2,500	2,650	150	0.02
GOP Ijara - 3 year - (Fixed)*	October 21, 2024	-	250,000	125,000	125,000	126,168	128,663	2,495	0.75
GOP Ijara - 3 year - (Fixed)	January 09, 2025	-	62,500	62,500	-	-	-	-	-
GOP Ijara - 3 year - (Fixed)*	May 30, 2025	-	100,000	-	100,000	99,973	100,000	27	0.58
GOP Ijara - 3 year - (Variable)*	January 24, 2024	250,495	5	250,000	500	502	507	5	0.00
GOP Ijara - 3 year - (Variable)*	June 26, 2024	-	75,000	70,000	5,000	5,061	5,049	(12)	0.03
GOP Ijara - 3 year - (Variable)*	September 18, 2024	-	62,500	60,005	2,495	2,495	2,515	20	0.01
GOP Ijara - 3 year - (Variable)	October 21, 2024	-	250,000	250,000	-	-	-	-	-
GOP Ijara - 3 year - (Variable)*	January 09, 2025	-	62,500	5	62,495	62,495	62,151	(344)	0.36
GOP Ijara - 3 year - (Variable)*	May 19, 2025	-	75,000	-	75,000	75,000	74,978	(22)	0.44
GOP Ijara - 5 year - (Fixed)*	January 24, 2024	562,500	10	562,010	500	500	563	63	0.00
GOP Ijara - 5 year - (Fixed)*	June 26, 2024	-	75,005	70,005	5,000	5,014	5,660	646	0.03
GOP Ijara - 5 year - (Fixed)*	September 18, 2024	-	62,500	60,000	2,500	2,500	2,711	211	0.02
GOP Ijara - 5 year - (Fixed)	October 21, 2024	-	312,500	312,500	-	-	-	-	-
GOP Ijara - 5 year - (Fixed)*	January 09, 2025	-	62,500	-	62,500	62,500	64,206	1,706	0.37
GOP Ijara - 5 year - (Fixed)*	May 30, 2025	-	600,000	-	600,000	598,794	600,000	1,206	3.50

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Particulars	Issue date	Face Value				As at June 30, 2025			Market value as a percentage of total investments	
		As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised gain / (loss)		
		(Rupees in '000)								Market value as a percentage of net assets
GOP Ijara - 5 year - (Variable)*	January 24, 2024	537,500	5	537,005	500	501	514	13	0.00	0.00
GOP Ijara - 5 year - (Variable)*	June 26, 2024	-	575,000	570,000	5,000	5,082	5,053	(39)	0.02	0.03
GOP Ijara - 5 year - (Variable)*	September 18, 2024	-	62,500	60,000	2,500	2,500	2,546	46	0.01	0.01
GOP Ijara - 5 year - (Variable)	October 21, 2024	-	312,500	312,500	-	-	-	-	-	-
GOP Ijara - 5 year - (Variable)*	January 09, 2025	-	62,500	2,000	60,500	60,500	60,149	(351)	0.29	0.35
GOP Ijara - 5 year - (Variable)*	May 30, 2025	-	125,000	-	125,000	125,013	125,025	12	0.60	0.73
GOP Ijara - 10 year - (Fixed)*	September 18, 2024	-	62,500	60,000	2,500	2,500	2,617	117	0.01	0.02
GOP Ijara - 10 year - (Variable)*	September 18, 2024	-	62,500	60,000	2,500	2,500	2,554	54	0.01	0.01
GOP Ijara - 10 year - (Variable)*	October 21, 2024	-	125,000	1,000	124,000	126,434	126,517	83	0.61	0.74
GOP Ijara - 10 year - (Variable)*	May 30, 2025	-	65,000	-	65,000	65,000	65,000	-	0.31	0.38
<b>As at June 30, 2025</b>						<b>3,394,248</b>	<b>3,402,513</b>	<b>8,265</b>		
As at June 30, 2024						468,652	468,890	238		
*These carry effective yield of ranging between 10.95% to 11.03% (2024: 16% to 19% ) per annum.										
<b>5.1.4.2 GOP Ijara Sukuk - Unlisted</b>										
GOP Ijara - 1 year - (Fixed)	August 07, 2023	90,000	-	90,000	-	-	-	-	-	-
GOP Ijara - 1 year - (Fixed)	October 09, 2023	-	450,000	450,000	-	-	-	-	-	-
GOP Ijara - 1 year - (Variable)	September 20, 2023	250,000	-	250,000	-	-	-	-	-	-
GOP Ijara - 1 year - (Variable)	December 04, 2023	25,000	-	25,000	-	-	-	-	-	-
GOP Ijara - 3 year - (Fixed)	December 04, 2023	50,000	-	50,000	-	-	-	-	-	-
GOP Ijara - 3 year - (Variable)*	December 04, 2023	75,000	-	-	75,000	74,921	75,465	544	0.36	0.44
GOP Ijara - 5 year - (Variable)	May 29, 2020	110,000	-	110,000	-	-	-	-	-	-
GOP Ijara - 5 year - (Variable)	June 24, 2020	90,000	-	90,000	-	-	-	-	-	-
GOP Ijara - 5 year - (Variable)	July 29, 2020	50,000	-	50,000	-	-	-	-	-	-
GOP Ijara - 5 year - (Variable)*	December 04, 2023	100,000	-	-	100,000	100,124	101,380	1,256	0.49	0.59
<b>As at June 30, 2025</b>						<b>175,045</b>	<b>176,845</b>	<b>1,800</b>		
As at June 30, 2024						2,263,963	2,266,902	2,939		
*These carry effective yield of ranging between 10.57% to 12.59% (2024: 18% to 19% ) per annum.										

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
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**5.2 Debt securities - Term Finance & Sukuk Certificates**

Name of investee company	Issue date	Number of certificates				As at June 30, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised (loss) / gain		
<b>Commercial banks</b>										
Askari Bank Limited VII - TFC *	March 17, 2020	50	-	-	50	49,750	49,454	(296)	0.236	0.289
Samba Bank Limited - TFC I *	March 01, 2021	850	-	-	850	84,828	83,715	(1,113)	0.403	0.489
Meezan Bank Limited Sukuk *	December 16, 2021	145	-	-	145	144,774	142,679	(2,095)	0.687	0.833
Bank Al Habib Limited - TFC II *	September 30, 2021	82,000	-	-	82,000	403,284	403,284	-	1.942	2.355
The Bank of Punjab - TFC *	April 17, 2023	500	-	-	500	49,086	49,086	-	0.236	0.287
<b>Energy</b>										
Pakistan Energy Sukuk II *	May 21, 2020	100,000	-	-	100,000	500,600	500,000	(600)	2.408	2.920
<b>Textile</b>										
Masood Spinning Mills Sukuk *	April 22, 2025	-	175	-	175	175,000	175,000	-	0.843	1.022
<b>As at June 30, 2025</b>						<b>1,407,322</b>	<b>1,403,218</b>	<b>(4,104)</b>		
<b>As at June 30, 2024</b>						<b>1,230,054</b>	<b>1,232,547</b>	<b>2,493</b>		

\*These carry effective yield of ranging between 11.48% to 13.23% per annum (2024: 20.46% to 23.04% )

5.2.1 Significant terms and conditions of term finance certificates outstanding as at June 30, 2025 are as follows:

Name of the issuer	Issue date	Maturity date	Mark-up rate (per annum)	Face value	Secured / unsecured	Rating
<b>Commercial Banks</b>						
Askari Bank Limited VII - TFC *	March 17, 2020	March 17, 2030	3 months KIBOR + 1.20%	1,000,000	Unsecured	AA
Samba Bank limited - TFC I *	March 01, 2021	March 01, 2031	6 months KIBOR + 1.35%	100,000	Unsecured	AA-
Meezan Bank Limited Sukuk *	December 16, 2021	December 16, 2031	6 months KIBOR + 0.35%	1,000,000	Unsecured	AAA
Bank Al Habib Limited - TFC II *	September 30, 2021	September 30, 2031	6 months KIBOR + 0.75%	5,000	Unsecured	AAA
The Bank of Punjab - TFC *	April 17, 2023	April 17, 2033	6 months KIBOR + 1.25%	1,000,000	Unsecured	AA
<b>Energy</b>						
Pakistan Energy Sukuk II *	May 21, 2020	May 21, 2030	6 months KIBOR - 0.10%	5,000	Unsecured	AA+
<b>Textile</b>						
Masood Spinning Mills Sukuk *	April 22, 2025	November 22, 2025	6 months KIBOR - 0.95%	1,000,000	Unsecured	A-

\*The rating of the term finance certificates have been obtained from Pakistan Credit Rating Agency (PACRA) and VIS Credit Rating Company Limited as of June 30, 2025.

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	June 30, 2025	June 30, 2024
<b>Note</b>	----- (Rupees in '000) -----	
5.2.3	84,532	84,532

**5.2.2 Provided Debt securities - Term Finance & Sukuk Certificates**

Carrying value as at June 30

Less: Provision as at July 01

- Saudi Pak Leasing Company Limited - TFC - listed
- New Allied Electronics Industries (Private) Limited - TFC - unlisted
- New Allied Electronics Industries (Private) Limited - Sukuk - unlisted

	(27,548)	(27,548)
	(21,983)	(21,983)
	(35,001)	(35,001)
	(84,532)	(84,532)

**5.2.3 Status of non compliance as per Circular 16 of 2010 issued by the Securities and Exchange Commission of Pakistan**

The Securities and Exchange Commission of Pakistan (SECP), vide its Circular no. 16 dated July 7, 2010 has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the collective investment schemes or with the investment requirements of their constitutive documents.

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

Name of investee company	Issue date	Number of certificates			As at June 30, 2025			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value	Market value		
----- (Rupees in '000) ----- % -----									
<b>Financial Services</b>									
Saudi Pak Leasing Company Limited	March 13, 2010	10,000	-	-	10,000	27,548	(27,548)	-	-
<b>Household goods</b>									
New Allied Electronics Industries (Private) Limited	May 15, 2007	10,400	-	-	10,400	21,983	(21,983)	-	-
New Allied Electronics Industries (Private) Limited	July 27, 2007	112,000	-	-	112,000	35,001	(35,001)	-	-
<b>As at June 30, 2025</b>					<b>84,532</b>	<b>(84,532)</b>	<b>-</b>	<b>-</b>	<b>-</b>
As at June 30, 2024					84,532	(84,532)	-	-	-

Owing to continuous default on repayment of coupon by the issuer, the Fund had classified the said investment as non performing. The Fund has recognised full provision against outstanding principal in accordance with applicable provisioning circular issued by the Securities and Exchange Commission of Pakistan and provisioning policy of the Fund duly approved by the Board of Directors of the Management Company. The Fund has suspended further accrual of profit there against.

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		June 30, 2025	June 30, 2024
		———— (Rupees in '000) ————	
<b>5.3</b>	<b>Unrealised gain on re-measurement of investments at fair value through profit or loss - net</b>	<b>Note</b>	
	Market value of investments	5.1.1, 5.1.2, 5.1.3, 5.1.4 & 5.2	17,125,190
	Carrying value of investments	5.1.1, 5.1.2, 5.1.3, 5.1.4 & 5.2	20,129,603
			<u>15,796</u>
			<u>16,516</u>
<b>6.</b>	<b>PROFIT RECEIVABLE</b>		
	Pakistan investment bonds		247,883
	GOP ijara sukuk		27,357
	Term finance certificates		28,892
	Bank deposits	6.1	36,089
			<u>340,221</u>
			<u>467,325</u>
<b>6.1</b>	These include balance of Rs. 0.834 million (2024: Rs. 2.12 million) held with MCB Islamic Bank Limited and balance of Rs. 1.217 million (2024: nil) held with MCB Bank Limited, both are related parties.		
<b>7.</b>	<b>ADVANCES, DEPOSITS AND PREPAYMENTS AND OTHER RECEIVABLES</b>	<b>Note</b>	
	Security deposits / margin with:		
	- National Clearing Company of Pakistan Limited (NCCPL)	7.1	17,750
	- Central Depository Company of Pakistan Limited (CDC)		200
	Exposure deposit with the National Clearing Company Pakistan Limited against spread transactions		21,931
	Prepayments		332
	Advance tax		4,800
	Other receivables		1,474
			<u>46,487</u>
			<u>41,095</u>
<b>7.1</b>	This includes a deposit of Rs. 2.75 million (2024: Rs. 2.75 million) and a margin of Rs. 15 million (2024: Rs.15 million) with NCCPL in respect of trading in margin trading system.		
<b>8.</b>	<b>PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>	<b>Note</b>	
	Management remuneration payable	8.1	27,148
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	4,072
	Sales and back end load payable		5,090
	Allocated expenses payable	8.3	-
	Selling and marketing expenses payable	8.4	-
			<u>36,310</u>
			<u>47,877</u>
<b>8.1</b>	Management Company has charged management fee at the rate of upto 2% (2024: 1.5%) of the average net assets of scheme, calculated on a daily basis. The remuneration is paid to the Management Company on a monthly basis in arrears.		
<b>8.2</b>	Sindh Sales Tax on remuneration of the Management Company has been charged at the rate of 15% (2024: 13%).		
<b>8.3</b>	Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the Asset Management Companies to charge allocated expenses to the Fund. However, prior to such amendment, the Management Company charged such allocated expenses to the Fund at their discretion, subject to limits and conditions specified in the offering documents and not being higher than actual expenses.		
<b>8.4</b>	Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the Asset Management Companies to charge selling and marketing expenses to the Fund.		

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	Note	June 30, 2025 —— (Rupees in '000) ——	June 30, 2024
<b>9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>			
Trustee remuneration payable	9.1	259	946
Sindh Sales Tax payable on Trustee remuneration	9.2	39	123
		<b>298</b>	<b>1,069</b>

**9.1** The Trustee remuneration consists of reimbursement of actual custodial expenses / charges plus 0.075% per annum of the net assets to be paid monthly in arrears.

**9.2** Sindh Sales Tax at 15% (2024: 13%) is charged on Trustee fee.

	Note	June 30, 2025 —— (Rupees in '000) ——	June 30, 2024
<b>10. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
Payable to the SECP	10.1	1,183	946

**10.1** The Fund has charged SECP Fee at the rate of 0.075% of the average daily net assets of the Fund which is payable on monthly basis in arrears.

	Note	June 30, 2025 —— (Rupees in '000) ——	June 30, 2024
<b>11. ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Withholding tax on capital gains		183,695	17,580
Provision for Federal Excise Duty payable on remuneration of the Management Company	11.1	99,060	99,060
Federal Excise Duty payable on sales load	11.1	27,933	27,933
Auditors' remuneration		745	721
Brokerage payable		293	461
Other		335	720,842
		<b>312,061</b>	<b>866,597</b>

**11.1 Federal Excise Duty Payable**

The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On September 4, 2013, a Constitutional Petition was filed in the Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

On July 16, 2016, 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.

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.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, the provision for FED made prior to this period has been maintained by the Fund which at June 30, 2025 aggregates to Rs. 126.99 million (2024: Rs. 126.99 million). Had the provision for FED not been recorded in the financial statements of the Fund, the net assets value of the Fund as at June 30, 2025 would have been higher by Re. 0.67 (2024: Re. 0.85) per unit.

### 12. CONTINGENCIES AND COMMITMENTS

#### 12.1 Contingencies

On December 01, 2021, DCF Income Fund (DCFIF) received a notice of tax demand for the Tax Year 2017 from the Additional Commissioner (Inland) Revenue (ACIR), whereby ACIR raised objections on claiming of "provision against debt securities" amounting to Rs. 7.943 million and adjustment of the "Element of loss and capital losses" amounting to Rs. 151.140 million while arriving at the declared accounting income of the Fund and has challenged the distribution of 90 percent of income and the Fund's eligibility for exemption from tax. The ACIR raised a tax demand of Rs 138.821 million. The Management Company on behalf of the Fund filed Appeal and Stay Application in front of Commissioner Appeals (CIRA).

On March 31, 2022, a favorable Appellate Order was passed by Commissioner Appeals whereby it was directed that the benefit of Element of Loss should be allowed to the Company.

On June 14, 2022, FBR being aggrieved with said Order filed Appeal with Appellate Tribunal Inland Revenue. Management Company, in consultation with its advisor, anticipates a favorable outcome of the case.

12.2 There were no other material contingencies and commitments outstanding as at June 30, 2025 and June 30, 2024.

### 13. AUDITORS' REMUNERATION

	June 30, 2025	June 30, 2024
	—— (Rupees in '000) ——	
Annual audit fee	550	491
Half yearly review fee	300	269
Other certifications	80	74
Out of pocket expenses	85	164
	1,015	998
Sales Tax	81	80
	1,096	1,078

### 14. TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains and accumulated loss whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash.

The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management distributed the income available for distribution by the Fund to the unit holders in cash in the manner as explained above accordingly, no provision for taxation has been made in these financial statements.

### 15. CASH AND CASH EQUIVALENTS

	June 30, 2025	June 30, 2024
	—— (Rupees in '000) ——	
Bank balances	3,603,847	2,073,415
Marked treasury bills	2,385,383	965,285
	5,989,230	3,038,700

### 16. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 2.277% (2024: 2.5%) which includes 0.35% (2024: 0.3%) representing government levies on the Fund such as sales taxes, SECP fee, etc. The prescribed limit for the ratio is 3% (2024: 3%) (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as a income scheme.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

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

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

Transactions with related parties / connected persons are in the normal course of business, and are executed on an arm's length and fair basis.

Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed respectively.

The details of transactions carried out by the Fund with connected persons / related parties and balances with them at the year end are as follows:

	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----	
<b>17.1 Details of transactions other than units of the Fund with related parties / connected persons during the year</b>		
<b>MCB Investment Management Limited - Management Company</b>		
Remuneration (including indirect taxes)	408,444	202,534
Selling and marketing expenses	-	56,990
Allocated expenses (including indirect taxes)	3,908	10,222
Amount received against issuance to unitholders *	4,625	-
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration (including indirect taxes)	17,282	10,127
Settlement charges	204	104
<b>Group / associated companies</b>		
<b>MCB Bank Limited</b>		
Profit on deposit accounts	1,500	237
Bank charges	74	86
Purchase of Government securities - Face value: nil (2024: Rs. 4,957,200,000)	-	4,701,666
Sale of Government Securities - Face Value of Rs. 207,560,000 (2024: Rs. 5,500,000,000)	209,241	4,753,947
<b>MCB Islamic Bank Limited</b>		
Profit on deposit accounts	8,169	8,842
* 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 Details of balances with related parties / connected persons persons as at year end</b>		
	June 30, 2025	June 30, 2024
	----- (Rupees in '000) -----	
<b>MCB Investment Management Limited - Management Company</b>		
Management remuneration payable	27,148	18,926
Sindh sales tax payable on remuneration of the management company	4,072	2,460
Allocated expenses payable	-	1,009
Selling and marketing expenses payable	-	11,432
Sales load payable	1,380	12,340
Back end Load payable	3,710	1,710
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable (including indirect taxes)	298	1,069
Security deposit	200	200
<b>Group / associated companies</b>		
<b>MCB Bank Limited</b>		
Bank balances	50,563	249,249
<b>MCB Islamic Bank Limited</b>		
Bank balances	31	277

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

**17.3 Transactions during the year with connected persons / related parties in units of the Fund:**

	For the year ended June 30, 2025							
	As at July 01, 2024	Issued for cash	Redeemed	As at June 30, 2025	As at July 01, 2024	Issued for cash	Redeemed	As at June 30, 2025
	Units (Rupees in '000)							
<b>Group / associated companies</b>								
Laipir Staff Gratuity Fund Trust	43,067	6,805	-	49,872	4,698	765	-	5,463
MCB Employees Provident Fund	2,483,911	392,516	-	2,876,427	270,958	44,098	-	315,056
MCB Employees Pension Fund	2,483,911	392,516	-	2,876,427	270,958	44,098	-	315,056
D.G. Khan Cement Company Limited Employees Provident Fund Trust	-	7	-	7	-	1	-	1
Kapco Staff Welfare Fund Trust	-	29,955	-	29,955	-	3,281	-	3,281
Kapco Employees Pension Fund	-	788	-	788	-	86	-	86
<b>Key Management Personnel*</b>	2	4	5	1	-	-	-	-

\*This reflects the position of related party / connected person status as at June 30, 2025.

	For the year ended June 30, 2024							
	As at July 01, 2023	Issued for cash	Redeemed	As at June 30, 2024	As at July 01, 2023	Issued for cash	Redeemed	As at June 30, 2024
	Units (Rupees in '000)							
<b>Group / associated companies</b>								
MCB Employees' Provident Fund	2,082,430	391,481	-	2,483,911	225,988	44,970	-	270,958
MCB Employees' Pension Fund	2,082,430	391,481	-	2,483,911	225,988	44,970	-	270,958
D.G. Khan Cement Company Limited Employees' Provident Fund Trust	6,294	-	6,294	-	680	15	695	-
Laipir Staff Gratuity Fund Trust	36,279	6,788	-	43,067	3,918	780	-	4,698
<b>Key Management Personnel*</b>	5	-	3	2	1	-	-	-

\*This reflects the position of related party / connected person status as at June 30, 2024.

**18. 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 date. 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.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

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

Levels	Description	Valuation approach and input used
Level 1:	Quoted prices in active markets for identical assets or liabilities;	Listed government securities traded on Pakistan Stock Exchange are valued at revaluation rates disseminated by Pakistan Stock Exchange (PSX). The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP).
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	The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV) which are based on the remaining tenure of the securities.
Level 3:	Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).	For Debt securities for which MUFAP valuation is not available are valued at face value of the securities. The Fund applies discretion on the effective yield as per the allowable limits after taking into account aspects such as Liquidity Risk, Sector Specific Risk and Issuer Class Risk. The allowable limits for rated securities for duration upto 2 years is +200/-100 bps and over 2 years is +150/50 bps. For unrated securities the allowable limits +50 bps.

As at June 30, 2025

	Carrying amount				Fair Value		
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							
<b>Financial assets measured at fair value through profit or loss</b>							
Market treasury bills	2,933,669	-	2,933,669	-	2,933,669	-	2,933,669
Pakistan investment bonds	1,354,589	-	1,354,589	-	1,354,589	-	1,354,589
Pakistan investment bonds - floating rate bond	7,854,356	-	7,854,356	-	7,854,356	-	7,854,356
Term finance certificates	1,403,218	-	1,403,218	452,370	175,000	775,848	1,403,218
Government of Pakistan ijara sukuk	3,579,358	-	3,579,358	3,402,513	176,845	-	3,579,358
	17,125,190	-	17,125,190	3,854,883	12,494,459	775,848	17,125,190

**Financial assets measured at fair value through profit or loss**

Market treasury bills  
Pakistan investment bonds  
Pakistan investment bonds - floating rate bond  
Term finance certificates  
Government of Pakistan ijara sukuk

**Financial assets not measured at fair value**

Bank balances - 3,603,847 3,603,847  
Profit receivable - 340,221 340,221  
Deposits and other receivables - 41,355 41,355  
- 3,985,423 3,985,423

**Financial liabilities not measured at fair value**

Payable to the Management Company - 32,238 32,238  
Payable to the Trustee - 259 259  
Dividend payable - 9 9  
Accrued expenses and other liabilities - 1,318 1,318  
- 33,824 33,824

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

As at June 30, 2024

	Carrying amount		Fair Value				
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							
Financial assets measured at fair value through profit or loss							
Market treasury bills	10,849,656	-	10,849,656	-	10,849,656	-	10,849,656
Pakistan investment bonds	1,390,442	-	1,390,442	-	1,390,442	-	1,390,442
Pakistan investment bonds - floating rate bond	3,921,166	-	3,921,166	-	3,921,166	-	3,921,166
Term finance certificates - unlisted	1,232,547	-	1,232,547	585,462	-	647,085	1,232,547
Government of Pakistan Ijara sukuk	2,735,792	-	2,735,792	468,890	2,266,902	-	2,735,792
	20,129,603	-	20,129,603	1,054,352	18,428,166	647,085	20,129,603

**Financial assets not measured at fair value**

Bank balances	-	2,073,415	2,073,415
Profit receivable	-	467,325	467,325
Receivable against sale of investment	-	2,935,630	2,935,630
Deposits and other receivables	-	37,137	37,137
	-	5,513,507	5,513,507

**Financial liabilities not measured at fair value**

Payable to the Management Company	-	45,417	45,417
Payable to the Trustee	-	946	946
Payable against purchase of investments	-	8,418,942	8,418,942
Dividend payable	-	9	9
Accrued expenses and other liabilities	-	721,971	721,971
	-	9,187,285	9,187,285

During the year ended June 30, 2025 and June 30, 2024 there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

**19. FINANCIAL RISK MANAGEMENT**

The Fund's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate and other price risk), credit risk and liquidity risk. Risks of the Fund are being managed by the Management Company in accordance with the approved policies of the investment committee which provide broad guidelines for management of above mentioned risks. The Board of Directors of the Management Company has overall responsibility for the establishment and oversight of the Fund's risk management framework.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

### 19.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Board of Directors of Management Company and the regulations laid down by the SECP, the NBFC Regulations and the NBFC Rules.

Market risk comprises of three types of risk: currency risk, yield / interest rate risk and other price risk.

#### 19.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as all transactions are carried out in Pakistan Rupees.

#### 19.1.2 Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2025, the Fund is exposed to such risk on bank balances, Pakistan Investment Bonds, Government of Pakistan Ijara Sukuk, Market Treasury Bills, Terms Finance Certificates and Short term Sukuk. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

As of June 30, 2025 details of Fund's interest bearing financial instruments were as follows:

	June 30, 2025	June 30, 2024
	————(Rupees in '000) ————	
<b>Variable rate instrument (financial asset)</b>		
Bank balances	2,992,128	1,844,843
Pakistan investment bonds - floating rate bond (FRB)	7,854,356	3,921,166
Government of Pakistan Ijara Sukuk	709,403	1,617,066
Term finance certificates - unlisted	1,403,218	1,232,547
	12,959,105	8,615,622
<b>Fixed rate instrument (financial asset)</b>		
Government of Pakistan Ijara sukuk	2,869,955	1,118,726
Pakistan investment bonds	1,354,589	1,390,442
Market treasury bills	2,933,669	10,849,656
	7,158,213	13,358,824

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

As at June 30, 2025, the Fund holds KIBOR based bank balances, term finance and sukuk certificates, GoP Ijara sukuk and Pakistan investment bonds (FRB) which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net assets value of the Fund and the net income for the year would have been higher / lower by Rs. 129.591 million (2024: Rs. 86.156 million).

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

As at June 30, 2025, the Fund holds GoP Ijara Sukuk, Pakistan Investment Bonds and Market Treasury Bills which are fixed rate instruments exposing the Fund to fair value interest rate risk. In case of 100 basis points increase / decrease in rates announced by the Financial Market Association of Pakistan (FMAP) on June 30, 2025, the net income for the year and net assets would be lower / higher by Rs. 71.582 million (2024: Rs. 133.588 million).

Yield / interest rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date. The composition of the Fund investment may change over time. Accordingly, the sensitivity analysis prepared as at June 30, 2025 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

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

Yield / effective interest rate	As at June 30, 2025				Total
	Exposed to yield / interest risk				
	Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / interest risk	
%	(Rupees in '000)				

### On-balance sheet financial instruments

#### Financial Assets

Bank balances	8.5 to 10.5	2,992,128	-	-	611,719	3,603,847
Investments						
- Market treasury bills	12.03 to 12.48	2,394,406	539,263	-	-	2,933,669
- Pakistan investment bonds	11.02 to 11.81	-	-	1,354,589	-	1,354,589
- Pakistan investment bonds - floating rate bond (FRB)	12 to 13.3	3,380,056	4,474,300	-	-	7,854,356
- Government of Pakistan tjara sukuk	10.57 to 11.03	388,560	3,190,798	-	-	3,579,358
- Term finance and sukuk certificate	11.48 to 13.23	536,453	866,765	-	-	1,403,218
Profit receivable		-	-	-	340,221	340,221
Deposits and other receivables		-	-	-	41,355	41,355
		<b>9,691,603</b>	<b>9,071,126</b>	<b>1,354,589</b>	<b>993,295</b>	<b>21,110,613</b>

#### Financial Liabilities

Payable to Management Company		-	-	-	32,238	32,238
Payable to Trustee		-	-	-	259	259
Dividend payable		-	-	-	9	9
Accrued expenses and other liabilities		-	-	-	1,318	1,318
		-	-	-	<b>33,824</b>	<b>33,824</b>

Yield / effective interest rate	As at June 30, 2024				Total
	Exposed to yield / interest risk				
	Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / interest risk	
%	(Rupees in '000)				

### On-balance sheet financial instruments

#### Financial Assets

Bank balances	19 to 22	1,844,843	-	-	228,572	2,073,415
Investments						
- Market treasury bills	18 to 19	965,285	9,884,371	-	-	10,849,656
- Pakistan investment bonds	19 to 21.50	-	-	1,390,442	-	1,390,442
- Pakistan investment bonds - floating rate bond (FRB)	21.15 to 21.30	-	-	3,921,166	-	3,921,166
- Government of Pakistan tjara sukuk	18 to 19	339,954	693,507	1,702,331	-	2,735,792
- Term finance and sukuk certificate	20.46 to 23.04	-	-	1,232,547	-	1,232,547
Profit receivable		-	-	-	467,325	467,325
Receivable against sale of investments		-	-	-	2,935,630	2,935,630
Deposits and other receivables		-	-	-	37,137	37,137
		<b>3,150,082</b>	<b>10,577,878</b>	<b>8,246,486</b>	<b>3,668,664</b>	<b>25,643,110</b>

#### Financial liabilities

Payable to Management Company		-	-	-	45,417	45,417
Payable to Trustee		-	-	-	946	946
Payable against purchase of investments		-	-	-	8,418,942	8,418,942
Dividend payable		-	-	-	9	9
Accrued expenses and other liabilities		-	-	-	721,971	721,971
		-	-	-	<b>9,187,285</b>	<b>9,187,285</b>

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

### 19.1.3 Price risk

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

### 19.2 Credit risk

Credit risk represents the risk of loss if counterparties fail to perform as contracted. The Fund is exposed to counter party credit risks on investments in term finance certificates and sukuk certificates, bank balances and other financial assets at amortised cost. The credit risk on the fund is limited because the counterparties are financial institutions with reasonably high credit ratings.

The Fund has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. This information is supplied by independent rating agencies, where available, and if not available, the Fund uses other publicly available financial information and its own trading records to rate its major counterparties. The Fund's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Credit risk from balances with banks and investment in term finance certificates (Note 5.3.1) is managed in accordance with the Fund's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparties credit limits are approved by the Board of Directors. The limits are set to minimise the concentration of risk and therefore mitigate financial loss through potential counterparty failure.

The Fund's maximum exposure to credit risk is the carrying amounts of following financial assets.

	June 30, 2025		June 30, 2024	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	----- (Rupees in '000) -----			
Bank balances	3,603,847	3,603,847	2,073,415	2,073,415
Government securities	15,721,972	-	18,897,056	-
Term finance and sukuk certificate	1,403,218	1,403,218	1,232,547	1,232,547
Profit receivable	340,221	64,981	467,325	68,054
Deposits and other receivables	41,355	41,355	37,137	37,137
	<b>21,110,613</b>	<b>5,113,401</b>	<b>22,707,480</b>	<b>3,411,153</b>

The analysis below summaries the credit rating quality of the Fund's financial assets with banks as at June 30, 2025 and June 30, 2024:

Bank balances by rating category	June 30, 2025		June 30, 2024	
	Rupees in '000	%	Rupees in '000	%
AAA	90,960	2.52	2,058,881	99.30
AA+	109,871	3.05	13,277	0.64
AA	3,402,902	94.42	932	0.04
AA-	22	0.00	48	0.00
A+	73	0.00	277	0.01
A-	19	0.00	-	0.00
	<b>3,603,847</b>	<b>100</b>	<b>2,073,415</b>	<b>100</b>

Above ratings are on the basis of available ratings assigned by Pakistan Credit Rating Agency (PACRA) and VIS Credit Rating Company Limited as of June 30, 2025.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

Investments in government securities do not expose the Fund to credit risk as the counter party to the investment is the Government of Pakistan and Management does not expect to incur any credit loss on such investment.

Deposits are placed with National Clearing Company of Pakistan Limited (NCCPL) and Central Depository Company of Pakistan Limited (CDC) for the purpose of effecting transaction and settlement of listed securities. It is expected that all deposits with NCCPL and CDC will be clearly identified as being assets of the Fund, hence management believes that the Fund does not expect to incur credit losses with respect to these deposits.

### Concentration of credit risk

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

### Settlement risk

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of counter party to honour its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions in securities is considered to be minimal as the Fund uses brokers with high creditworthiness and the transactions are settled or paid for only upon delivery using the central clearing system.

### 19.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its obligations arising from its financial liabilities that are settled by delivering cash or other financial assets or that such obligations will have to be settled in a manner disadvantageous to the Funds. Liquidity risk also arises because of the possibility that the Fund could be required to pay its liabilities earlier than expected. The Fund is exposed to cash redemptions of its units on a regular basis. Units are redeemable at the holder's option based on the Fund's applicable redemption price calculated in accordance with the Fund's constitutive documents and guidelines laid down by the SECP.

Units of the Fund are redeemable on demand at the unit holder's option, however, the Fund does not anticipate significant redemption of units.

The table below analyses the Fund's financial assets and financial liabilities into relevant maturity groupings based on the remaining period at the statement of assets and liabilities date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	June 30, 2025					Total
	Within 1 month	Over 1 to 3 months	Over 3 to 12 months	Over 1 to 5 years	More than 5 years	
	(Rupees in '000)					
<b>Financial assets</b>						
Bank balances	3,603,847	-	-	-	-	3,603,847
Investments	-	2,400,322	2,490,252	10,157,860	2,076,756	17,125,190
Profit receivable	64,981	-	-	-	-	64,981
Deposits and other receivables	41,355	-	-	-	-	41,355
<b>Sub total</b>	<b>3,710,183</b>	<b>2,400,322</b>	<b>2,490,252</b>	<b>10,157,860</b>	<b>2,076,756</b>	<b>20,835,373</b>
<b>Financial liabilities</b>						
Payable to Management Company	32,238	-	-	-	-	32,238
Payable to Trustee	259	-	-	-	-	259
Dividend payable	9	-	-	-	-	9
Accrued expenses and other liabilities	1,318	-	-	-	-	1,318
<b>Sub total</b>	<b>33,824</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,824</b>
<b>On-balance sheet gap</b>	<b>3,676,359</b>	<b>2,400,322</b>	<b>2,490,252</b>	<b>10,157,860</b>	<b>2,076,756</b>	<b>20,801,549</b>
<b>Cumulative liquidity sensitivity gap</b>	<b>3,676,359</b>	<b>6,076,681</b>	<b>8,566,933</b>	<b>18,724,793</b>	<b>20,801,549</b>	

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

	June 30, 2024					Total
	Within 1 month	Over 1 to 3 months	Over 3 to 12 months	Over 1 to 5 years	More than 5 years	
	(Rupees in '000)					
<b>Financial assets</b>						
Bank balances	2,073,415	-	-	-	-	2,073,415
Investments	-	965,285	9,884,371	8,047,400	1,232,547	20,129,603
Profit receivable	68,054	-	-	-	-	68,054
Receivable against sale of investment	2,935,630	-	-	-	-	2,935,630
Deposits and other receivables	37,137	-	-	-	-	37,137
<b>Sub total</b>	<b>5,114,236</b>	<b>965,285</b>	<b>9,884,371</b>	<b>8,047,400</b>	<b>1,232,547</b>	<b>25,243,839</b>
<b>Financial liabilities</b>						
Payable to Management Company	45,417	-	-	-	-	45,417
Payable to Trustee	946	-	-	-	-	946
Payable against purchase of investment	8,418,942	-	-	-	-	8,418,942
Dividend payable	9	-	-	-	-	9
Accrued expenses and other liabilities	721,971	-	-	-	-	721,971
<b>Sub total</b>	<b>9,187,285</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,187,285</b>
<b>On-balance sheet gap</b>	<b>(4,073,049)</b>	<b>965,285</b>	<b>9,884,371</b>	<b>8,047,400</b>	<b>1,232,547</b>	<b>16,056,554</b>
<b>Cumulative liquidity sensitivity gap</b>	<b>(4,073,049)</b>	<b>(3,107,764)</b>	<b>6,776,607</b>	<b>14,824,007</b>	<b>16,056,554.40</b>	

**20. UNIT HOLDERS' FUND RISK MANAGEMENT**

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by disposal of investments.

**21. PATTERN OF UNIT HOLDING**

	As at June 30, 2025			
	Number of unit holders	Number of units	Investment Amount	Percentage investments
			(Rupees in '000)	%
Individuals	5,654	172,940,418	18,942,241	91.22
Associated Companies	6	5,833,478	638,943	3.08
Insurance Companies	2	190,239	20,837	0.10
Bank / DFI	1	175,551	19,228	0.09
Retirement funds	20	7,846,135	859,391	4.14
Public Limited Companies	3	200,711	21,984	0.11
Others	53	2,403,536	263,260	1.26
	<b>5,739</b>	<b>189,590,068</b>	<b>20,765,884</b>	<b>100.00</b>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

	As at June 30, 2024			
	Number of unit holders	Number of units held	Investment Amount	Percentage of total investments
			(Rupees in '000)	%
Individuals	4,401	130,000,546	14,181,144	86.93
Associated Companies	3	5,010,888	546,614	3.35
Bank / DFI	1	189,697	20,693	0.13
Retirement funds	15	1,833,708	200,031	1.23
Public Limited Companies	4	6,572,718	716,987	4.40
Others	39	5,923,430	646,159	3.96
	<b>4,463</b>	<b>149,530,987</b>	<b>16,311,628</b>	<b>100.00</b>

**22. TOP BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID**

Details of commission paid by the fund to top ten brokers by percentage during the year are as follows:

	June 30, 2025 (Percentage)
1 JS Global Capital Limited	30.96
2 Arif Habib Limited	11.97
3 C&M Management (Private) Limited	9.13
4 Invest One Market Limited	8.32
5 Continental Exchange (Private) Limited	7.60
6 Alfalah Securities (Private) Limited	7.10
7 Vector Capital (Private) Limited	6.79
8 Currency Market Associate Limited	3.89
9 BMA Capital Management Limited	2.18
10 Optimus Markets Private Limited	1.98
	June 30, 2024 (Percentage)
1 Continental Exchange (Private) Limited	29.26
2 Continental Capital Management (Private) Limited	13.33
3 Alfalah CLSA Securities Private Limited	11.48
4 Js Global Capital Limited	10.41
5 Invest One Market (Private) Limited	7.85
6 Paramount Capital (Private) Limited	6.97
7 Arif Habib Limited	5.63
8 AKD Securities Limited	5.32
9 Summit Capital Private Limited	3.45
10 Icon Management Private Limited	2.24

**23. ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS**

The 197th, 198th, 199th, 200th, 201st, 202nd, 203rd, 204th and 205th meeting of the Board of Directors were held on July 24, 2024, July 25, 2024, September 25, 2024, October 16, 2024, October 21, 2024, January 31, 2025, February 04, 2025, April 17, 2025 and April 21, 2025 respectively. Information in respect of attendance by the directors and other persons in the meetings is given below:

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

Name of persons attending the meetings	Designation	Number of meetings held	Number of meetings			Meetings Not Attended
			Attendance required	Attended	Leave granted	
Mr. Haroon Rashid	Chairman	9	9	8	1	199 th
Mr. Ahmed Jahangir	Director	9	9	8	1	197th
Syed Savail Meekal Hussain	Director	9	9	8	1	201st
Ms. Mavra Adil Khan	Director	9	9	4	5	197th; 198th; 201st; 202nd; 203rd
Muhammad Noman Chughtai *	Director	9	4	3	1	204th
Mr. Fahd Kamal Chinoy	Director	9	9	8	1	202 nd
Mr. Manzar Mushtaq	Director	9	9	9	-	-
Mr. Shoaib Mumtaz **	Director	9	5	4	1	201st
Mr. Khawaja Khalil Shah	Chief Executive Officer	9	9	9	-	-

\* Appointed on January 06, 2025

\*\* Resigned on December 21, 2024

**24. PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER**

Details of members of the Investment Committee of the Fund are as follows:

S. No.	Name	Designation	Qualification	Experience in years
1	Khawaja Khalil Shah	Chief Executive Officer	MBA	33
2	Muhammad Asim	Chief Investment Officer	MBA, CFA	22
3	Awais Abdul Sattar	Portfolio Manager Equities	MBA, CFA	14
4	Saad Ahmed	Head of Fixed Income	MBA	19
5	Syed Abid Ali	Head of Equities	MBA	17
6	Usama Iqbal	Fund Manager - Fixed Income Fund	Graduate	21
7	Raza Inam	Head of Research	BSC, CFA	11

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

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24.1 Mr. Saad Ahmed is the Fund Manager. Details of the other funds being managed by him are as follows:

- MCB Cash Management Optimizer
- Pakistan Income Enhancement Fund
- Pakistan Cash Management Fund
- MCB DCF Income Fund
- MCB Pakistan Sovereign Fund
- Alhamra Government Securities Plan I
- MCB Investment Savings Plan I
- MCB Government Securities Plan I

### 25. CORRESPONDING FIGURES

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

### 26. GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

### 27. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 04, 2025 by the Board of Directors of the Management Company.

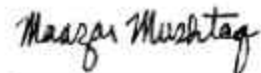
For MCB Investment Management Limited  
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**PATTERN OF UNITS HOLDING BY SIZE  
FOR THE YEAR ENDED JUNE 30, 2025**

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No. of Unit Holders	Unit holdings	Total units held
2050	A. 001-10,000	35,200
578	B. 10,001 – 100,000	186,337
964	C. 100,001 – 1000,000	4,780,719
2147	D. 1000,001 & Above	184,587,812
<u>5,739</u>		<u>189,590,068</u>

## PERFORMANCE TABLE FOR THE YEAR ENDED JUNE 30, 2025

Performance Information	2025	2024	2023	2022	2021
Total Net Assets Value – Rs. in million	20,765.8836	16311.6284	7706.4694	4,617.3150	3,645.9500
Net Assets value per unit – Rupees	109.5304	109.0853	108.0027	107.3596	107.0518
Closing Offer Price	111.4198	110.9343	109.8333	109.1793	108.8663
Highest offer price per unit	128.5216	131.0007	125.3632	118.5362	115.9956
Lowest offer price per unit	111.0053	109.8894	109.2204	108.8858	110.9321
Highest Redemption price per unit	126.3422	128.8172	123.2737	116.5605	114.0622
Lowest Redemption price per unit	109.1229	108.0578	107.4000	107.0709	105.3852
Distribution per unit – Rs. *					
Interim	17.1308	20.2957	15.8624	9.3394	7.0333
Final	-	-	-	-	-
<b>Average Annual Return - %</b>					
One year	16.18	19.9	15.46	9.02	6.66
Two year	18.04	17.68	12.24	7.84	9.18
Three year	17.18	14.79	10.38	9.12	8.72
Net Income for the year – Rs. in million	2,968.4253	2279.8950	892.9053	382.3485	258.3900
Distribution made during the year – Rs. in million	2,920.3705	2191.5310	861.1570	373.6420	256.1370
Accumulated Capital Growth – Rs. in million	48.0547	88.3640	31.7483	8.7065	2.2530
Weighted average Portfolio Duration (years)	2.5	2.6	2	3.7	1.5

\* Date of Distribution

2025	
Date	Rate
June 20, 2025	17.1308

2024	
Date	Rate
June 21, 2024	20.2957

2023	
Date	Rate
June 17, 2023	15.8624

2022	
Date	Rate
June 24, 2022	9.3394

2021	
Date	Rate
June 25, 2021	7.0333

### Disclaimer

The past performance is not necessarily indicative of future performance and unit prices and investments and returns may go down, as well as up.

**MCB INVESTMENT MANAGEMENT LIMITED**

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