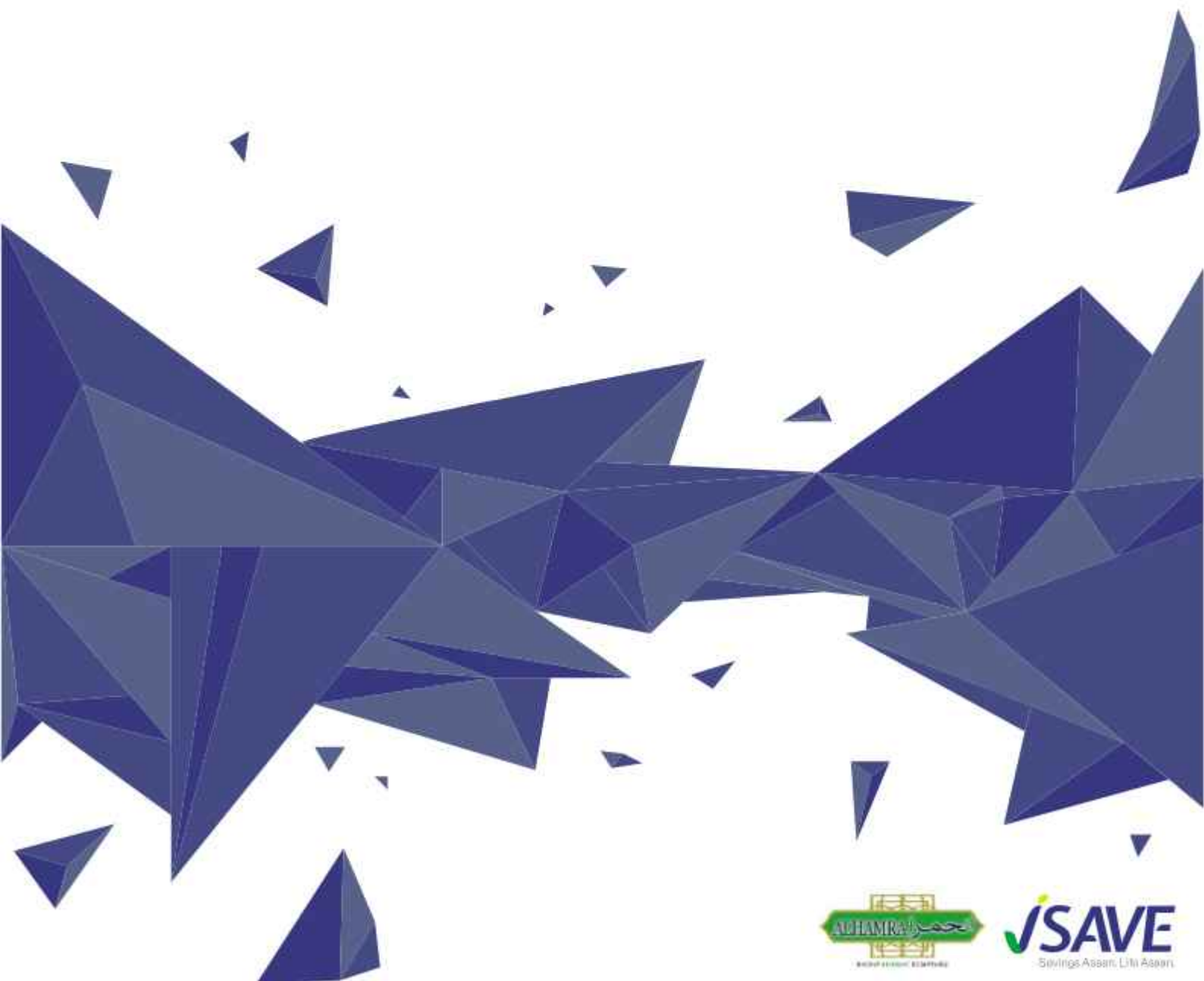


QUARTERLY REPORT

MARCH
2025
(UNAUDITED)

Funds Under Management of
MCB INVESTMENT MANAGEMENT LIMITED



MCB PAKISTAN SOVEREIGN FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Muhammad Nauman Chughtai Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah Mr. Muhammad Nauman Chughtai	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating Officer & Chief Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Ahmad Faisal	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdc-pakistan.com	
Bankers	MCB Bank Limited Habib Bank Limited Allied Bank Limited Bank Alfalah Limited Faysal Bank Limited	Habib Metropolitan Bank Limited United Bank Limited Zarai Taraqiat Bank Limited Js Bank Limited National Bank Of Pakistan
Auditors	A. F. Ferguson & Co. Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar Road, Karachi.	
Legal Advisor	Bawane & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **MCB Pakistan Sovereign Fund's** accounts review for the period ended March 31, 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) totaling approximately 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 0.7 billion in the first eight months of the fiscal year 2025 (8MFY25) compared to a deficit of USD 1.7bn in the corresponding period last year. The major contributor towards improving current account was the remittances inflows which skyrocketed by 32.5% to USD 24.0bn. Trade Deficit increased by 17.4% YoY as exports rose by 7.2% while imports increased by 11.4% from a low base. The country's external position improved with SBP's foreign exchange reserves increasing to USD 10.7bn as of Mar-25 end compared to USD 9.4bn at the end of last fiscal year. This was on account of current account surplus and flows from IMF and multilateral sources. The local currency remained broadly stable as the USD/PKR depreciated by 0.7% to 280.2 during the period under review.

Headline inflation represented by CPI averaged 5.4% during 9MFY25 compared to 27.2% 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.

The country's GDP grew by 1.7% in the second quarter of the financial year 2024-25 as compared to 1.7% in the corresponding period last year. Agriculture grew by 1.1%, Services sector grew by 2.6% while industrial sector witnessed a decline of 0.2%. Historic high interest rates and political uncertainty were the major culprits behind the subdued industrial output. On the fiscal side, FBR tax collections rose by 26.8% in the first nine months of FY25, reaching PKR 8,452 billion—falling short of the target by PKR 716 billion. The shortfall is largely attributed to reduced tax collection from imports due to a slowdown in trade, sluggish growth and low inflation.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

FUND PERFORMANCE

During the period under review, the fund generated an annualized return of 19.14% as against its benchmark return of 14.35% and old benchmark return of 15.12%. At period-end, the fund exposure towards cash was 13.6%.

The Net Assets of the Fund as at March 31, 2025 stood at Rs. 24,034 million as compared to Rs. 11,082 million as at June 30, 2024 registering an increase of 116.87%.

The Net Asset Value (NAV) per unit as at March 31, 2025 was Rs. 61.76 as compared to opening NAV of Rs. 54.0600 per unit as at June 30, 2024 registering an increase of Rs. 7.7 per unit.

Economy & Market – Future Outlook

Pakistan's GDP growth is projected to clock around 2.5% in FY25, similar level compared to 2.5% last year. The industrial and services sectors are expected to expand by 2.5% and 2.8%, respectively, driven by a gradual recovery in demand and the base effect. However, agricultural growth is likely to remain modest at 1.8%, constrained by the high base effect and flood-related damage to the cotton crop.

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 12.5-13.0 billion by year end on the back of flows from friendly countries, IMF and multilateral agencies. 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 a current account surplus of USD 1.0bn (0.3% of GDP) in FY25 compared to deficit of USD 681mn (0.2% of GDP) in FY24. We are of the view comfort on the external will keep currency relatively stable in the near term. We expect marginal currency depreciation this year with USD/PKR expected to close June 25 around 285.0.

The inflation reading has come down sharply mainly due to base effect and stable currency. The headline inflation number in March 2025 clocked in at 0.7% compared to a high of 38.0% in May 2023. This was the lowest reading since December 1965 (0.58%). The core inflation clocked at 9.0% similar to last month. We expect some uptick in inflation from this low base by the end of fiscal year. We anticipate CPI to average around 5.1% in FY25 compared to 23.4% in FY24.

Since June 2024, the State Bank of Pakistan (SBP) has reduced interest rates by a cumulative 1,000 basis points, bringing the policy rate down from a peak of 22.0% to 12.0%. Recently US has announced and implemented a series of sweeping tariffs aimed at reducing the U.S. trade deficit and promoting domestic manufacturing which has caused global uncertainty. We expect

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

SBP to closely monitor these evolving dynamics and make policy decisions aimed at balancing macroeconomic stability and growth. Despite weak inflation, Monetary Policy committee may maintain status quo as external account continues to remain uncertain. A sustained weakness in global commodity prices and a positive nudge in external account may open space for easing in the later part of the calendar year.

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

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 44.5% during 9MFY25 to PKR 3,718bn. Total money market funds grew by about 35.2% since June 2024. Within the money market sphere, conventional funds showed a growth of 44.4% to PKR 909bn while Islamic funds increased by 26.8% to PKR 861bn. In addition, the total fixed Income and Fixed Rate funds increased by about 44.9% since June 2024 to PKR 1,393bn while Equity and related funds increased by 86.4% to PKR 476bn.

In terms of the segment share, Money Market funds were the leader with a share of around 47.6%, followed by Income and fixed return funds with 37.5% and Equity and Equity related funds having a share of 12.8% as at the end of March 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.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

ACKNOWLEDGMENT

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

On behalf of Directors,



Khawaja Khalil Shah
Chief Executive Officer
April 21, 2025



Manzar Mushtaq
Director
April 21, 2025

میوچل فنڈ ز صنعت کے مستقبل کا منظر نامہ

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

اظہار تشکر

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

منجانب ڈائریکٹرز،

Masrur Mushtaq

منظر مشتاق

ڈائریکٹر

کراچی،

21 اپریل 2025ء

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

کراچی،

21 اپریل 2025ء

Base کے اثر اور روپے میں استحکام کی بدولت مہنگائی میں تیزی سے کمی آئی ہے۔ مارچ 2025ء میں ہیڈ لائن مہنگائی 0.7 فیصد تھی، جبکہ اس کے بالمقابل مئی 2023ء میں 38.0 فیصد کی بلند سطح پر تھی۔ یہ دسمبر 1965ء (0.58 فیصد) سے اب تک کی کم ترین سطح تھی۔ بنیادی مہنگائی 9.0 فیصد تھی، جو گزشتہ ماہ سے مشابہ ہے۔ ہم سمجھتے ہیں کہ مالی سال کے اختتام تک مہنگائی اس پست سطح سے تھوڑا اوپر جائے گی۔ ہماری توقع ہے کہ 'سی پی آئی' کا اوسط مالی سال 2025ء میں تقریباً 5.1 فیصد ہوگا، جبکہ اس کے بالمقابل مالی سال 2024ء میں 23.4 فیصد تھا۔

جون 2024ء سے اسٹیٹ بینک آف پاکستان (ایس بی پی) نے سود کی شرحوں میں مجموعی طور پر 1000 بیس پوائنٹس کی کمی کی ہے جس کے نتیجے میں پالیسی کی شرح 22.0 فیصد کی بلند شرح سے کم ہو کر 12.0 فیصد ہو گئی۔ حال ہی میں امریکا نے خطیر ٹیرنس عائد کیے ہیں جس سے اس کا مقصد تجارتی خسارے میں کمی اور مقامی مینوفیکچرنگ کو فروغ دینا ہے، لیکن اس سے عالمی سطح پر غیر یقینی صورتحال پیدا ہو گئی ہے۔ ہمیں امید ہے کہ ایس بی پی ان تبدیلیوں کی باریک بینی سے نگرانی کرے گا اور پالیسی کے حوالے سے ایسے فیصلے کرے گا جن کا ہدف مجموعی معاشی استحکام اور ترقی میں توازن پیدا کرنا ہوگا۔ کم مہنگائی کے باوجود مانیٹری پالیسی کمیٹی سابقہ صورتحال برقرار رکھ سکتی ہے کیونکہ خارجی اکاؤنٹ کی غیر یقینی صورتحال برقرار ہے۔ عالمی سطح پر اشیاء کی قیمتوں میں کمی کے تسلسل اور خارجی اکاؤنٹ میں مثبت سہارے کے نتیجے میں کیلنڈر سال کے اختتامی حصے میں تسہیل کی گنجائش پیدا ہو سکتی ہے۔

حاملین قرض کے لیے ہمیں توقع ہے کہ منی مارکیٹ فنڈز سال بھر پالیسی کی شرحوں کی ہلکا کاٹ عکاسی جاری رکھیں گے۔

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز کی صنعت کے net اثاثہ جات مالی سال 2025ء کے پہلے 9 ماہ کے دوران تقریباً 44.5 فیصد بڑھ کر 3,781 بلین روپے ہو گئے۔ منی مارکیٹ کے فنڈز میں جون 2024ء کے بعد سے تقریباً 35.2 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 44.4 فیصد بڑھ کر 909 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 26.8 فیصد بڑھ کر 861 بلین روپے ہو گئے۔

مزید برآں، گل فیکسڈ انکم اور فیکسڈ ریٹ فنڈز جون 2024ء کے بعد سے تقریباً 44.9 فیصد بڑھ کر 1,393 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 86.4 فیصد بڑھ کر 476 بلین روپے ہو گئے۔

شعبہ جاتی حصے کے اعتبار سے مارچ 2025ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 47.6 فیصد حصے کے ساتھ سب سے آگے تھے، اور ان کے بعد انکم اور فیکسڈ ریٹ فنڈز کا 37.5 فیصد حصہ، اور ایکویٹی اور اس سے متعلقہ فنڈز کا 12.8 فیصد حصہ تھا۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ کا ایک سال پر محیط منافع 19.14 فیصد تھا، جبکہ اس کے بالمقابل بیچ مارک منافع 14.35 فیصد، اور پُرانا بیچ مارک 15.12 فیصد تھا۔ اختتام، مدت پر فنڈ کی نقد میں سرمایہ کاری 13.6 فیصد تھی۔

31 مارچ 2025ء کو فنڈ کے net اثاثہ جات 24,034 ملین روپے تھے، جبکہ اس کے بالمقابل 30 جون 2024ء کو 11,082 ملین روپے تھے، جو 116.87 فیصد اضافہ ہے۔

31 مارچ 2025ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 61.76 روپے تھی، جبکہ اس کے بالمقابل 30 جون 2024ء کو ابتدائی این اے وی فی یونٹ 54.0600 روپے تھی، جو 7.7 روپے فی یونٹ اضافہ ہے۔

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

مالی سال 2025ء میں پاکستان کی 'جی ڈی پی' میں تقریباً 2.5 فیصد ترقی کا امکان ہے، اور اس کے بالمقابل گزشتہ سال بھی 2.5 فیصد ترقی ہوئی تھی۔ صنعت اور خدمات کے شعبوں میں بالترتیب 2.5 فیصد اور 2.8 فیصد ترقی کا امکان ہے جس کی وجہ مانگ اور base کے اثر میں بتدریج بحالی ہے۔ تاہم زراعت میں 1.8 فیصد درمیانے درجے کی ترقی متوقع ہے کیونکہ یہ base کے بلند اثر اور کپاس کی فصل میں سیلاب کے باعث ہونے والے نقصان کے باعث محدود ہے۔

آئی ایم ایف پروگرام کا تسلسل اہم ترین پیش رفت ہے کیونکہ اس کی بدولت ہم دوطرفہ اور کثیرالجہتی ذرائع سے فنڈنگ لے سکیں گے۔ دوست ممالک، آئی ایم ایف اور کثیرالجہتی ایجنسیوں کی طرف سے رقوم حاصل ہونے کے باعث ایس بی پی ذخائر میں سال کے اختتام تک 12.5 تا 13.0 فیصد اضافہ ہونے کا امکان ہے۔ برآمدات اور ترسیلات میں بحالی اور درآمدات پر قابو کی بدولت پاکستان مالی سال 2011ء کے بعد سے پہلا سالانہ سربپلس ریکارڈ کرنے کی طرف گامزن ہے۔ مالی سال 2025ء میں کرنٹ اکاؤنٹ سربپلس 1.0 بلین ڈالر (جی ڈی پی کا 0.3 فیصد) متوقع ہے، جبکہ اس کے بالمقابل مالی سال 2024ء میں کرنٹ اکاؤنٹ خسارہ 681 ملین ڈالر (جی ڈی پی کا 0.2 فیصد) تھا۔ ہم سمجھتے ہیں کہ اس سال روپے کی قدر میں معمولی کمی آئے گی اور جون 2025ء کے اختتام پر ڈالر سے روپے میں تبدیلی کی شرح تقریباً 285.0 ہوگی۔

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی پاکستان سوورین فنڈ کے اکاؤنٹس کا جائزہ برائے مدت مختتمہ 31 مارچ 2025ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال کا آغاز مضبوط بنیاد کے ساتھ ہوا کیونکہ حکومت نے آئی ایم ایف کے ساتھ 37 ماہ کی ایکسٹینڈڈ فنڈ فیسیلیٹی (ای ایف ایف) کے لیے ایک اسٹاف-لیول معاہدہ (ایس ایل اے) حاصل کر لیا جس کی مجموعی مالیت تقریباً 7.0 بلین ڈالر ہے۔ دوران مدت پاکستان مالیاتی اور خارجی نظم و ضبط کا مظاہرہ کر کے آئی ایم ایف پروگرام کے کلیدی اہداف اور مقررہ معیارات پورے کر لیے۔ چنانچہ مارچ 2025ء میں آئی ایم ایف ٹیم نے 'ای ایف ایف' کے پہلے جائزے کے لیے پاکستانی اتھارٹیز کے ساتھ 'ایس ایل اے' کیا، اور ساتھ ساتھ ایک نئی 28 ماہ کی ریزیلیئنس اینڈ سسٹینیبلٹی فیسیلیٹی (آر ایس ایف) بھی عمل میں آئی جس کی بدولت فنڈنگ میں مزید 1.3 بلین ڈالر کا اضافہ ہوا۔

کمپنی نے مالی سال 2025ء کے پہلے آٹھ ماہ (8MFY25) میں 0.7 بلین ڈالر کرنٹ اکاؤنٹ سرپلس پوسٹ کیا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں 1.7 بلین ڈالر خسارہ تھا۔ کرنٹ اکاؤنٹ میں بہتری کی سب سے بڑی وجہ ترسیلات کی آمد تھی جو 32.5 فیصد بڑھ کر 24.0 بلین ڈالر تک پہنچ گئیں۔ تجارتی خسارے میں 17.4 فیصد YoY اضافہ ہوا کیونکہ برآمدات اور درآمدات پست بنیاد سے بالترتیب 7.2 فیصد اور 11.4 فیصد بڑھ گئیں۔ ملک کی خارجی صورتحال میں بہتری آئی کیونکہ اسٹیٹ بینک آف پاکستان کے زیر مبادلہ کے ذخائر بڑھ کر مارچ 2025ء کے اختتام پر 10.7 بلین ڈالر تک پہنچ گئے، جبکہ اس کے بالمقابل گزشتہ مالی سال کے اختتام پر 9.4 بلین ڈالر تھے۔ اس بہتری کی وجہ کرنٹ اکاؤنٹ سرپلس اور آئی ایم ایف اور کثیر الجہتی ذرائع سے آمدات ہیں۔ مقامی کرنسی مجموعی طور پر مستحکم رہی کیونکہ زیر جائزہ مدت کے دوران ڈالر سے روپے میں تبدیلی کا تناسب 0.7 فیصد کم ہو کر 280.2 ہو گیا۔

ہیڈ لائن مہنگائی، جس کی ترجمانی 'سی پی آئی' سے ہوتی ہے، کا اوسط مالی سال 2025ء کے پہلے نو ماہ کے دوران 5.4 فیصد رہا، جبکہ اس کے بالمقابل مماثل مدت میں 27.2 فیصد تھا۔ اس بڑی کمی کی وجہ گزشتہ ایک سال کے دوران روپے کا استحکام ہے جس کی بدولت اشیائے خورد و نوش اور توانائی کی قیمتیں مستحکم رہیں۔ مزید برآں، گندم کی قیمتوں اور base کے اثر میں بڑی کمی نے بھی مہنگائی کم کرنے میں کردار ادا کیا۔

مجموعی ملکی پیداوار میں مالی سال 2024-25ء کی دوسری سہ ماہی میں 1.7 فیصد اضافہ ہوا، جبکہ اس کے بالمقابل گزشتہ سال مماثل مدت میں یہ 1.7 فیصد تھی۔ زراعت میں 1.1 فیصد ترقی ہوئی، خدمات کے شعبے میں 2.6 فیصد ترقی ہوئی، جبکہ صنعت کے شعبے میں 0.2 فیصد تنزل ہوا۔ صنعتی پیداوار کی پست سطح کی بڑی وجہ سُد کی تاریخی بلند شرحیں اور سیاسی عدم استحکام ہیں۔ مالیاتی جہت میں ایف بی آر کی ٹیکس کی وصولی مالی سال 2025ء کے پہلے نو ماہ میں 26.8 فیصد بڑھ کر 8,452 بلین روپے ہو گئیں، جو اس کے ہدف سے 716 بلین روپے کم ہے۔ اس کمی کی بڑی وجہ درآمدات سے ٹیکس وصولی میں کمی ہے، اور اس کی وجہ تجارت اور ترقی میں سست رفتاری اور پست مہنگائی ہے۔

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

		(Un-Audited) Mar 31, 2025	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	3,284,008	1,653,319
Investments	5	20,374,581	10,768,089
Profit receivable		483,708	430,506
Receivable against sale of investments		-	1,541,304
Advances, prepayments and other receivables		46,941	5,871
Total assets		24,189,238	14,399,089
LIABILITIES			
Payable to MCB Investment Management Limited – Management Company	6	32,100	18,924
Payable to the Central Depository Company of Pakistan Limited - Trustee		1,549	516
Payable to the Securities and Exchange Commission of Pakistan		1,836	623
Payable against purchase of investments		-	3,225,183
Accrued expenses and other liabilities	8	120,000	72,114
Total liabilities		155,484	3,317,360
NET ASSETS		24,033,753	11,081,729
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		24,033,753	11,081,729
CONTINGENCIES AND COMMITMENTS	9		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		389,136,649	204,996,026
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		61.76	54.06

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

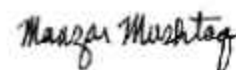
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

	Nine months ended March 31,		Quarter ended March 31,	
	2025	2024	2025	2024
Note	(Rupees in '000)			
INCOME				
Income from government securities	2,950,887	934,201	911,716	521,560
Capital Gain/ (loss) on sale of investments - net	805,457	(62,385)	150,337	(63,756)
Profit on bank deposits	156,141	93,622	47,080	29,699
Income from NCCPL deposit against Exposure margin	1,427		1,427	
Unrealised appreciation /(diminution) in fair value of investments classified 'at fair value through profit or loss' - net	102,739	17,707	(241,045)	17,307
Total income	4,016,652	983,146	869,516	504,811
EXPENSES				
Remuneration of the Management Company	358,002	56,967	110,195	27,397
Sindh Sales Tax on remuneration of the Management Company	53,700	7,405	16,529	3,561
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	11,793	2,775	4,104	1,573
Sindh Sales Tax on remuneration of Trustee	1,769	361	616	205
Securities and Exchange Commission of Pakistan - annual fee	16,080	3,784	5,595	2,146
Allocated expenses	8,725	5,377	0	2,789
Marketing and selling expenses	-	24,616	-	14,014
Brokerage expenses	8,645	2,148	2,221	764
Legal and professional expenses	188	184	86	93
Auditors' remuneration	769	723	251	381
Other expenses	2,546	1,378	1,026	514
Total expenses	462,218	105,716	140,624	53,435
Net income from operating activities	3,554,434	877,430	728,891	451,375
Taxation	10	-	-	-
Net income for the period	3,554,434	877,430	728,891	451,375
Allocation of net income for the period:				
Net income for the period	3,554,434	877,430		
Income already paid on units redeemed	(2,104,341)	(30,029)		
	1,450,094	847,400		
Accounting income available for distribution:				
- Relating to capital gains	224,803	-		
- Excluding capital gains	1,225,291	847,400		
	1,450,094	847,400		
Earnings per unit	11			

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

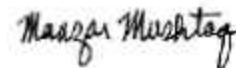
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025**

	Nine months ended March 31,		Quarter ended Mar 31,	
	2025	2024	2025	2024
	(Rupees in '000)			
Net income for the period after taxation	3,554,434	877,430	728,891	451,375
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	3,554,434	877,430	728,891	451,375

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

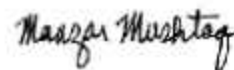
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

	Nine months ended Mar 31,					
	2025			2024		
	(Rupees in '000)					
	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total
Net assets at beginning of the period	11,746,432	(664,703)	11,081,729	1,375,200	(701,580)	673,620
Issue of units 1,188,289,785 (2024: 425,706,597 units):						
- Capital value (at net asset value per unit at the beginning of the year)	64,238,946	-	64,238,946	22,911,529	-	22,911,529
- Element of income	5,061,743	-	5,061,743	1,983,788	-	1,983,788
	69,300,689	-	69,300,689	24,895,317	-	24,895,317
Redemption of units 1,004,149,162 (2024: 291,445,838 units):						
- Capital value (at net asset value per unit at the beginning of the year)	(53,681,815)	-	(53,681,815)	(15,580,695)	-	(15,580,695)
- Amount paid out of element of Income relating to net income for the period after taxation	(8,313,325)	(2,104,341)	(6,208,985)	(1,748,201)	(30,029)	(1,718,172)
	(61,995,140)	(2,104,341)	(59,890,799)	(17,328,896)	(30,029)	(17,298,867)
Total comprehensive income for the period	-	3,554,434	3,554,434	-	677,430	677,430
Distribution during the period @ 0.06 per unit on July 01, 2024		(12,300)	(12,300)			
Net assets as at the end of the period	19,051,981	773,091	24,033,753	8,941,621	145,820	9,147,500
Undistributed loss brought forward						
- Realised		(697,867)			(688,112)	
- Unrealised		33,164			(13,468)	
		(664,703)			(701,580)	
Accounting income available for distribution						
- Relating to capital gains	224,803			-		
- Excluding capital gains	1,225,291			847,400		
	1,450,094			847,400		
Distribution during the period		(12,300)				
Undistributed loss carried forward		773,091			145,820	
Undistributed loss carried forward						
- Realised	670,351			128,113		
- Unrealised	102,739			17,707		
	773,091			145,820		
	— (Rupees) —			— (Rupees) —		
Net assets value per unit as at beginning of the period	54.06			53.82		
Net assets value per unit as at end of the period	61.76			62.32		

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

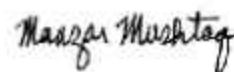
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

	Nine months ended March 31,	
	2025	2024
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	3,554,434	877,430
Adjustments for:		
Capital loss/ (gain) on sale on investments-net	(805,457)	62,385
Unrealised diminution / (appreciation) on fair value of investments classified 'at fair value through profit or loss' - net	(102,739)	(17,707)
	<u>2,646,237</u>	<u>922,108</u>
(Increase) / decrease in assets		
Investments	(6,850,415)	(10,598,951)
Profit receivable	(53,202)	(220,963)
Receivable against sale of investments	1,541,304	-
Advances and prepayments	(41,070)	(175)
	<u>(5,403,382)</u>	<u>(10,820,089)</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	13,176	23,367
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,033	508
Payable to the Securities and Exchange Commission of Pakistan	1,213	522
Payable against purchase of investments	(3,225,183)	2,953,189
Dividend payable	-	-
Accrued expenses and other liabilities	47,886	(3,429)
	<u>(3,161,875)</u>	<u>2,974,156</u>
Net cash used in operating activities	<u>(5,919,020)</u>	<u>(6,923,825)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	69,300,689	24,895,317
Payments on redemption of units	(59,890,799)	(17,298,867)
Distribution during the period	(12,300)	-
Net cash (used in) financing activities	<u>9,397,590</u>	<u>7,596,450</u>
Net increase in cash and cash equivalents during the period	<u>3,478,570</u>	<u>672,625</u>
Cash and cash equivalents at beginning of the period	1,653,319	192,195
Cash and cash equivalents at end of the period	<u>5,131,889</u>	<u>864,820</u>

13

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

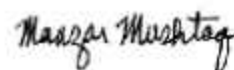
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

MCB Pakistan Sovereign Fund (the Fund) was established through a Trust Deed executed between MCB Investment Management Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The draft Trust Deed of the Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated December 20, 2002 consequent to which Trust Deed was executed on January 07, 2003 in accordance with the Asset Management Companies Rules, 1995 (AMC rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provisional Trust Act namely "Sindh Trusts Act, 2021" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was registered under the Sindh Trust Act on August 13, 2021.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulations) Rules 2003 through certificate of registration issued by SECP. The registered office of the Management Company situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

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

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' on October 04, 2024 (June 30, 2024: 'AM1' dated October 6, 2023) to the Management Company and has maintained the stability rating of the Fund at AA-(f) on September 6, 2024 (June 30, 2024: AA-(f) dated September 8, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

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

2. BASIS OF PREPARATION

Statement of compliance

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

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

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

- 2.1 This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2024. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 March 2025 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2024, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the nine months ended 31 March 2024.
- 2.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.
- 2.3 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.
- 2.4 This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

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

The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Funds for the year ended June 30, 2024.

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

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are considered either not to be relevant or do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	Note	(Rupees in '000)	
4. BANK BALANCES			
- In savings accounts	4.1	3,195,384	1,653,304
- In current accounts	4.2	88,625	15
		3,284,008	1,653,319

- 4.1. These carry mark-up at rates ranging between 8.00% to 21.10% (June 30, 2024: 19.00% to 21.85%) per annum and include bank balance of Rs. 6.5475 million (June 30, 2024: Rs. 5.32 million) maintained with MCB Bank Limited (a related party) which carries profit rate 8.00% (June 30, 2024: 20.50%) per annum.

- 4.2. These include a balance of Rs. 88.61 million (June 30, 2023: Rs. 2.09 million) held with MCB Bank Limited (a related party).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

5. INVESTMENTS

Government securities - Pakistan Investment Bonds (FRB)
Government securities - Pakistan Investment Bonds (FRB)
Government securities - Treasury Bills
Government securities - GoP Jara Sukuk

	(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	----- (Rupees in '000) -----	
Note		
5.1	3,239,533	2,503,802
5.2	7,524,596	1,924,997
5.3	5,317,152	2,498,037
5.4	4,293,300	3,841,253
	20,374,581	10,768,089

5.1 Government securities - Pakistan Investment Bonds

Name of security	Date of issue	Face value			As at 31 Mar 2025			Market value		
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at Mar 31, 2025	Carrying value	Market value	Unrealised gain / (loss)	As a percentage of net assets	As a percentage of total investments
		----- (Rupees in '000) -----								----- % -----
Pakistan Investment Bonds - 2 years	20-Sept-24	-	11,733,000	11,533,000	200,000	170,782	189,319	(1,482)	0.70	0.63
	16-Jan-25	-	2,700,000	2,600,000	100,000	82,116	81,840	(475)	0.34	0.40
Pakistan Investment Bonds - 3 years	04-Jul-23	1,260,000	3,375,000	3,392,000	1,233,000	1,162,530	1,232,860	60,360	5.13	6.05
	16-Feb-24	742,000	-	500,000	-	-	-	-	-	-
	20-Sept-24	-	3,058,000	3,058,000	-	-	-	-	-	-
Pakistan Investment Bonds - 5 years	13-Oct-22	100,000	900,000	800,000	200,000	183,833	193,787	9,935	0.81	0.95
	17-Jan-24	600,000	4,692,000	4,675,000	717,000	751,425	42,785	(3,368)	3.13	3.69
	20-Sept-24	-	4,000,000	3,850,000	390,000	371,352	366,016	(3,336)	1.53	1.81
	16-Jan-25	-	8,400,000	7,950,000	450,000	444,688	442,485	(2,193)	1.84	2.17
Pakistan Investment Bonds - 10 years	20-Sept-24	-	4,250,000	4,250,000	-	-	-	-	-	-
Total as at March 31, 2025						3,143,919	3,239,533	95,614		
Total as at June 30, 2024						2,511,078	2,503,802	(72,781)		

5.2 Government securities - Pakistan Investment Bonds (FRB)

Name of security	Date of issue	Face value			As at 31 Mar 2025			Market value		
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at Mar 31, 2025	Carrying value	Market value	Unrealised gain / (loss)	As a percentage of net assets	As a percentage of total Investments
----- (Rupees in '000) -----										
Pakistan Investment Bonds FRB - 5 years	03-Oct-24	-	26,700,000	23,950,000	2,750,000	2,672,291	2,685,300	(6,991)	11.09%	13.06%
Pakistan Investment Bonds FRB - 5 years	21-Sept-23	-	3,589,000	1,669,000	2,000,000	1,960,602	1,951,800	(9,002)	8.12%	8.85%
Pakistan Investment Bonds FRB - 5 years	27-Jun-24	-	34,525,000	34,525,000	-	-	-	-	0.00%	0.00%
Pakistan Investment Bonds FRB - 5 years	06-Sept-24	-	2,326,000	-	2,326,000	2,249,026	2,235,067	(13,961)	9.30%	10.97%
Pakistan Investment Bonds FRB - 5 years	18-Apr-24	1,800,000	3,800,000	6,100,000	600,000	484,940	485,250	310	2.02%	2.36%
Pakistan Investment Bonds FRB - 10 years	25-Jul-19	100,000	-	-	100,000	98,501	98,360	(141)	0.41%	0.48%
Pakistan Investment Bonds FRB - 10 years	22-Aug-19	90,000	-	-	90,000	88,563	89,019	456	0.37%	0.44%
Total as at March 31, 2025						7,553,925	7,524,596	(29,329)		
Total as at June 30, 2024						1,915,491	1,924,997	8,506		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

5.3 Government securities - Treasury Bills

Name of security	Date of issue	Face value			As at 31 Mar 2025			Market value	
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at Mar 31, 2025	Carrying value	Market value	As a percentage of net assets	As a percentage of total investments
(Rupees in '000)									
3 Months									
Market treasury bills - 3 months	30-May-24	-	1,000,000	1,000,000	-	-	-	-	-
Market treasury bills - 3 months	11-Jul-24	-	250,000	250,000	-	-	-	-	-
Market treasury bills - 3 months	08-Aug-24	-	350,000	350,000	-	-	-	-	-
Market treasury bills - 3 months	22-Aug-24	-	250,000	250,000	-	-	-	-	-
Market treasury bills - 3 months	17-Oct-24	-	24,450,000	24,450,000	-	-	-	-	-
Market treasury bills - 3 months	31-Oct-24	-	3,000,000	3,000,000	-	-	-	-	-
Market treasury bills - 3 months	14-Nov-24	-	4,600,000	4,600,000	-	-	-	-	-
Market treasury bills - 3 months	28-Nov-24	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 3 months	12-Dec-24	-	1,250,000	1,250,000	-	-	-	-	-
Market treasury bills - 3 months	28-Dec-24	-	2,900,000	2,900,000	-	-	-	-	-
Market treasury bills - 3 months	09-Jan-25	-	250,000	250,000	-	-	-	-	-
Market treasury bills - 3 months	23-Jan-25	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 3 months	20-Feb-25	-	1,000,000	-	1,000,000	986,164	985,534	4	5
Market treasury bills - 3 months	06-Mar-25	-	879,000	-	879,000	863,105	862,346	4	4
6 Months									
Market treasury bills - 6 months	04-Apr-24	-	6,000,000	6,000,000	-	-	-	-	-
Market treasury bills - 6 months	16-May-24	-	2,000,000	2,000,000	-	-	-	-	-
Market treasury bills - 6 months	11-Jul-24	-	250,000	250,000	-	-	-	-	-
Market treasury bills - 6 months	25-Jul-24	-	250,000	250,000	-	-	-	-	-
Market treasury bills - 6 months	08-Aug-24	-	2,250,000	2,250,000	-	-	-	-	-
Market treasury bills - 6 months	22-Aug-24	-	5,650,000	5,650,000	-	-	-	-	-
Market treasury bills - 6 months	05-Sept-24	-	36,600,000	36,600,000	-	-	-	-	-
Market treasury bills - 6 months	03-Oct-24	-	750,000	750,000	-	-	-	-	-
Market treasury bills - 6 months	17-Oct-24	-	7,405,000	7,405,000	-	-	-	-	-
Market treasury bills - 6 months	31-Oct-24	-	3,425,000	3,414,000	11,000	10,894	10,687	0	0
Market treasury bills - 6 months	14-Nov-24	-	6,780,000	6,760,000	-	-	-	-	-
Market treasury bills - 6 months	28-Nov-24	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 6 months	12-Dec-24	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 6 months	26-Dec-24	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 6 months	09-Jan-25	-	19,500,000	19,500,000	-	-	-	-	-
Market treasury bills - 6 months	23-Jan-25	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 6 months	06-Mar-25	-	1,500,000	1,500,000	-	-	-	-	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

5.3 Government securities - Treasury Bills

Name of security	Date of issue	Face value			As at 31 Mar 2025			Market value	
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at Mar 31, 2025	Carrying value	Market value	As a percentage of net assets	As a percentage of total investments
		(Rupees in '000)							%
12 Months									
Market treasury bills - 12 months	13-Jul-23	1,200,000	-	1,200,000	-	-	-	-	-
Market treasury bills - 12 months	19-Oct-23	3,900	13,100,000	13,103,900	-	-	-	-	-
Market treasury bills - 12 months	02-Nov-23	-	17,000,000	17,000,000	-	-	-	-	-
Market treasury bills - 12 months	16-Nov-23	-	2,100,000	2,100,000	-	-	-	-	-
Market treasury bills - 12 months	30-Nov-23	10,000	2,050,000	2,060,000	-	-	-	-	-
Market treasury bills - 12 months	14-Dec-23	-	11,800,000	11,800,000	-	-	-	-	-
Market treasury bills - 12 months	28-Dec-23	-	31,705,710	31,705,710	-	-	-	-	-
Market treasury bills - 12 months	11-Jan-24	-	35,000	35,000	-	-	-	-	-
Market treasury bills - 12 months	25-Jan-24	800	1,000,000	1,000,800	-	-	-	-	-
Market treasury bills - 12 months	07-Mar-24	-	1,000,000	1,000,000	-	-	-	-	-
Market treasury bills - 12 months	04-Apr-24	-	500,000	500,000	-	-	-	-	-
Market treasury bills - 12 months	18-Apr-24	-	1,000,000	1,000,000	-	-	-	-	-
Market treasury bills - 12 months	02-May-24	1,000,000	3,650,000	4,650,000	-	-	-	-	-
Market treasury bills - 12 months	16-May-24	500,000	4,100,000	4,600,000	-	-	-	-	-
Market treasury bills - 12 months	30-May-24	-	300,000	300,000	-	-	-	-	-
Market treasury bills - 12 months	11-Jul-24	-	6,300,000	6,300,000	-	-	-	-	-
Market treasury bills - 12 months	25-Jul-24	-	4,250,000	4,250,000	-	-	-	-	-
Market treasury bills - 12 months	08-Aug-24	-	850,000	850,000	-	-	-	-	-
Market treasury bills - 12 months	22-Aug-24	-	5,270,000	5,270,000	-	-	-	-	-
Market treasury bills - 12 months	05-Sept-24	-	45,240,000	45,240,000	-	-	-	-	-
Market treasury bills - 12 months	03-Oct-24	-	3,030,000	3,030,000	-	-	-	-	-
Market treasury bills - 12 months	17-Oct-24	-	3,800,000	3,800,000	-	-	-	-	-
Market treasury bills - 12 months	31-Oct-24	-	11,950,000	11,950,000	-	-	-	-	-
Market treasury bills - 12 months	14-Nov-24	-	4,500,000	4,500,000	-	-	-	-	-
Market treasury bills - 12 months	28-Nov-24	-	750,000	250,000	500,000	464,496	483,321	2	2
Market treasury bills - 12 months	12-Dec-24	-	11,375,000	11,375,000	-	-	-	-	-
Market treasury bills - 12 months	09-Jan-25	-	5,500,000	3,042,000	2,458,000	2,256,126	2,248,932	9	11
Market treasury bills - 12 months	23-Jan-25	-	825,000	500,000	325,000	297,399	296,126	1	1
Market treasury bills - 12 months	06-Feb-25	-	1,000,000	1,000,000	-	-	-	-	-
Market treasury bills - 12 months	06-Mar-25	-	500,000	-	500,000	452,036	450,006	2	2
Total as at March 31, 2025					5,332,214	5,317,152	(15,061)		
Total as at June 30, 2024					2,496,606	2,498,037	(569)		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

5.4 Government securities - GoP Ijara Sukuks

Name of security	Issue date	Face value				Balance as at March 31, 2024			Market value as a percentage of	
		As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at March 31, 2025	Carrying value	Market value	Unrealised appreciation/(diminution)	Net assets	Total investment
									%	
----- (Rupees in '000) -----										
GoP Ijara Sukuk										
- 01 year	August 7, 2023	65,000	-	65,000	-	-	-	-	0.00%	0.00%
- 01 year	September 20, 2023	225,000	-	225,000	-	-	-	-	0.00%	0.00%
- 01 year	October 9, 2023	-	980,000	980,000	-	-	-	-	0.00%	0.00%
- 01 year	December 4, 2023	150,000	-	150,000	-	-	-	-	0.00%	0.00%
- 01 year	March 15, 2024	25,000	-	25,000	-	-	-	-	0.00%	0.00%
- 01 year	July 26, 2024	-	25,000	-	25,000	23,842	24,100	258	0.10%	0.12%
- 01 year	August 16, 2024	-	50,000	50,000	-	-	-	-	0.00%	0.00%
- 01 year	September 18, 2024	-	250,000	250,000	-	-	-	-	0.00%	0.00%
- 01 year	October 21, 2024	-	125,000	125,000	-	-	-	-	0.00%	0.00%
- 01 year	November 7, 2024	-	1,250,000	250,000	1,000,000	941,244	941,700	456	3.92%	4.62%
- 01 year	December 4, 1924	-	1,600,000	500,000	1,100,000	1,026,907	1,027,620	713	4.28%	5.04%
- 01 year	January 9, 2025	-	187,500	-	187,500	173,826	173,625	(201)	0.72%	0.85%
GoP Ijara Sukuk										
- 03 years	June 26, 2023	600,000	-	-	600,000	613,101	652,140	39,039	2.71%	3.20%
- 03 years	December 4, 2023	425,000	-	50,000	375,000	374,884	387,118	12,233	1.61%	1.90%
- 03 years	January 24, 2024	325,000	-	325,000	-	-	-	-	0.00%	0.00%
- 03 years	June 26, 2024	-	150,000	150,000	-	-	-	-	0.00%	0.00%
- 03 years	September 18, 2024	-	125,000	125,000	-	-	-	-	0.00%	0.00%
- 03 years	October 21, 2024	-	800,000	500,000	300,000	298,890	299,250	360	1.25%	1.47%
- 03 years	January 9, 2025	-	125,000	-	125,000	125,000	126,200	1,200	0.53%	0.62%
GoP Ijara Sukuk										
- 05 years	December 4, 2023	650,000	-	400,000	250,000	250,332	251,950	1,618	1.05%	1.24%
- 05 years	January 24, 2024	1,350,000	-	1,350,000	-	-	-	-	0.00%	0.00%
- 05 years	June 26, 2024	-	150,000	150,000	-	-	-	-	0.00%	0.00%
- 05 years	September 18, 2024	-	125,000	125,000	-	-	-	-	0.00%	0.00%
- 05 years	October 21, 2024	-	1,295,000	1,000,000	295,000	289,325	284,623	(4,702)	1.18%	1.40%
- 05 years	January 9, 2025	-	125,000	-	125,000	125,000	124,975	(25)	0.52%	0.61%
- 05 years	September 18, 2024	-	625,000	625,000	-	-	-	-	0.00%	0.00%
As at March 31, 2025						4,242,352	4,293,300	50,948		
Total as at June 30, 2024						3,808,750	3,841,254	32,504		

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

6 PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED – MANAGEMENT COMPANY	Note	March 31, 2025	June 30, 2024
Management remuneration payable	6.1	27,859	9,137
Sale load Payable		62	720
Sindh Sales Tax on management remuneration payable	6.2	4,179	1,188
Payable against allocated expenses	6.3	-	664
Payable against marketing and selling expenses	6.4	0	7,215
		<u>32,100</u>	<u>18,924</u>

6.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of the management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rates ranging from 1.25% to 10.00% per annum of the gross earnings in the month of July 01, 2024 and August 31, 2024 (December 31, 2023: 0.10% to 10% per annum on gross earnings). As per the amendment in the offering document, the Management company with effect from September 01, 2024 has charged management fee at the rate upto 2.00% of Net assets of the schemes, calculated on daily basis. From September 01, 2024, the Management company has charged management fee ranging from 0.85% to 2.00% per annum of the daily net assets. The remuneration is payable to the Management Company monthly in arrears.

6.2 Sindh sales tax on remuneration of the Management Company has been charged at the rate of 15% (June 30, 2024: 13%).

6.3 The SECP has allowed the Asset Management Companies to charge allocated expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses.

The Sindh Finance Act, 2024 has introduced an amendment to the Sindh Sales Tax on Services Act, 2011, whereby it is clarified that "consideration in money" also includes any amount of reimbursable expenditure and charged in the course of provision of a service. Accordingly, during the period, the Fund charge sales tax on allocated expenses in the course of provision of service at the rate of 15% and is paid to the Management Company which acts as a collecting agent. During the period, sales tax is at the rate of 15% (June 30, 2024: 13%).

6.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to the Fund on its discretion. This is subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses.

The Sindh Finance Act, 2024 has introduced an amendment to the Sindh Sales Tax on Services Act, 2011, whereby it is clarified that "consideration in money" also includes any amount of reimbursable expenditure and charged in the course of provision of a service. Accordingly, during the period, the Fund charge sales tax on allocated expenses in the course of provision of service at the rate of 15% and is paid to the Management Company which acts as a collecting agent. During the period, sales tax is at the rate of 15% (June 30, 2024: 13%).

The Management Company has not charged such expenses to the fund during the period.

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

The Fund has charged SECP fee at the rate of 0.075% (June 30, 2024: 0.075%) of the average daily net assets of the Fund which is paid on a monthly basis in arrears.

8 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Un-Audited) March 31, 2025	(Audited) June 30, 2024
		(Rupees in '000)	
Provision for Federal Excise Duty and related tax on	8.1		
- Management fee		29,028	29,028
- Sales load		4,170	4,170
Withholding tax payable		83,615	37,619
Auditors' remuneration payable		771	760
Brokerage payable		1,402	289
Payable to legal advisor		188	-
Others		826	249
		<u>120,000</u>	<u>72,115</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

8.1 Federal Excise Duty (FED) and related tax payable

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the annual financial statements of the Fund for the year ended June 30, 2024. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at March 31, 2025 would have been higher by Re. 0.085 per unit (June 30, 2024: Re. 0.16 per unit).

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2025 and June 30, 2024.

10. TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income to be earned during current year to the unit holders as reduced by capital gains (whether realized or unrealized) to its unit holders, therefore, no provision for taxation has been made in these condensed interim financial statements during the period. 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.

11. EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company, the determination of the same is not practicable.

12. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 2.16% (March 31, 2024: 2.09%) and this includes 0.34% (March 31, 2024: 0.23%) representing Government Levy.

13. CASH AND CASH EQUIVALENTS

		March 31, 2025	March 31, 2024
		----- (Rupees in '000) -----	
Bank balance	4	3,284,008	570,315
Market Treasury Bills		1,847,880	294,505
		<u>5,131,889</u>	<u>864,820</u>

14. TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

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

For the Nine months ended March 2025						
	As at July 01, 2024	Issued for cash	Redeemed	As at Mar 31, 2025	As at July 01, 2024	Issued for cash
	Units (Rupees in '000)					
	As at July 01, 2024	Issued for cash	Redeemed	As at Mar 31, 2025	As at July 01, 2024	Issued for cash
DG Khan Cement Company Limited	9	-	-	9	1	-
ADAMJEE LIFE ASSURANCE CO. LTD. CONVENTIONAL BUSINESS	-	8,509,460	8,509,460	-	-	501,180
Mcb Investment Management Limited	6,565,797	40,307,260	46,873,057	-	354,936	2,373,650
Mcb Employees Provident Fund (Pak Staff)	16,098,713	17,887	16,116,601	-	870,268	966
Adamjee Life Assurance Company Limited - Def	113,194	94	-	113,288	6,119	5
Adamjee Life Assurance Co.Ltd. Employees Gratuity Fund	421,385	8,239,778	8,661,163	-	22,779	463,455
Adamjee Insurance Co.Ltd. Employees Gratuity Fund	-	2	-	2	-	-
Adamjee Insurance Co.Ltd Employees Provident Fund	-	4	-	4	-	-
Security General Insurance Co. Ltd. Employees Provident Fund Trust	-	47	-	47	-	3
Adamjee Life Assurance Co. Ltd-Shf	-	59,342	59,342	-	-	3,640
Adamjee Life Assurance Co. Ltd.	-	756,546	756,546	-	-	44,900
Nishat Mills Limited Employees Provident Fund Trust	-	52,629,753	52,629,753	-	-	3,127,500
Adamjee Insurance Co. Ltd.	-	1,338,808	1,338,808	-	-	75,000
Laipir Staff Provident Fund	-	2,297,540	1,136,921	1,160,619	-	134,313
Nishat Power Limited	-	18,283,320	18,283,320	-	-	1,080,910
Key management personnel*	1,443,402	11,719,304	13,102,741	59,965	78,028	670,818
Mandate Under Discretionary Portfolio Services*	3,915,937	15,993,134	19,830,304	78,766	211,689	918,397
						1,140,493
						4,865

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

For the Nine months ended March 2024

	As at July 01, 2023	Issued for cash	Redeemed	As at Mar 31, 2024	As at July 01, 2023	Issued for cash	Redeemed	As at Mar 31, 2024
	Units ----- (Rupees in '000) -----							
DG Khan Cement Company Limited	8	-	-	8	-	-	-	1
ADAMJEE LIFE ASSURANCE CO. LTD. CONVENTIONAL BUSINESS	-	7,509,414	7,509,414	-	-	443,208	444,707	-
Mcb Investment Management Limited	-	30,400,389	30,400,389	1	-	1,773,721	1,788,672	-
Mcb Employees Provident Fund (Pak Staff)	-	13,366,750	-	13,366,750	-	800,000	-	833,052
Adamjee Life Assurance Company Limited - Dsf	-	117,568	-	117,568	-	7,000	-	7,327
Adamjee Life Assurance Co.Ltd. Employees Gratuity Fund	-	1,267,145	913,910	353,235	-	71,445	50,393	22,015
Adamjee Life Assurance Co. Ltd Managed Growth Fund	-	16,795	16,795	-	-	1,000	1,020	-
Key management personnel*		7,690,002	2,989,365	4,700,637	-	457,437	178,794	292,957
Mandate Under Discretionary								
Portfolio Services*	-	16,892,235	16,644,892	247,344	-	979,876	1,005,484	15,415

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

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

	(Unaudited) Mar 31, 2025	(Unaudited) Mar 31, 2024
	----- (Rupees in '000) -----	
MCB Investment Management Limited - 'Management Company		
Remuneration of the Management Company including indirect taxes	411,702	64,372
Expenses allocated by the Management Company	8,725	5,377
Marketing And Selling expenses	-	24,616
 Central Depository Company of Pakistan Limited - Trustee		
Remuneration including indirect taxes	13,562	3,136
 MCB Bank Limited		
Mark-up on bank deposits	993	13
Bank charges	32	15
Purchase of securities - face value Nil (2024: 20m)	-	16,878
Sell of securities - face value Nil (2024: 2.408 bn)	-	2,104,974

	(Unaudited) Mar 31, 2025	(Audited) June 30, 2024
	----- (Rupees in '000) -----	
14.3 Balances outstanding at period / year end:		
MCB Investment Management Limited - 'Management Company		
Remuneration payable to Management Company	27,859	9,137
Sales tax payable on remuneration to Management Company	4,179	1,188
Sale load payable	62	720
Selling and marketing payable	0	7,215
Expenses allocated by Management Company	-	664
 MCB Bank Limited		
Bank balance	95,156	5,324
 Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to Trustee	1,347	457
Sales tax payable on remuneration to Trustee	202	59

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

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

16. CORRESPONDING FIGURES

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

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

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue on April 21, 2025 by the Board of Directors of the Management Company.

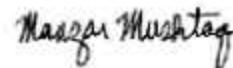
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

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

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

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