PAKISTAN PENSION FUND

TABLE OF CONTENTS

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

FUND'S INFORMATION

Management Company	**MCB Investment Management Limited** Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid	Chairman
	Mr. Shoaib Mumtaz	Director
	Mr. Khawaja Khalil Shah	Chief Executive Officer
	Mr. Ahmed Jahangir	Director
	Mr. Manzar Mushtaq	Director
	Mr. Fahd Kamal Chinoy	Director
	Syed Savail Meekal Hussain	Director
	Ms. Mavra Adil Khan	Director
Audit Committee	Syed Savail Meekal Hussain	Chairman
	Mr. Ahmed Jahangir	Member
	Mr. Manzar Mushtaq	Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy	Chairman
	Mr. Ahmed Jahangir	Member
	Mr. Shoaib Mumtaz	Member
	Ms. Mavra Adil Khan	Member
	Mr. Khawaja Khalil Shah	Member
Credit Committee	Mr. Ahmed Jahangir	Member
	Mr. Manzar Mushtaq	Member
	Syed Savail Meekal Hussain	Member
	Mr. Khawaja Khalil Shah	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.cdcpakistan.com	
Bankers	Zarai Taraqiati Bank Limited	Faysal Bank Limited
	Habib Metropolitan Bank Limited	Habib Bank Limited
	Bank Al Falah Limtied	MCB Bank Limited
	Allied Bank Limited	Soneri Bank Limited
	National Bank Pakistan	HBL Micro Finance Bank Limited
	JS Bank Limited	
Auditors	**Yousuf Adil** Chartered Acountants Cavish Court, A-35, Block 7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-75350.	
Legal Advisor	**Bawaney & 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.	

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Pakistan Pension Fund** accounts review for the year ended June 30, 2024.

Economy Review

Fiscal year 2024 marked a period of macroeconomic recovery for Pakistan, averting a looming default brought about by continued economic mismanagement. This turnaround was primarily attributed to Pakistan entering a new IMF program after several months of delay. The government secured a much-needed Stand-by Arrangement (SBA) facility of USD 3.0 billion from the IMF in June 23, and managed to receive timely rollovers from friendly countries. It also showed unwavering commitment to remain compliant with the IMF targets and as a result government was able to successfully complete the program.

The caretaker government took office in August 2023 and immediately faced speculative pressure on the currency, causing it to spike to a record high of 307 in the interbank market. Exchange rate in informal market reached a higher of near 330 PKR/USD reflecting an increase of speculative activity and rampant uncertainty. The government took decisive steps against smuggling of dollar, abuse of Afghan Transit and illegal money dealers in September 2023, which spurred a rapid recovery in the exchange rate. This helped in improving confidence and narrower spreads in open and interbank rates. The authorities also placed mechanisms to strictly monitor exchange rate payments to manage the overall external balance. Combination of both administration measures and steps to discipline external and fiscal accounts helped restore overall stability. The USD PKR close the year at 278.3 appreciating by 2.6% since the start of the year.

Country posted a current account deficit (CAD) of USD 464 million in the first eleven months of the fiscal year 2024 (11MFY24) declining by 88% YoY compared to a deficit of USD 3. 8 billion in the corresponding period last year. Narrowing trade deficit was the major contributor towards improving CAD as 11.3% increase in exports coupled with an 2.3% drop in imports led to a 17.0% contraction in the trade deficit. The county's external position improved with SBP's foreign exchange reserves increasing to USD 9.4 billion as of June 2024 compared to USD 4.4 billion at the end of last fiscal year. This was on account of flows from the IMF, friendly countries and multilateral sources.

Headline inflation represented by CPI averaged 23.9% during the fiscal year 2024 compared to 29.0% last year. Inflation remained on the higher side as massive currency depreciation in the prior periods led to surge in food and energy prices. The government also hiked electricity base tariff and gas prices to comply with the IMF conditions, which led to further inflationary pressures. The SBP reduced the policy rate by 150bps to 20.5% in the last monetary policy of the year held on June 10, 2024. The monetary policy noted a significant decline in inflation, resulting in a substantially positive real interest rate, which justifies initiating a monetary easing cycle.

The country's GDP grew by 2.4% in the financial year 2023-24 as compared to -0.2% last year. Agriculture grew by 6.3%, Services and industrial sector witnessed a paltry increase of 1.2% each. Historic high interest rates coupled with political uncertainty were the major culprits behind the subdued industrial and services output. On the fiscal side, FBR tax collection increased by 29.6% in FY24 to PKR 9,285 billion, missing the target by a modest PKR 130 billion.

Equity Market Review

The stock market witnessed exuberance in fiscal year 2024, as the benchmark KSE-100 increased by staggering 89.2% or 36,992 points, to close at all time high of 78,445 points. This also makes Pakistan the best performing market in the world with USD return of 94.4% in the year.

The bullish momentum continued throughout the year was on account of improvement in macroeconomic indicators after Pakistan entered into the new IMF program. Market participants also cheered the successful completion of all IMF reviews under SBA. Moreover, the successful conclusion of elections in February 2024 brought long due clarity amongst investors. In addition, reaffirmation by the incumbent government to continue structural reforms, along with the intention to enter a longer IMF program, further uplifted sentiment. Lastly, the strength of the local currency post-crackdown on currency smuggling and hoarding, strong corporate profitability, increase in taxes on other asset classes in the budget FY25, and start of monetary easing with 150bps cut, all contributed to the sustainable rally.

During FY24, Foreign investors, Insurance, and Corporates were net buyers with an inflow of USD 141 million, USD 126 million and USD 36 million, respectively. While major selling was witnessed from Banks and Mutual Funds with outflow of USD 141 million and USD 48 million, respectively. During FY24, average trading volumes for KSE-All Index saw an increase of 140.4% to 461 million shares compared to about 191 million shares in the same period last year. Similarly, the average trading value during the period saw a rise of 118.5% over previous year to near USD 55 million.

Banking, Fertilizer, and E&P sector were the major contributors to the index gain adding 13,262/5,074/4,300points, respectively. Banking sector witnessed broad based rally as entry into the IMF program diminished the probability of local debt restructuring besides strong profitability. Fertilizer sector performed due to better than expected dividends while E&P rallied due to the news of clearance of gas circular debt, which would improve the sector cash flows.

FUND PERFORMANCE

Debt Fund

The debt sub-fund generated a return of 22.96% during the period under review. The fund's exposure towards T-Bills stood at 47.6% and exposure in cash was 4% at period end.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,571.18 million as compared to Rs. 492.58 million as at June 30, 2023 registering an increase of 218.97%.

The Net Asset Val ue (NAV) per unit as at June 30, 2024 was Rs. 500.14 as compared to opening NAV of Rs. 406.76 per unit as at June 30, 2023 registering an increase of Rs. 93.38 per unit.

Money Market Fund

The money market sub-fund generated a return of 22.73% during the period. The fund's exposure towards cash stood at 51.3%.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,906.31 million as compared to Rs. 1,597.83 million as at June 30, 2023 registering a increase of 19.31%.

The Net Asset Val ue (NAV) per unit as at June 30, 2024 was Rs. 443.63 as compared to opening NAV of Rs. 361.47 per unit as at June 30, 2023 registering an increase of Rs. 82.16 per unit.

Equity Fund

The Equity sub-fund generated a return of 94.95% against the KSE-100 return of 89.24%. The sub-fund slightly increased its overall equity exposure to 81.6%. Sector-wise, the sub-fund mainly held exposure in Commercial Banks and Cement.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,495.55 million as compared to Rs. 769.78 million as at June 30, 2023 registering an increase of 94.28 %.

The Net Asset Value (NAV) per u nit as at June 30, 2024 was Rs. 959.13 as compared to opening NAV of Rs. 492.00 per unit as at June 30, 2023 registering an increase of Rs. 467.13 per unit.

Economy & Market – Future Outlook

Pakistan GDP is expected to rebound to 3.5% in FY25 after a disappointing performance last year where the GDP increased by only 2.4%. The outlook for industrial output is relatively optimistic with an expected growth of 4.0% compared to 1.2% last year. Macroeconomic stability, stable currency and decline in interest rates will help revive the industrial and service sector growth. Agriculture performance is likely to remain on the lower side due to high base effect.

A new staff-level loan agreement has been reached between Pakistan and the International Monetary Fund (IMF) under which the country will receive USD 7.0 billion over 37 months. The final approval of the loan will be given by the IMF Executive Board. Successful continuation of the IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. However, our external position still remains precarious due to debt outflows and our inability to raise funds through international Eurobond or Sukuk. Thus, we would continue to run a sustainable current account this year to stave off external concerns. We expect a CAD of USD 1.0 billion (0.2% of GDP) in FY25 as policy of consolidation is likely to continue under the IMF umbrella.

The USD PKR is expected to remain stable as the government is focusing on improving current account deficit on the back of recovery in export and remittances. Entry into the new IMF program will also increase visibility on the external funding. We expect USD/PKR to close the fiscal year around PKR 311.

The inflation reading has started to come down due to base effect and relatively stable currency. The headline inflation number in June 2024 clocked of 12.6% compared to a high of 38.0% in May 2023. The core inflation also registered a significant slowdown, clocking at 14.1% which is a low of 23 months. The inflation reading is expected to decline to single digits in 1HFY25. Keeping in view the inflationary trends, external and fiscal position we expect interest rate to decline to 14-15% by June 25.

From the capital market perspective particularly equities, the market is still trading at cheap valuations. Market cap to GDP ratio is at 9.8%, a discount of 48% from its historical average of 18.9%. Similarly, Earning Yield minus Risk Free Rate is close to 7.2%, compared to the historical average of 3.0% signifying a deep discount at which the market is trading. The resolution of challenges on external account will help to unlock market potential. We believe a micro view of sectors and stocks will remain important and investment selection should focus on companies, which trade at a deep discount to their intrinsic value. The market is currently trading at PER of 4.7x, while offering a dividend yield of 11.2%.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year. Investors with a mid to long term view can benefit from Bond and Income Funds where higher duration will create opportunities for capital gains in the wake of Interest rate outlook. We have added government bonds in Income Funds to benefit from the expected monetary easing in the near term.

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 64.6% during FY24 to PKR 2,574 billion. Total money market funds grew by about 45.0% since June 2023. Within the money market sphere, conventional funds showed a growth of 33.0% to PKR 629 billion while Islamic funds increased by 58.2% to PKR 679 billion. In addition, the total fixed Income funds increased by about 104.7% since June 2023 to PKR 756 billion while Equity and related funds increased by 52.3% to PKR 255 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 50.8%, followed by Income funds with 37.3% and Equity and Equity related funds having a share of 9.9% as at the end of June 30, 2024.

Mutual Fund Industry Outlook

Both Bonds and Equities are likely to do well in the next year on the back of cut in interest rates. During the year, significant interest of investors is already visible in Income Funds while equity fund is likely to see inflows post new IMF agreement. Relatively High interest rates during the period would encourage sustained flows in the money market funds as they are ideal for investors with a short-term horizon and low risk profile.

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.

The increased focus of provincial and federal government on unsustainable pension payments and a push for contributory pension schemes is a long term positive for the industry. During the year, Pension Schemes for KPK Government Employees were successfully implemented. Punjab Govt. has also shown interest in adopting a contributory retirement scheme and likely to adopt Pension Schemes for new employees from the current year. Similarly, federal government has also highlighted the need for contributory structure in the current year Budget speech which shall help accelerate the adoption of voluntary pension schemes in public and private sector.

MANAGEMENT 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.

Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 07, 2023 have resolved via special resolution that the name of the Company be changed from MCB-Arif Habib Savings and Investments Limited to MCB Investment Management Limited and Securities and Exchange Commission of Pakistan (SECP) has approved the change in name on August 15, 2023.

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, 2024 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, 202 5and 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
September 25, 2024

اعتراف

بورڈ فنڈ کے قابل قدر سرمایہ کاروں، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کا مسلسل تعاون کا شکریہ ادا کرتا ہے۔ ڈائریکٹرز نے انتظامیہ کی ٹیم کی کوششوں کو بھی سراہا۔

ڈائریکٹرز کی جانب سے،

خواجہ خلیل شاہ
چیف ایگزیکٹو آفیسر
25 ستمبر 2024

آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد کے فوائد حاصل کرنے کے لیے تیار ہیں۔

منیجمنٹ کمپنی

18 اپریل 2023 کو ایم سی بی-عارف حبیب سیونگس اینڈ انویسٹمنٹس لمیٹڈ (MCB-AH) کی parent کمپنی ایم سی بی بینک (MCB) نے عارف حبیب کارپوریشن لمیٹڈ (AHCL) سے ایم سی بی-عارف حبیب سیونگس اینڈ انویسٹمنٹس لمیٹڈ کے 21,664,167 (30.09 فیصد) حصص حاصل کر لیئے ہیں۔ اس پیش رفت کے بعد MCB کی MCB-AH میں حصص یافتگی 36,956,935 (81.42 فیصد) ہوگئی ہے اور AHCL اب MCB-AH میں حصص کا حامل نہیں ہے۔

نتیجتاً، کمپنی کے اراکین نے 07 جولائی 2023 کو منعقدہ ایک غیر معمولی جنرل میٹنگ (EOGM) میں خصوصی قرارداد کے ذریعے فیصلہ کیا کہ کمپنی کا نام ایم سی بی-عارف حبیب سیونگس اینڈ انویسٹمنٹس لمیٹڈ سے ایم سی بی انویسٹمنٹ منیجمنٹ لمیٹڈ میں تبدیل کر دیا جائے اور سیکورٹیز ایکسچینج کمیشن آف پاکستان (SECP) نے 15 اگست 2023 کو نام میں تبدیلی کی منظوری دے دی ہے۔

بیرونی آڈیٹرز

فنڈ کے بیرونی آڈیٹر ایم ایس یوسف عادل چارٹرڈ اکاؤنٹنٹس 30 جون 2024 کو ختم ہونے والے مالی سال کے آڈٹ کی تکمیل کے بعد اپنا کام مکمل کر چکے ہیں۔ آڈٹ کمیٹی نے سفارش کی ہے کہ ایم ایس یوسف عادل چارٹرڈ اکاؤنٹنٹس کا 30 جون 2025 کو ختم ہونے والے مالی سال کے لیے فنڈ کے بیرونی آڈیٹرز کے طور پر دوبارہ انتخاب کیا جائے اور بورڈ نے بھی آڈٹ کمیٹی کی سفارش کی توثیق کی ہے۔ ایم ایس یوسف عادل چارٹرڈ اکاؤنٹنٹس نے بھی فنڈ کے بیرونی آڈیٹرز کے طور پر کام کرنے پر آمادگی ظاہر کی ہے۔

میں مدد کرے گا۔ ہمیں یقین ہے کہ سیکٹرز اور اسٹاکس کا ایک مائیکرو ویو اہم رہے گا اور سرمایہ کاری کے انتخاب کو ان کمپنیوں پر توجہ مرکوز کرنی چاہیے، جو اپنی اصل قیمت پر گہری رعایت پر تجارت کرتی ہیں۔ مارکیٹ فی الحال 4.7x کے PER پر ٹریڈ کر رہی ہے، جبکہ 11.2 فیصد کی منافع بخش پیداوار پیش کر رہی ہے۔

قرض ہولڈرز کے لیے، ہم توقع کرتے ہیں کہ منی مارکیٹ فنڈز سال بھر پالیسی کی شرحوں کی بغیر کسی رکاوٹ کے آئینہ دار ہوتے رہیں گے۔ وسط سے طویل مدتی نقطہ نظر کے حامل سرمایہ کار بانڈ اور انکم فنڈز سے فائدہ اٹھا سکتے ہیں جہاں زیادہ مدت سود کی شرح کے نقطہ نظر کے تناظر میں سرمائے میں اضافے کے مواقع پیدا کرے گی۔ ہم نے انکم فنڈز میں سرکاری بانڈز شامل کیے ہیں تاکہ قریب کی مدت میں متوقع مالیاتی نرمی سے فائدہ اٹھایا جا سکے۔

میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈز انڈسٹری کے خالص اثاثے مالی سال 2024 کے دوران تقریباً 64.6 فیصد بڑھ کر 2,574 بلین روپے ہو گئے۔ جون 2023 کے بعد سے کل منی مارکیٹ فنڈز میں تقریباً 45.0 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرے میں، روایتی فنڈز نے 33.0 فیصد اضافے سے بڑھ کر PKR 629 بلین ہو گئے جبکہ اسلامک فنڈز 58.2 فیصد بڑھ کر PKR 679 بلین ہو گئے۔ اس کے علاوہ، کل فکسڈ انکم فنڈز جون 2023 سے تقریباً 104.7 فیصد بڑھ کر PKR 756 بلین ہو گئے جبکہ ایکویٹی اور متعلقہ فنڈز 52.3 فیصد اضافے سے PKR 255 بلین ہو گئے۔

سیگمنٹ شیئر کے لحاظ سے، منی مارکیٹ فنڈز تقریباً 50.8 فیصد کے شیئر کے ساتھ سرفہرست تھے، اس کے بعد انکم فنڈز 37.3% کے ساتھ اور ایکویٹی اور ایکویٹی سے متعلق فنڈز کا حصہ 9.9 فیصد کے ساتھ 30 جون 2024 کا اختتام ہوا۔

میوچل فنڈ انڈسٹری آؤٹ لک

سود کی شرح میں کمی کی وجہ سے بانڈز اور ایکویٹیز دونوں اگلے سال میں اچھی کارکردگی کا مظاہرہ کریں گے۔ سال کے دوران، انکم فنڈز میں سرمایہ کاروں کی نمایاں دلچسپی پہلے ہی نظر آ رہی ہے جبکہ ایکویٹی فنڈ میں آئی ایم ایف کے نئے معاہدے کے بعد آمد کا امکان ہے۔ اس مدت کے دوران نسبتاً زیادہ شرح سود منی مارکیٹ کے فنڈز میں مسلسل بہاؤ کی حوصلہ افزائی کرے گی کیونکہ یہ مختصر مدت کے افق اور کم رسک پروفائل والے سرمایہ کاروں کے لیے مثالی ہیں۔

ہمارے کام بغیر کسی رکاوٹ کے رہے اور ڈیجیٹل رسائی اور آن لائن کسٹمرز کے تجربے میں مسابقتی برتری کے پیش نظر، ہم

FY24 میں 3.5 فیصد تک واپس آنے کی توقع ہے ۔گزشتہ سال 1.2 فیصد کے مقابلے میں 4.0 فیصد کی متوقع نمو کے ساتھ صنعتی پیداوار کے لیے آؤٹ لک نسبتاً پر امید ہے۔ معاشی استحکام، مستحکم کرنسی اور شرح سود میں کمی سے صنعتی اور سروس سیکٹر کی نمو کو بحال کرنے میں مدد ملے گی۔ اعلی بنیاد کے اثر کی وجہ سے زراعت کی کارکردگی نچلی طرف رہنے کا امکان ہے۔

پاکستان اور انٹرنیشنل مانیٹری فنڈ (آئی ایم ایف) کے درمیان عملے کی سطح پر قرض کا نیا معاہدہ طے پا گیا ہے جس کے تحت ملک کو 37 ماہ کے دوران 7.0 بلین امریکی ڈالرملیں گے۔ قرض کی حتمی منظوری آئی ایم ایف کا ایگزیکٹو بورڈ دے گا۔ آئی ایم ایف پروگرام کا کامیاب تسلسل ایک اہم مثبت ہے کیونکہ یہ ہمیں دوطرفہ اورکثیر جہتی ذرائع سے فنڈنگ حاصل کرنے کی اجازت دے گا۔ تاہم، قرضوں کے اخراج اور بین الاقوامی یورو بانڈ یا سکوک کے ذریعے فنڈز اکٹھا کرنے میں ہماری ناکامی کی وجہ سے ہماری بیرونی پوزیشن اب بھی غیر یقینی ہے۔ اس طرح، ہم بیرونی خدشات کو دور کرنے کے لیے اس سال ایک پائیدار کرنٹ اکاؤنٹ چلاتے رہیں گے۔ ہمیں مالی سال 25 میں USD 1.0 بلین (GDP کا 0.2%) کی CAD کی توقع ہے کیونکہ IMF کی چھتری کے تحت استحکام کی پالیسی جاری رہنے کا امکان ہے۔

PKR USD کے مستحکم رہنے کی توقع ہے کیونکہ حکومت برآمدات اور ترسیلات زر میں بحالی کی پشت پر کرنٹ اکاؤنٹ خسارے کو بہتر بنانے پر توجہ دے رہی ہے۔ آئی ایم ایف کے نئے پروگرام میں داخلے سے بیرونی فنڈنگ کی نمائش میں بھی اضافہ ہوگا۔ ہمیں توقع ہے کہ PKR / USD مالی سال کو PKR 311 پر بند کرے گا۔

بنیادی اثر اور نسبتاً مستحکم کرنسی کی وجہ سے افراط زر کی شرح میں کمی آنا شروع ہوگئی ہے۔ جون 2024 میں ہیڈ لائن افراط زر کی تعداد مئی 2023 میں 38.0 فیصد کی بلند ترین سطح کے مقابلے میں 12.6 فیصد تک پہنچ گئی۔ بنیادی افراط زر میں بھی نمایاں کمی درج کی گئی، جو 14.1 فیصد پر پہنچ گئی جو کہ 23 ماہ کی کم ترین سطح ہے۔ 1HFY25 میں افراط زر کی ریڈنگ سنگل ہندسوں تک گرنے کی توقع ہے۔ افراط زر کے رجحانات، بیرونی اور مالیاتی پوزیشن کو مدنظر رکھتے ہوئے ہم توقع کرتے ہیں کہ 25 جون تک شرح سود 14-15 فیصد تک گر جائے گی۔

کیپٹل مارکیٹ کے نقطہ نظر سے خاص طور پر ایکوئٹیز، مارکیٹ اب بھی سستی قیمتوں پر ٹریڈ کر رہی ہے۔ مارکیٹ کیپ ٹو جی ڈی پی کا تناسب 9.8 فیصد پر ہے، جو اس کی تاریخی اوسط 18.9 فیصد سے 48 فیصد کی چھوٹ ہے۔ اسی طرح، ارننگ ییلڈ مائنس رسک فری ریٹ 7.2 فیصد کے قریب ہے، جو کہ 3.0 فیصد کی تاریخی اوسط کے مقابلے میں ایک گہری رعایت کی نشاندہی کرتا ہے جس پر مارکیٹ ٹریڈ کر رہی ہے۔ بیرونی اکاؤنٹ پر چیلنجز کا حل مارکیٹ کی صلاحیت کو کھولنے

30 جون 2023 اوپنگ نیٹ اثاثہ (NAV) کی قیمت فی یونٹ 406.76روپے تھی جب کہ 30 جون 2024 کو یہ فی یونٹ 500.14 روپے رہی جو93.38 روپے فی یونٹ کے اضافے کو ظاہر کرتی ہے۔

منی مارکیٹ فنڈ

منی مارکیٹ کے ذیلی فنڈ نے زیر جائزہ مدت کے دوران 22.73 فیصدکا ریٹرن دیا۔ ذیلی فنڈ کی سرمایہ کاری کیش میں 51.3 فیصد رہی۔

30 جون 2023 تک فنڈ کے خالص اثاثے1,597.83 ملین روپے تھے جب کہ 30 جون 2024 کو یہ 1,906.31 ملین روپے رہے جو 19.31 فیصد کے اضافے کو ظاہر کرتے ہیں۔

30 جون 2023 اوپنگ نیٹ اثاثہ (NAV) کی قیمت فی یونٹ361.47روپے تھی جب کہ 30 جون 2024 کو یہ فی یونٹ 443.63 روپے رہی جو 82.16 روپے فی یونٹ کے اضافے کو ظاہر کرتی ہے۔

ایکویٹی فنڈ

ایکویٹی سب فنڈ نے 94.95 فیصدکا ریٹرن دیا جبکہ KSE-100نے89.24 فیصدکا ریٹرن دیا۔ زیلی فنڈ نے مجموعی ایکیوٹی میں سرمایہ کاری کوتھوڑا بڑھا کر 81.6 فیصد کر دیا۔سیکٹر کے لحاظ سے اس زیلی فنڈ میں بنیادی طور پر کمرشل بینکوں اور سیمنٹ میں سرمایہ کاری کی گئی تھی۔

30 جون 2023 تک فنڈ کے خالص اثاثے769.78 ملین روپے تھے جب کہ 30 جون 2024 کو یہ 1,495.55 ملین روپے رہے جو 94.28 فیصد کے اضافے کو ظاہر کرتے ہیں۔

30 جون 2023 اوپنگ نیٹ اثاثہ (NAV) کی قیمت فی یونٹ492.00روپے تھی جب کہ 30 جون 2024 کو یہ فی یونٹ959.13 روپے رہی جو467.13روپے فی یونٹ کے اضافے کو ظاہر کرتی ہے۔

معیشت اور مارکیٹ ۔ مستقبل کا آؤٹ لک

پاکستان کی جی ڈی پی گزشتہ سال کی مایوس کن کارکردگی جہاں جی ڈی پی میں صرف 2.4 فیصد اضافہ ہوا تھا اس سال

ایم ایف پروگرام میں داخل ہونے کے ارادے سے جذبات میں مزید اضافہ ہوا۔ آخر میں، کرنسی کی اسمگلنگ اور ذخیرہ اندوزی کے خلاف کریک ڈاؤن کے بعد مقامی کرنسی کی طاقت، مضبوط کارپوریٹ منافع، بجٹ FY25 میں دیگر اثاثہ جات پر ٹیکسوں میں اضافہ، اور 150bps کی کٹوتی کے ساتھ مالیاتی نرمی کا آغاز، سبھی نے پائیدار ریلی میں حصہ ڈالا۔

مالی سال 24 کے دوران، غیر ملکی سرمایہ کار، انشورنس، اور کارپوریٹس بالترتیب USD 141 ملین، USD 126 ملین اور USD 36 ملین کے خالص خریدار تھے۔ جبکہ بینکوں اور میوچل فنڈز سے بالترتیب USD 141 ملین اور USD 48 ملین کی بڑی فروخت دیکھی گئی۔

FY24 کے دورانKSE-ALL INDEX کے لیے اوسط تجارتی حجم میں گزشتہ سال کی اسی مدت میں تقریباً 191 ملین شیئرز کے مقابلے میں 140.4 فیصد اضافے سے 461 پر جا پہنچی۔ اسی طرح، اس مدت کے دوران اوسط تجارتی قدر میں پچھلے سال کے مقابلے میں 118.5 فیصد اضافہ ہوا جو 55 ملین امریکی ڈالر کے قریب پہنچ گیا۔

بینکنگ، فرٹیلائزر، اور ای اینڈ پی سیکٹر انڈیکس کے اضافے میں بالترتیب 13,262 / 5,074 / 4,300 پوائنٹس کا اضافہ کرنے والے اہم شراکت دار تھے۔ بینکنگ سیکٹر میں وسیع البنیاد ریلی دیکھنے میں آئی کیونکہ آئی ایم ایف پروگرام میں داخلے نے مضبوط منافع کے علاوہ مقامی قرضوں کی تنظیم نو کے امکانات کو کم کردیا۔ کھاد کے شعبے نے متوقع منافع سے بہتر کارکردگی کا مظاہرہ کیا جبکہ گیس سرکیولر ڈیٹ کی منظوری کی خبروں کی وجہ سے ای اینڈ پی میں تیزی آئی، جس سے سیکٹر کیش فلو میں بہتری آئے گی۔

فنڈ کی کارکردگی

ڈیٹ فنڈ

ڈیٹ ذیلی فنڈ نے زیر جائزہ مدت کے دوران 22.96 فیصد کا ریٹرن دیا۔مدت کے آخر میں T-Bills میں فنڈ کی سرمایہ کاری 47.6 فیصد تھی اور کیش میں سرمایہ کاری 4 فیصد تھی۔

30 جون 2023 تک فنڈ کے خالص اثاثے 492.58 ملین روپے تھے جب کہ 30 جون 2024 کو یہ 1571.18 ملین روپے رہے جو 218.97 فیصد کے اضافے کو ظاہر کرتے ہیں۔

مقابلے میں ملک کی بیرونی صورتحال میں بہتری کو ظاہر کرتے ہیں۔ یہ آئی ایم ایف، دوست ممالک اور کثیر جہتی ذرائع سے آنے والے بہاؤ کی وجہ سے تھا۔

مالی سال 2024 کے دوران CPI کی طرف سے پیش کردہ ہیڈ لائن افراط زر کی اوسط 23.9 فیصد رہی جو گزشتہ سال 29.0% فیصد تھی۔ افراط زر کی شرح بلندی پر رہی کیونکہ سابقہ ادوار میں کرنسی کی قدر میں زبردست کمی کی وجہ سے توانائی اور خوراک کی قیمتوں میں اضافہ ہوا۔ حکومت نے آئی ایم ایف کی شرائط پر عمل کرنے کے لیے بجلی کے بنیادی ٹیرف اور گیس کی قیمتوں میں بھی اضافہ کیا، جس سے مہنگائی کا دباؤ مزید بڑھ گیا۔ اسٹیٹ بینک نے 10 جون 2024 کو منعقدہ سال کی آخری مانیٹری پالیسی میں پالیسی ریٹ کو 150bps سے کم کر کے 20.5 فیصد کر دیا۔ مانیٹری پالیسی نے افراط زر میں نمایاں کمی کو نوٹ کیا، جس کے نتیجے میں کافی حد تک مثبت حقیقی سود کی شرح ہوئی، جو مانیٹری سائیکل شروع کرنے کا جواز فراہم کرتی ہے۔

مالی سال 2023-24 میں ملک کی جی ڈی پی میں گزشتہ سال -0.2 فیصد کے مقابلے میں 2.4 فیصد اضافہ ہوا۔ زراعت میں 6.3 فیصد اضافہ ہوا، خدمات اور صنعتی شعبے میں ہر ایک میں 1.2 فیصد کا معمولی اضافہ ہوا۔ دبے ہوئے صنعتی اور خدمات کی پیداوار کے پیچھے سیاسی غیر یقینی صورتحال کے ساتھ تاریخی بلند شرح سود سب سے بڑے مجرم تھے۔ مالیاتی پہلو پر، FBR ٹیکس وصولی مالی سال 24 میں 29.6 فیصد بڑھ کر 9,285 بلین روپے تک پہنچ گئی، جس سے ہدف میں 130 بلین روپے کی معمولی کمی واقع ہوئی۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 2024 میں اسٹاک مارکیٹ میں جوش و خروش دیکھا گیا، کیونکہ بینچ مارک KSE-100 حیرت انگیز طور پر 89.2 فیصد یا 36,992 پوائنٹس کے اضافے سے 78,445 پوائنٹس کی بلند ترین سطح پر بند ہوا۔ یہ پاکستان کو سال میں 94.4 فیصد امریکی ڈالر کی واپسی کے ساتھ دنیا کی بہترین کارکردگی کا مظاہرہ کرنے والی مارکیٹ بھی بناتا ہے۔

پاکستان کے نئے آئی ایم ایف پروگرام میں داخل ہونے کے بعد میکرو اکنامک اشاریوں میں بہتری کی وجہ سے تیزی کی رفتار سال بھر جاری رہی۔ مارکیٹ کے شرکاء نے SBA کے تحت IMF کے تمام جائزوں کی کامیاب تکمیل پر بھی خوشی کا اظہار کیا۔ مزید برآں، فروری 2024 میں انتخابات کے کامیاب اختتام نے سرمایہ کاروں کے درمیان طویل واضح وضاحت کی۔ مزید برآں، موجودہ حکومت کی طرف سے ڈھانچہ جاتی اصلاحات جاری رکھنے کی تصدیق کے ساتھ ساتھ ایک طویل آئی

پیارے سرمایہ کار،

بورڈ آف ڈائریکٹرز کی جانب سے مجھے پاکستان پنشن فنڈ کے 30 جون 2024 کو ختم ہونے والے سال کے اکاؤنٹس کا جائزہ پیش کرنے پر خوشی ہے۔

معیشت کا جائزہ

مالی سال 2024 پاکستان کے لیے میکرو اکنامک بحالی کا ایک دور تھا، جس نے مسلسل معاشی بدانتظامی کی وجہ سے ہونے والے ڈیفالٹ کو روک دیا۔ یہ تبدیلی بنیادی طور پر پاکستان کے کئی ماہ کی تاخیر کے بعد آئی ایم ایف کے نئے پروگرام میں داخل ہونے کی وجہ سے تھی۔ حکومت نے 23 جون میں IMF سے USD 3.0 بلین کی انتہائی ضروری اسٹینڈ بائی ارینجمنٹ (SBA) کی سہولت حاصل کی، اور دوست ممالک سے بروقت رول اوور حاصل کرنے میں کامیاب ہوئی۔ اس نے آئی ایم ایف کے اہداف کی تعمیل کرنے کے لیے غیر متزلزل عزم کا بھی اظہار کیا اور اس کے نتیجے میں حکومت نے اس پروگرام کو کامیابی سے مکمل کر لیا۔

نگراں حکومت نے اگست 2023 میں اقتدار سنبھالا اور فوری طور پر کرنسی پر قیاس آرائی کے دباؤ کا سامنا کرنا پڑا، جس کی وجہ سے یہ انٹربینک مارکیٹ میں 307 کی بلند ترین سطح پر پہنچ گئی۔ غیر رسمی مارکیٹ میں زر مبادلہ کی شرح 330 USD/PKR کے قریب پہنچ گئی جو قیاس آرائیوں کی سرگرمیوں میں اضافے اور غیر یقینی کی صورتحال کی عکاسی کرتی ہے۔ حکومت نے ستمبر 2023 میں ڈالر کی اسمگلنگ، افغان ٹرانزٹ کے غلط استعمال اور غیر قانونی کرنسی ڈیلرز کے خلاف فیصلہ کن اقدامات کیے، جس سے شرح مبادلہ میں تیزی سے بحالی ہوئی۔ اس سے اعتماد کو بہتر بنانے میں مدد ملی اور اوپن اور انٹربینک ریٹ میں اسپریڈ کو کم کیا گیا۔ حکام نے عی بیرونی توازن کو منظم کرنے کے لیے شرح مبادلہ کی ادائیگیوں کی سختی سے نگرانی کرنے کے لیے میکانزم بھی بنائے۔ انتظامیہ کے اقدامات اور بیرونی اور مالی کھاتوں کے نظم و ضبط کے اقدامات دونوں کے امتزاج نے عی استحکام کو بحال کرنے میں مدد کی۔ PKR USD سال کے آغاز سے 2.6 فیصد اضافے کے ساتھ 278.3 پر سال کا اختتام ہوا۔

ملک نے مالی سال 2024 (11MFY24) کے پہلے گیارہ مہینوں میں 464 ملین امریکی ڈالر کا کرنٹ اکاؤنٹ خسارہ (CAD) پوسٹ کیا جو گزشتہ سال کی اسی مدت میں USD 3.8 بلین کے خسارے کے مقابلے میں 88 فیصد کم ہے۔ تجارتی خسارہ کم ہونا CAD کو بہتر بنانے میں اہم کردار ادا کرنے والا تھا کیونکہ برآمدات میں 11.3 فیصد اضافہ اور درآمدات میں 2.3 فیصد کمی سے تجارتی خسارے میں 17.0 فیصد کمی واقع ہوئی۔ جون 2024 تک اسٹیٹ بینک کے زرمبادلہ کے ذخائر بڑھ کر 9.4 بلین امریکی ڈالر ہو گئے جو کہ گزشتہ مالی سال کے اختتام پر 4.4 بلین امریکی ڈالر کے

Fund Type and Category

Pakistan Pension Fund (PPF) is an open-end Voluntary Pension Scheme

Investment Strategy

PPF is a flexible savings cum investment plan under the voluntary pension system which facilitates all individuals who are Pakistani nationals, to save for their retirement in a systematic way, and allows special tax rebate on the contributions under this system. The investors have a choice between the various allocation schemes that PPF offers, each of which is invested in different Proportions in the three sub-Funds: Equity, Debt and Money Market. Equity Sub-Fund invests up to 96% of its assests in equity securities. Sector/stock selection is done on the basis of fundamental outlook and DCF valuation. Debt sub-fund Invests in Govt. Bonds of duration of less than 5 years. Money Market sub- Fund invests in short dated money market instruments including treasury bills.

Manager's Review

Equity Sub-Fund

The Equity sub-fund generated a return of 94.95%. The sub-fund stood at 81.5% in equity exposure. Sector-wise, the sub-fund mainly held exposure in Commercial Banks and Cement.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,495.55 million as compared to Rs. 769.78 million as at June 30, 2023 registering an increase of 94.28%. The Net Asset Value (NAV) per unit as at June 30, 2024 was Rs. 959.13 as compared to opening NAV of Rs. 492.00 per unit as at June 30, 2023 registering an increase of Rs. 467.13 per unit.

Money Market Sub- Fund

The money market sub-fund generated a return of 22.73% during the period. The fund's exposure in Cash was 51.3%.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,906.31 million as compared to Rs. 1,597.83 million as at June 30, 2023 registering an increase of 19.31%. The Net Asset Value (NAV) per unit as at June 30, 2024 was Rs. 443.63 as compared to opening NAV of Rs. 361.47 per unit as at June 30, 2023 registering an increase of Rs. 82.16 per unit.

Debt Sub-Fund

The debt sub-fund generated a return of 22.96% during the period under review. The fund's exposure in Cash stood at 4.0% while exposure in T-Bills and PIBs was 47.6% and 42.7%, respectively, towards the period end.

The Net Assets of the Fund as at June 30, 2024 stood at Rs. 1,571.18 million as compared to Rs. 492.58 million as at June 30, 2023 registering an increase of 218.97%. The Net Asset Value (NAV) per unit as at June 30, 2024 was Rs. 500.14 as compared to opening NAV of Rs. 406.76 per unit as at June 30, 2023 registering an increase of Rs. 93.38 per unit.

Asset Allocation (Equity Sub-fund) as of June 30, 2024 (% of Total Assets)

PPF-Equity (%age of Total Assets)	Jun-24
Cash	18.1%
Commercial Banks	19.6%
Cements	14.3%
Pharmaceuticals	9.5%
Fertilizer	5.5%
Power Generation & Distribution	5.5%
Other equity sectors	27.2%
Others including receivables	0.4%

Asset Allocation (MM Sub-fund) as of June 30, 2024 (% of Total Assets)

PPF-Money Market (%age of Total Assets)	Jun-24
Cash	51.3%
T-Bills	47.5%
Others including receivables	1.2%

Asset Allocation (Debt Sub-fund) as of June 30, 2024 (% of Total Assets)

PPF-Debt (%age of Total Assets)	Jun-24
Cash	4.0%
PIBs	42.7%
TFCs/Sukuks	3.3%
T-Bills	47.6%
Others including receivables	2.4%

Syed Abid Ali

Fund Manager

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

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

TRUSTEE REPORT TO THE PARTICIPANTS

PAKISTAN PENSION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Pakistan Pension Fund (the Fund) are of the opinion that MCB Investment Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2024 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Abdul Samad
Chief Operating Officer
Central Depository Company of Pakistan Limited

Karachi, September 10, 2024

YOUSUF ADIL

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
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INDEPENDENT AUDITOR'S REPORT
TO THE PARTICIPANTS OF PAKISTAN PENSION FUND

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **Pakistan Pension Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2024, and the income statement and statement of other comprehensive income, the statement of movement in participants' sub funds, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2024, 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 Fund Manager) 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.

Information other than the financial statements and auditor's report thereon

The Fund Manager 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 Fund Manager and Board of Directors of the Fund Manager for the financial statements

The Fund Manager 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 Fund Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

YOUSUF ADIL

Yousuf Adil
Chartered Accountants

In preparing the financial statements, Fund Manager 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 Fund Manager either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Fund Manager 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 Fund Manager's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Fund Manager.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 Fund Manager 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.

Report on other legal and regulatory requirements

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

a) the financial statements prepared for the year ended June 30, 2024 have been properly prepared in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;

Independent Correspondent Firm to
Deloitte Touche Tohmatsu Limited

YOUSUF ADIL

Yousuf Adil
Chartered Accountants

b) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;

c) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund;

d) a true and fair view is given of the disposition of the Fund as at June 30, 2024 and of the transactions of the Fund for the period then ended;

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

Yousuf Adil
Chartered Accountants

Place: Karachi
Date: October 02, 2024
UDIN: AR202410057rA0IYB1kM

Independent Correspondent Firm to
Deloitte Touche Tohmatsu Limited

STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2024

		June 30, 2024				June 30, 2023			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees '000)				(Rupees '000)			
Assets									
Bank balances	4	321,962	77,767	981,400	1,381,129	41,428	32,044	92,950	166,422
Investments	5	1,451,969	1,837,682	907,581	4,197,232	719,185	455,893	1,496,180	2,671,258
Profit receivable	6	1,098	41,541	6,867	49,506	543	7,342	6,821	14,706
Advances, deposits and other receivables	7	4,106	5,696	15,418	25,220	5,491	1,019	6,402	12,912
Receivable against sale of investment		-	-	-	-	28,754	-	-	28,754
Total assets		1,779,135	1,962,686	1,911,266	5,653,087	795,401	496,298	1,602,353	2,894,052
Liabilities									
Payable to Pension Fund Manager	8	1,351	1,963	1,920	5,234	1,055	516	1,050	2,621
Payable to Central Depository Company of Pakistan Limited - Trustee	9	118	167	184	469	84	53	173	310
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	380	421	660	1,461	310	221	434	965
Payable against purchase of investment		278,170	386,324	-	664,494	19,362	-	-	19,362
Payable against redemption of units		-	-	22	22	-	-	22	22
Accrued expenses and other liabilities	11	3,560	2,635	2,173	8,368	4,805	2,929	2,842	10,576
Total liabilities		283,579	391,510	4,959	680,048	25,616	3,719	4,521	33,856
Net assets		1,495,556	1,571,176	1,906,307	4,973,039	769,785	492,579	1,597,832	2,860,196
Participants' sub funds (as per Statement of Movement in Participants' sub funds)		1,495,556	1,571,176	1,906,307		769,785	492,579	1,597,832	
		(Number of units)				(Number of units)			
Number of units in issue		1,559,278	3,141,473	4,297,052		1,564,588	1,210,971	4,420,430	
		(Rupees)				(Rupees)			
Net assets value per unit		959.13	500.14	443.63		492.00	406.76	361.47	
Contingencies and commitments	14								

The annexed notes from 1 to 24 form an integral part of these financial statements.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Maazar Mushtaq
Director

INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

		June 30, 2024				June 30, 2023			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees '000)				(Rupees '000)			
Income									
Profit on:									
- Bank balance		6,218	27,268	52,611	86,097	6,091	25,607	63,720	95,418
- Government securities		-	179,123	291,360	470,483	-	52,557	126,810	179,367
- Term finance certificates		-	14,924	-	14,924	-	17,049	3,661	20,710
Dividend income		76,434	-	-	76,434	72,969	-	-	72,969
Net gain / (loss) on sale of investments		308,945	6,938	12,138	328,021	(13,513)	6,112	1,247	(6,154)
Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss - net	5.6	256,852	(537)	77	256,392	(42,833)	(5,087)	(2,010)	(49,930)
Income on letter of placements		-	-	1,638	1,638	-	-	-	-
Total Income		648,449	227,716	357,824	1,233,989	22,714	96,238	193,428	312,380
Expenses									
Remuneration of Pension Fund Manager	8.1	14,253	12,715	13,722	40,690	11,701	6,027	7,082	24,810
Sindh Sales Tax on remuneration of Pension fund manager	8.2	1,853	1,653	1,784	5,290	1,521	783	921	3,225
Remuneration of trustee	9.1	1,080	1,191	1,880	4,151	941	670	1,317	2,928
Sales Sales Tax on remuneration of trustee	9.2	140	155	244	539	122	87	171	380
Securities and Exchange Commission of Pakistan fee	10	382	422	663	1,467	310	221	434	965
Auditors' remuneration	15	135	154	333	622	190	158	314	662
Custody and settlement charges		686	406	8	1,100	482	374	6	862
Securities transaction cost		5,046	548	295	5,889	2,136	243	247	2,626
Legal and professional charges		45	42	83	170	-	-	-	-
Printing and stationary		15	19	22	56	-	-	-	-
Bank charges		35	776	451	1,262	19	402	197	618
Total expenses		23,670	18,081	19,485	61,236	17,422	8,965	10,689	37,076
Net Income for the year before taxation		624,779	209,635	338,339	1,172,753	5,292	87,273	182,739	275,304
Taxation	16	-	-	-	-	-	-	-	-
Net Income for the year after taxation		624,779	209,635	338,339	1,172,753	5,292	87,273	182,739	275,304

The annexed notes from 1 to 24 form an integral part of these financial statements.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Director

STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024				June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees '000)				(Rupees '000)			
Net income / (loss) for the year after taxation	**624,779**	**209,635**	**338,339**	**1,172,753**	5,292	87,273	182,739	275,304
Other comprehensive income for the year	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the year	**624,779**	**209,635**	**338,339**	**1,172,753**	5,292	87,273	182,739	275,304

The annexed notes from 1 to 24 form an integral part of these financial statements.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Director

CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

	Note	June 30, 2024 Equity Sub-Fund	June 30, 2024 Debt Sub-Fund	June 30, 2024 Money Market Sub-Fund	June 30, 2024 Total	June 30, 2023 Equity Sub-Fund	June 30, 2023 Debt Sub-Fund	June 30, 2023 Money Market Sub-Fund	June 30, 2023 Total
		(Rupees '000)				(Rupees '000)			
CASH FLOWS FROM OPERATING ACTIVITIES									
Net income for the year before taxation		624,779	209,635	338,339	1,172,753	5,292	87,273	182,739	275,304
Adjustments for non cash and other items:									
Profit on bank deposits and investments		(6,218)	(221,315)	(343,971)	(571,504)	(6,091)	(95,213)	(194,191)	(295,495)
Dividend income		(76,434)	-	-	(76,434)	(72,969)	-	-	(72,969)
Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss - net	5.6	(256,852)	537	(77)	(256,392)	42,833	5,087	2,010	49,930
		(339,504)	(220,778)	(344,048)	(904,330)	(36,227)	(90,126)	(192,181)	(318,534)
		285,275	(11,143)	(5,709)	268,423	(30,935)	(2,853)	(9,442)	(43,230)
(Increase) / decrease in assets									
Investments		(188,370)	(776,228)	(791,365)	(1,755,963)	31,418	(206,718)	(118,149)	(293,449)
Advance against IPO		-	-	-	-	-	10,000	-	10,000
Advance, deposits and other receivables		1,385	(4,677)	(9,016)	(12,308)	(1,768)	(621)	(6,120)	(8,509)
		(186,985)	(780,905)	(800,381)	(1,768,271)	29,650	(197,339)	(124,269)	(291,958)
Increase / (decrease) in liabilities									
Payable to pension fund manager		296	1,447	870	2,613	(115)	5	739	629
Payable to trustee		34	114	11	159	(15)	(12)	95	68
Payable to SECP		70	200	226	496	(49)	23	211	185
Accrued and other liabilities		(1,245)	(294)	(669)	(2,208)	1,909	303	1,207	3,419
		(845)	1,467	438	1,060	1,730	319	2,252	4,301
Dividend received		76,434	-	-	76,434	72,969	-	-	72,969
Profit on bank deposits and investments received		5,663	187,116	343,925	536,704	5,847	99,258	198,480	303,585
Net cash generated / (used in) from operating activities		179,542	(603,465)	(461,727)	(885,650)	79,261	(100,615)	67,021	45,667
CASH FLOWS FROM FINANCING ACTIVITIES									
Net receipts from issuance of units		1,652,193	2,601,517	2,089,031	6,342,741	525,090	342,323	1,214,135	2,081,548
Net payments on redemption of units		(1,551,201)	(1,732,555)	(2,118,895)	(5,402,651)	(592,574)	(495,610)	(515,286)	(1,603,470)
Net cash generated from / (used in) financing activities		100,992	868,962	(29,864)	940,090	(67,484)	(153,287)	698,849	478,078
Net increase in cash and cash equivalents		280,534	265,497	(491,591)	54,440	11,777	(253,902)	765,870	523,745
Cash and cash equivalents at beginning of the year		41,428	198,584	1,472,991	1,713,003	29,651	452,486	707,121	1,189,258
Cash and cash equivalents at end of the year	17	321,962	464,081	981,400	1,767,443	41,428	198,584	1,472,991	1,713,003

The annexed notes from 1 to 24 form an integral part of these financial statements.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Maazar Mushtaq
Director

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024				June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees '000)				(Rupees '000)			
Net assets at the beginning of the year	**769,785**	**492,579**	**1,597,832**	**2,860,196**	831,977	558,593	716,244	2,106,814
Amount received on issuance of units	**1,652,193**	**2,601,517**	**2,089,031**	**6,342,741**	525,090	342,323	1,214,135	2,081,548
Amount paid on redemption of units	**(1,551,201)**	**(1,732,555)**	**(2,118,895)**	**(5,402,651)**	(592,574)	(495,610)	(515,286)	(1,603,470)
	100,992	**868,962**	**(29,864)**	**940,090**	(67,484)	(153,287)	698,849	478,078
	870,777	**1,361,541**	**1,567,968**	**3,800,286**	764,493	405,306	1,415,093	2,584,892
Net income for the year	**624,779**	**209,635**	**338,339**	**1,172,753**	5,292	87,273	182,739	275,304
Net assets at the end of the year	**1,495,556**	**1,571,176**	**1,906,307**	**4,973,039**	769,785	492,579	1,597,832	2,860,196

The annexed notes from 1 to 24 form an integral part of these financial statements.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Maazar Mushtaq
Director

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Pakistan Pension Fund (the Fund) was established under a Trust Deed executed between MCB-Arif Habib Savings and Investments Limited (now, MCB Investment Management Limited) as Pension Fund Manager and Muslim Commercial Financial Services (Private) Limited (MCFSL) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 24, 2007 and was executed on June 04, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). Habib Metropolitan Bank Limited (HMBL) was appointed as the new Trustee in place of MCFSL through a revised Trust Deed dated June 16, 2011 which was approved by SECP on July 07, 2011. Central Depository Company of Pakistan Limited was appointed as the new Trustee in place of HMBL through a revised Trust Deed dated July 21, 2014 which was approved by SECP on July 23, 2014. Due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" the Fund is required to be regsitered under the said Act. Accordingly, on on August 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trusts Act.

1.2 MCB Investment Management Limited has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is located at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

1.3 In April 2023, MCB Bank Limited acquired the entire shareholding of Arif Habib Corporation Limited (AHCL) in MCB Arif Habib Savings and Investments Limited after which the shareholding of MCB Bank Limited has increased from 51.33% to 81.42% in the Company and AHCL no longer holds any shares in the Company. Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 07, 2023 resolved via special resolution that the name of the Company be changed from MCB Arif Habib Savings and Investments Limited to MCB Investment Management Limited.

1.4 The Fund is an open-end pension fund consisting of three sub-funds namely; Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any sub-fund purchased out of contributions depends on the Allocation Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.

1.5 The Pakistan Credit Rating Agency (PACRA) has maintained quality rating of 'AM1' dated October 06, 2023 to the Pension Fund Manager.

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

2. BASIS OF PREPARATION

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984; and

- The requirements of the Trust Deed, Voluntary Pension System Rules, 2005 (VPS Rules) and the directives issued by the SECP.

Wherever the requirements of the Trust Deed, the VPS Rules or the directives issued by the SECP differ with the requirements of IFRS. The requirements of the Trust Deed, the VPS Rules (2005) or the requirements of the said directives prevail.

2.2 New amendments that are effective for the year ended June 30, 2024

The following amendments are effective for the year ended June 30, 2024. These amendments are either not relevant to the Funds' operations or are not expected to have significant impact on the Funds' financial statements other than certain additional disclosures.

- Amendments to IAS 1 'Presentation of Financial Statements' and IFRS Practice Statement 2 - Disclosure of accounting policies

- Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates

- Amendments to 'IAS 12 Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction.

- Amendments to IAS 12 ' Income taxes' - International Tax Reform — Pillar Two Model Rules

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.

	Effective from accounting period beginning on or after:
Amendments to IFRS 16 ' Leases' - Clarification on how seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Convenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements	January 01, 2024
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' - Classification and measurement of financial instruments	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 16)
- Classification and measurements of financial liabilities (note 3.1.2)
- Contingencies and Commitments (note 14)
- Provisions (note 3.3)

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 these 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. SUMMARY OF 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 (EIR) 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.

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.

Financial assets designated at fair value through OCI (equity instruments)

Upon initial recognition, the Fund can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under IAS 32 Financial Instruments : Presentation and are not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses from changes in fair value are recognised in other comprehensive income and are accumulated in the investments revaluation reserve. The cumulative gain or loss is not reclassified to profit or loss on disposal of the equity investments, instead, it is transferred to undistributed income. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

Dividends are recognised as income in the income statement when the right of payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI.

The Fund elected not to classify irrevocably any of the equity investments under this category on initial recognition.

Financial assets designated at fair value through profit or loss (equity instruments)

Equity investments which the Fund had not irrevocably elected to classify at fair value through OCI are classified as at fair value through profit or loss. Financial assets at fair value through profit or loss are carried in the statement of assets and liabilities at fair value with net changes in fair value recognised in the the income statement.

Dividends on equity investments are recognised as income in the income statement when the right of payment has been established.

The Fund elected to classify all of the equity investments at fair value through profit or loss on initial recognition.

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 tenor of the securities. Moreover, listed government securities traded on Pakistan Stock Exchange are valued at rates quoted on 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.

Basis of valuation of equity instruments:

The fair value of equity instruments is determined by using closing rate of securities at day end available on the Pakistan Stock Exchange's website.

3.1.1.3 Impairment of financial assets

Pension Fund Manager 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 / Commission 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;

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 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 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001. 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 Issue and redemption of units

Contribution received in the individual pension account after deduction of applicable front end fee is used to purchase the units of Sub-Funds according to the Allocation Scheme selected by the participant. The units are allotted at the net asset value notified by the Pension Fund Manager at the close of the business day for each Sub-Fund on the date on which funds are actually realised against application. The front end fee is payable to the Pension Fund Manager.

The Pension Fund Manager makes reallocation of the Sub-Fund units between the Sub-Funds at least once a year to ensure that the allocation of the Sub-Fund units of all the participants are according to the Allocation Schemes selected by the participants. In case of withdrawal before retirement, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day on which such request is received by the Fund before the cut off time. Redemption of units is recorded on acceptance of application for redemption.

In case of retirement of the participant, units are redeemed at the net asset value of each of the Sub-Fund as of the close of the business day on which retirement age is reached.

In case of change of Pension Fund Manager, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day corresponding to the date of change specified by the participant.

3.6 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 sub-fund by the number of units in issue at the year end.

3.7 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.

- Dividend income is recognised when the right to receive the dividend is established.

- Income / profit from investments in term finance certificates / sukuks, MTS transactions and government securities is 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.

3.8 Expenses

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

3.9 Basis of allocation of expenses to each sub-fund

- Remuneration of the Pension Fund Manager, Trustee and SECP fee is allocated to each sub-fund on the basis of the net assets of the sub-fund
- Expenses specifically incurred by a sub-fund, such as custody and settlement charges, fees and subscription and bank charges are charged to that sub-fund
- Auditors' remuneration and legal and professional charges are allocated on the basis of the proportionate net assets of each sub-fund.

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	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		June 30, 2024			
		(Rupees in '000)			
Savings accounts	4.1	**321,962**	**77,767**	**981,400**	**1,381,129**

	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		June 30, 2023			
		(Rupees in '000)			
Savings accounts	4.1	41,428	32,044	92,950	166,422

4.1 These carry profit at the rates of ranging from 19% to 21.85% (2023: 12.75% to 19.5%) per annum. These include a balance of Rs. 1.514 million (2023: Rs.2.643 million) at the rate of 19% in Equity Sub-Fund, Rs. 3.820 million (2023: Rs. 2.25 million) in Debt Sub-Fund and Rs. 3.809 million (2023: Rs. 2.464 million) in Money Market Sub-Fund held with MCB Bank Limited, (a related party).

5. INVESTMENTS

	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		June 30, 2024			
		(Rupees in '000)			
At fair value through profit or loss					
Listed equity securities	5.1	**1,451,969**	**-**	**-**	**1,451,969**
Government securities	5.2	**-**	**1,772,805**	**907,581**	**2,680,386**
Term Finance Certificate / Sukuks	5.3	**-**	**64,877**	**-**	**64,877**
		1,451,969	**1,837,682**	**907,581**	**4,197,232**

	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		June 30, 2023			
		(Rupees in '000)			
At fair value through profit or loss					
Listed equity securities	5.1	719,185	-	-	719,185
Government securities	5.2	-	387,976	1,496,180	1,884,156
Term Finance Certificate / Sukuks	5.3	-	67,917	-	67,917
		719,185	455,893	1,496,180	2,671,258

5.1 **Listed equity securities - at fair value through profit or loss**

Equity Sub-Fund

Name of the Investee Company	Number of shares				As at June 30, 2024			Market value as a percentage of net assets of the sub-fund	Percentage of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the year	Sold during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)		
	(Number of shares)				(Rupees in '000')			(%)	
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
Automobile Assembler, Parts & Accessories									
Agriauto Industries Limited **	54,375	98,890	-	153,265	11,629	15,725	4,096	1.05	0.43
Pak Suzuki Motor Company Limited	-	34,000	34,000	-	-	-	-	-	-
Indus Motors Company Limited	-	12,500	12,500	-	-	-	-	-	-
Panther Tyres Limited	-	65,000	-	65,000	2,575	2,460	(115)	0.16	0.04
Thal Limited **	29,000	26,861	14,500	41,361	11,031	19,991	8,961	1.34	0.05
					25,235	**38,176**	**12,942**	**2.55**	**0.52**
Cable & Electrical Goods									
Pak Elektron Limited	774,000	1,360,000	774,000	1,360,000	**34,481**	**33,606**	**(875)**	**2.25**	**0.16**
Cement									
Attock Cement Pakistan Limited	117,000	118,942	140,500	95,442	8,522	9,271	749	0.62	0.07
Cherat Cement Company Limited	130,000	-	130,000	-	-	-	-	-	-
D.G Khan Cement Limited*	510,000	242,500	752,500	-	-	-	-	-	-
Fauji Cement Company Limited	3,285,000	1,329,000	2,264,000	2,350,000	37,368	53,839	16,470	3.60	0.10
Kohat Cement Limited	72,500	-	72,500	-	-	-	-	-	-
Lucky Cement Limited	97,500	122,000	103,500	116,000	82,051	105,181	23,130	7.03	0.04
Maple Leaf Cement Factory Limited	1,430,000	1,750,000	1,800,000	1,380,000	47,923	52,440	4,517	3.51	0.13
Pioneer Cement Limited	51,000	223,500	71,000	203,500	27,875	34,320	6,445	2.29	0.09
					203,739	**255,051**	**51,311**	**17.05**	**0.43**
Chemicals									
Ittehad Chemicals Limited	-	264,591	-	264,591	12,911	12,473	(438)	0.83	0.26
Nimir Industrial Chemicals Limited	-	97,000	-	97,000	10,113	11,735	1,622	0.78	0.09
Nimir Resins Limited	-	46,658	-	46,658	930	927	(3)	0.06	0.03
Lucky Core Industries Limited	-	14,921	-	14,921	9,934	13,869	3,935	0.93	0.02
Archroma Pakistan Limited	17,100	5,400	2,000	20,500	9,878	7,175	(2,703)	0.48	0.06
					43,766	**46,179**	**2,413**	**3.08**	**0.46**

Name of the Investee Company	Number of shares				As at June 30, 2024			Market value as a percentage of net assets of the sub-fund	Percentage of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the year	Sold during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)		
	(Number of shares)				(Rupees in '000')			(%)	
Commercial Banks									
Bank Al Falah Limited	585,207	2,070,793	1,455,000	1,201,000	69,887	81,692	11,805	5.46	0.08
Faysal Bank Limited	400,000	561,000	961,000	-	-	-	-	-	-
Habib Bank Limited	240,000	1,497,500	1,074,500	663,000	77,555	82,232	4,677	5.50	0.05
Habib Metropolitan Bank Limited	220,500	932,000	292,500	860,000	42,210	59,056	16,846	3.95	0.08
Meezan Bank Limited	450,000	341,100	538,100	253,000	39,104	60,566	21,462	4.05	0.01
National Bank of Pakistan	-	900,000	-	900,000	34,160	33,435	(725)	2.24	0.04
United Bank Limited	174,000	370,000	421,000	123,000	20,780	31,518	10,738	2.11	0.01
					283,696	**348,499**	**64,803**	**23.31**	**0.27**
Engineering									
International Steels Limited*	-	293,000	293,000	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	374,785	246,989	508,774	113,000	6,255	10,509	4,254	0.70	0.03
					6,255	**10,509**	**4,254**	**0.70**	**0.03**
Fertilizer									
Engro Corporation Limited	108,000	-	108,000	-	-	-	-	-	-
Engro Fertilizer Limited	182,474	-	182,474	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	756,000	297,000	459,000	59,496	74,991	15,495	5.01	0.04
Fatima Fertilizer Company Limited	275,000	-	275,000	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	1,095,000	765,313	1,215,000	645,313	20,439	22,889	2,451	1.53	0.05
					79,935	**97,880**	**17,947**	**6.54**	**0.09**
Food & Personal Care Products									
Murree Brewery Company Limited	14,500	-	14,500	-	-	-	-	-	-
National Foods Limited**	130,000	5,000	59,500	75,500	7,811	13,191	5,379	0.88	0.03
Shezan International Limited	14,580	-	14,580	-	-	-	-	-	-
The Organic Meat Company Limited	400,587	270,000	670,587	-	-	-	-	-	-
					7,811	**13,191**	**5,379**	**0.88**	**0.03**
Glass & Ceramics									
Shabbir Tiles & Ceramics Limited**	460,000	938,500	460,000	938,500	**12,360**	**13,608**	**1,248**	**0.91**	**0.39**
Insurance									
EFU General Insurance Limited	2,250	-	2,250	-	-	-	-	-	-

Name of the Investee Company	Number of shares				As at June 30, 2024			Market value as a percentage of net assets of the sub-fund	Percentage of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the year	Sold during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)		
	(Number of shares)				(Rupees in '000')			(%)	
Leather & Tanneries									
Bata Pakistan Limited	3,340	-	3,340	-	-	-	-	-	-
Miscellaneous									
Shifa International Hospitals Limited	62,060	105,500	71,000	96,560	12,909	14,157	1,247	0.95	0.15
Synthetic Product Enterprises Limited**	167,000	-	167,000	-	-	-	-	-	-
					12,909	**14,157**	**1,247**	**0.95**	**0.15**
Oil And Gas Exploration Companies									
Mari Petroleum Company Limited	31,000	10,612	40,862	750	1,202	2,034	832	0.14	-
Oil & Gas Development Company Limited	145,000	260,000	179,000	226,000	27,235	30,594	3,358	2.05	0.01
Pakistan Oilfields Limited	18,000	-	18,000	-	-	-	-	-	-
Pakistan Petroleum Limited	-	493,000	409,000	84,000	8,929	9,837	908	0.66	0.00
					37,366	**42,465**	**5,098**	**2.85**	**0.01**
Oil And Gas Marketing Companies									
Attock Petroleum Limited	15,000	9,000	24,000	-	-	-	-	-	-
Pakistan State Oil Company Limited	-	131,000	-	131,000	22,020	21,774	(246)	1.46	0.03
Sui Northern Gas Pipeline Limited	225,000	-	225,000	-	-	-	-	-	-
					22,020	**21,774**	**(246)**	**1.46**	**0.03**
Paper & Board									
Century Paper & Board Mills Limited	126,000	-	126,000	-	-	-	-	-	-
Packages Limited	41,000	27,567	20,574	47,993	21,401	25,696	4,295	1.72	0.05
Security Papers Limited	5,500	-	5,500	-	-	-	-	-	-
					21,401	**25,696**	**4,295**	**1.72**	**0.05**
Pharmaceuticals									
AGP Limited	68,000	420,000	68,000	420,000	33,290	38,795	5,505	2.59	0.15
Citi Pharma limited	508,000	775,000	363,000	920,000	24,376	26,220	1,844	1.75	0.40
Ferozsons Laboratories Limited	50,000	53,242	12,400	90,842	18,232	22,657	4,425	1.51	0.21
Haleon Pakistan Limited	75,000	83,000	29,000	129,000	25,525	38,361	12,835	2.56	0.11
Abbott Laboratories (Pakistan) Limited	-	11,110	-	11,110	6,722	8,143	1,422	0.54	0.01
Highnoon Laboratories Limited	29,727	16,800	30,527	16,000	7,132	11,417	4,285	0.76	0.03
Glaxo Smith Kline Pakistan.	-	158,000	-	158,000	16,963	22,727	5,764	1.52	0.05
					132,240	**168,320**	**36,080**	**11.23**	**0.96**

Name of the Investee Company	Number of shares				As at June 30, 2024			Market value as a percentage of net assets of the sub-fund	Percentage of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the year	Sold during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)		
	(Number of shares)				(Rupees in '000')			(%)	
Power Generation & Distribution									
Hub Power Company Limited	451,000	286,600	464,100	273,500	25,567	44,602	19,036	2.98	0.02
Lalpir Power Limited*	-	1,110,000	225,000	885,000	17,681	22,497	4,816	1.50	0.23
Nishat Chunian Power Limited	-	1,280,471	280,471	1,000,000	27,900	29,950	2,050	2.00	0.27
					71,148	**97,049**	**25,902**	**6.48**	**0.52**
Refinery									
Attock Refinery Limited	-	97,500	34,000	63,500	20,845	22,326	1,481	1.49	0.06
					20,845	**22,326**	**1,481**	**1.49**	**0.06**
Technology & Communications									
Avanceon Limited	63,250	-	63,250	-	-	-	-	-	-
Hum Network Limited***	325,000	300,000	625,000	-	-	-	-	-	-
Systems Limited	67,500	185,000	58,000	194,500	80,773	81,359	587	5.44	0.07
					80,773	**81,359**	**587**	**5.44**	**0.07**
Textile Composite									
Gul Ahmed Textile Mills Limited	558,601	852,999	636,600	775,000	15,798	16,353	554	1.09	0.10
Interloop Limited	703,431	348,335	514,060	537,706	25,036	38,086	13,050	2.55	0.04
Kohinoor Textile Mills Limited	201,300	-	201,300	-	-	-	-	0.00	-
Nishat Chunian Limited	169,000	914,419	173,000	910,419	24,118	23,862	(255)	1.60	0.38
Nishat Mills Limited*	-	393,000	198,000	195,000	14,398	13,816	(582)	0.92	0.06
					79,350	**92,117**	**12,767**	**6.16**	**0.58**
Tobacco									
Pakistan Tobacco Company Limited	9,600	17,448	-	27,048	**19,787**	**30,007**	**10,221**	**2.01**	**0.01**
Total as at June 30, 2024					**1,195,117**	**1,451,969**	**256,854**		
Total as at June 30, 2023					762,018	719,185	(42,833)		

*These transactions relating to shares of related parties
**These have a face value of Rs. 5 per share
***These have a face value of Rs. 1 per share

5.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL) as security against settlement of the Sub-Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by SECP:

	June 30, 2024	June 30, 2023	**June 30, 2024**	June 30, 2023
	----- (Number of shares) -----		**----- (Rupees in '000) -----**	
Bank Alfalah limited	**-**	50,000	**-**	1,522
Meezan Bank Limited	**87,000**	-	**20,827**	-
Maple Leaf Cement Factory Limited	**200,000**	-	**7,600**	-
Oil & Gas Development Company Limited	**-**	100,000	**-**	7,800
Fauji Cement Company Limited	**1,100,000**	-	**25,201**	-
The Hub Power Company Limited	**110,995**	110,995	**18,101**	7,723
	1,497,995	260,995	**71,729**	17,045

5.1.2 As at June 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.662 million (2023: Rs. 0.662 million).

5.1.3 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies are liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Voluntary Pension Schemes (VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by VPSs. The petition was based on the fact that because VPSs are exempt from deduction of income tax under Clause 57(3) (viii) of Part I to the Second Schedule of the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by VPSs. A stay order had been granted by the High Court of Sindh in favor of VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favor of the VPSs.

Further, the Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the year were not withheld by the investee companies.

5.2 Government securities - at fair value through profit or loss

	Note	June 30, 2024 Debt Sub-Fund	June 30, 2024 Money Market Sub-Fund	June 30, 2024 Total
		(Rupees in '000)		
Pakistan investment bonds	5.2.1	330,663	-	330,663
Pakistan investment bonds - FRB	5.2.2	506,670	-	506,670
Market treasury bills	5.2.3	935,472	907,581	1,843,053
		1,772,805	907,581	2,680,386

	June 30, 2023 Debt Sub-Fund	June 30, 2023 Money Market Sub-Fund	June 30, 2023 Total
	(Rupees in '000)		
Pakistan investment bonds	1,701	-	1,701
Pakistan investment bonds - FRB	96,640	-	96,640
Market treasury bills	289,635	1,496,180	1,785,815
	387,976	1,496,180	1,884,156

5.2.1 Pakistan Investment Bonds

Name of security	Issue date	Face value				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised loss	
		(Rupees in '000')							%
Debt Sub-Fund									
Pakistan Investment Bonds - 3 years	July 04, 2023	-	1,425,000	1,425,000	-	-	-	-	-
Pakistan Investment Bonds - 3 years*	February 15, 2024	-	1,980,000	1,630,000	350,000	332,126	330,663	(1,463)	21.05
Pakistan Investment Bonds - 5 years	January 17, 2024	-	275,000	275,000	-	-	-	-	-
Pakistan investment bonds - 20 years	June 10, 2004	1,900	-	1,900	-	-	-	-	-
Total as at June 30, 2024						**332,126**	**330,663**	**(1,463)**	
Total as at June 30, 2023						1,841	1,701	(140)	

* These carry effective yield of 21.50% per annum (2023: 18.75%)

5.2.2 **Pakistan Investment Bonds - FRB**

Name of security	Issue date	Face value				Balance as at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised loss	
		(Rupees in '000')							%
Debt Sub-Fund									
Pakistan Investment Bonds - FRB - 3 years	September 21, 2023	-	160,000	160,000	-	-	-	-	-
Pakistan Investment Bonds - FRB - 5 years	May 06, 2021	100,000	-	100,000	-	-	-	-	-
Pakistan Investment Bonds - FRB - 5 years	August 10, 2023	-	300,000	300,000	-	-	-	-	-
Pakistan Investment Bonds - FRB - 5 years	September 21, 2023	-	2,040,000	2,040,000	-	-	-	-	-
Pakistan Investment Bonds - FRB - 5 years	October 19, 2023	-	1,350,000	1,350,000	-	-	-	-	-
Pakistan Investment Bonds - FRB - 5 years*	December 14, 2023	-	425,000	300,000	125,000	121,165	120,350	(815)	7.66
Pakistan Investment Bonds - FRB - 5 years*	April 18, 2024	-	3,500,000	3,100,000	400,000	385,589	386,320	731	24.59
Pakistan Investment Bonds - FBR - 10 years	November 04, 2021	-	300,000	300,000	-	-	-	-	-
Total as at June 30, 2024						**506,754**	**506,670**	**(84)**	
Total as at June 30, 2023						98,295	96,640	(1,655)	
Money Market-Fund									
Pakistan Investment Bond - 2 years	December 30, 2021	-	1,000,000	1,000,000	-	-	-	-	-
Total as at June 30, 2024						-	-	-	
Total as at June 30, 2023						-	-	-	

* These carry effective yield of ranging between from 21.30% to 21.15% per annum (2023: 13.06% to 18.75%)

5.2.2.1 Significant terms and conditions of Government securities outstanding at the year end are as follows:

Name of security	Issue Date	Face / redemption	Interest rate per annum	Maturity date
Pakistan Investment Bonds				
Pakistan Investment Bonds - 3 years	February 15, 2024	350,000	14.00%	February 15, 2027
Pakistan Investment Bonds - FRB				
Pakistan Investment Bonds - FRB - 5 years	December 14, 2023	125,000	21.30%	December 14, 2028
Pakistan Investment Bonds - FRB - 5 years	April 18, 2024	400,000	21.30%	April 18, 2029

5.2.3 Market Treasury Bills

Name of security	Issue date	Face value				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised loss	
		(Rupees in '000')							%
Debt Fund Sub-Fund									
Treasury bills - 3 months	April 20, 2023	-	114,000	114,000	-	-	-	-	-
Treasury bills - 3 months	May 18, 2023	-	50,000	50,000	-	-	-	-	-
Treasury bills - 3 months	June 01, 2023	-	50,000	50,000	-	-	-	-	-
Treasury bills - 3 months	June 15, 2023	-	375,000	375,000	-	-	-	-	-
Treasury bills - 3 months	June 22, 2023	175,000	60,000	235,000	-	-	-	-	-
Treasury bills - 3 months	July 13, 2023	-	510,000	510,000	-	-	-	-	-
Treasury bills - 3 months	July 25, 2023	-	25,000	25,000	-	-	-	-	-
Treasury bills - 3 months	August 10, 2023	-	225,000	225,000	-	-	-	-	-
Treasury bills - 3 months	August 24, 2023	-	135,000	135,000	-	-	-	-	-
Treasury bills - 3 months	September 07, 2023	-	275,000	275,000	-	-	-	-	-
Treasury bills - 3 months	September 21, 2023	-	875,000	875,000	-	-	-	-	-
Treasury bills - 3 months	October 05, 2023	-	600,000	600,000	-	-	-	-	-
Treasury bills - 3 months	October 19, 2023	-	575,000	575,000	-	-	-	-	-
Treasury bills - 3 months	November 02, 2023	-	450,000	450,000	-	-	-	-	-
Treasury bills - 3 months	November 16, 2023	-	625,000	625,000	-	-	-	-	-
Treasury bills - 3 months	November 30, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	December 14, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	December 28, 2023	-	270,000	270,000	-	-	-	-	-
Treasury bills - 3 months	January 11, 2024	-	125,000	125,000	-	-	-	-	-
Treasury bills - 3 months	January 25, 2024	-	375,000	375,000	-	-	-	-	-
Treasury bills - 3 months	February 07, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	February 22, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	March 07, 2024	-	5,330,000	5,330,000	-	-	-	-	-
Treasury bills - 3 months	March 21, 2024	-	835,000	835,000	-	-	-	-	-
Treasury bills - 3 months	April 04, 2024	-	833,875	833,875	-	-	-	-	-
Treasury bills - 3 months	April 18, 2024	-	450,000	450,000	-	-	-	-	-
Treasury bills - 3 months	May 02, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	May 16, 2024	-	250,000	250,000	-	-	-	-	-
Treasury bills - 3 months	May 30, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months*	June 13, 2024	-	900,000	500,000	400,000	386,324	386,314	(10)	24.59
Treasury bills - 6 months	October 19, 2023	-	250,000	250,000	-	-	-	-	-
Treasury bills - 6 months	November 02, 2023	-	250,000	250,000	-	-	-	-	-
Treasury bills - 6 months	November 16, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	November 30, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	December 14, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	December 28, 2023	-	790,450	790,450	-	-	-	-	-
Treasury bills - 6 months	January 11, 2024	-	125,000	125,000	-	-	-	-	-
Treasury bills - 6 months	May 02, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	May 30, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	June 13, 2024	-	500,000	500,000	-	-	-	-	-

Name of security	Issue date	Face value				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)	
		(Rupees in '000')							%
Treasury bills - 12 months	July 14, 2022	-	15,000	15,000	-	-	-	-	-
Treasury bills - 12 months	March 27, 2023	-	360,000	360,000	-	-	-	-	-
Treasury bills - 12 months	April 06, 2023	-	220,120	220,120	-	-	-	-	-
Treasury bills - 12 months	June 15, 2023	150,000	-	150,000	-	-	-	-	-
Treasury bills - 12 months	July 13, 2023	-	440,000	440,000	-	-	-	-	-
Treasury bills - 12 months	October 19, 2023	-	625,000	625,000	-	-	-	-	-
Treasury bills - 12 months	November 02, 2023	-	450,000	450,000	-	-	-	-	-
Treasury bills - 12 months	November 16, 2023	-	5,165,000	5,165,000	-	-	-	-	-
Treasury bills - 12 months	November 30, 2023	-	750,000	750,000	-	-	-	-	-
Treasury bills - 12 months*	December 14, 2023	-	531,250	500,000	31,250	28,644	28,674	30	1.83
Treasury bills - 12 months	December 28, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 12 months	January 11, 2024	-	300,000	300,000	-	-	-	-	-
Treasury bills - 12 months*	January 25, 2024	-	1,285,000	1,035,000	250,000	224,433	224,821	388	14.31
Treasury bills - 12 months*	March 07, 2024	-	16,620	-	16,620	16,400	16,418	18	1.04
Treasury bills - 12 months*	May 02, 2024	-	1,586,890	1,586,000	890	763	766	3	-
Treasury bills - 12 months*	May 16, 2024	-	1,250,000	925,000	325,000	277,998	278,479	481	17.72
Treasury bills - 12 months	May 30, 2024	-	1,000,000	1,000,000	-	-	-	-	-
Treasury bills - 12 months	June 13, 2024	-	500,000	500,000	-	-	-	-	-
Total as at June 30, 2024						**934,562**	**935,472**	**910**	59.49
Total as at June 30, 2023						290,994	289,635	(1,359)	

Name of security	Issue Date	Face value				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)	
		(Rupees in '000')							%
Money Market Sub-Fund									
Treasury bills - 3 months	May 18, 2023	46,460	100,000	146,460	-	-	-	-	-
Treasury bills - 3 months	June 01, 2023	90,055	-	90,055	-	-	-	-	-
Treasury bills - 3 months	June 15, 2023	900,000	3,630,000	4,530,000	-	-	-	-	-
Treasury bills - 3 months	June 22, 2023	403,320	2,700,000	3,103,320	-	-	-	-	-
Treasury bills - 3 months	July 13, 2023	-	519,265	519,265	-	-	-	-	-
Treasury bills - 3 months	August 10, 2023	-	3,151,550	3,151,550	-	-	-	-	-
Treasury bills - 3 months	August 24, 2023	-	1,507,100	1,507,100	-	-	-	-	-
Treasury bills - 3 months	September 07, 2023	-	26,740	26,740	-	-	-	-	-
Treasury bills - 3 months	September 21, 2023	-	3,860,000	3,860,000	-	-	-	-	-
Treasury bills - 3 months	October 05, 2023	-	550,000	550,000	-	-	-	-	-
Treasury bills - 3 months	October 19, 2023	-	500,000	500,000	-	-	-	-	-

Name of security	Issue Date	Face value				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)	
		(Rupees in '000')							%
Treasury bills - 3 months	November 02, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	November 16, 2023	-	1,000,000	1,000,000	-	-	-	-	-
Treasury bills - 3 months	November 30, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	December 14, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	December 28, 2023	-	530,200	530,200	-	-	-	-	-
Treasury bills - 3 months	January 11, 2024	-	125,000	125,000	-	-	-	-	-
Treasury bills - 3 months	January 25, 2024	-	375,000	375,000	-	-	-	-	-
Treasury bills - 3 months	February 07, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	February 22, 2024	-	1,421,140	1,421,140	-	-	-	-	-
Treasury bills - 3 months	March 07, 2024	-	1,025,000	1,025,000	-	-	-	-	-
Treasury bills - 3 months	March 21, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	April 04, 2024	-	750,000	750,000	-	-	-	-	-
Treasury bills - 3 months	April 18, 2024	-	450,000	450,000	-	-	-	-	-
Treasury bills - 3 months	May 02, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	May 16, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	May 30, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 3 months	June 13, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	February 23, 2023	120,000	120,000	240,000	-	-	-	-	-
Treasury bills - 6 months	March 27, 2023	-	2,000,000	2,000,000					-
Treasury bills - 6 months	October 19, 2023	-	1,730,000	1,730,000	-	-	-	-	-
Treasury bills - 6 months	November 02, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	November 16, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	November 30, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	December 14, 2023	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	December 28, 2023	-	675,000	675,000	-	-	-	-	-
Treasury bills - 6 months	January 11, 2024	-	125,000	125,000	-	-	-	-	-
Treasury bills - 6 months	May 02, 2024	-	1,250,000	1,250,000	-	-	-	-	-
Treasury bills - 6 months	May 30, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 6 months	June 13, 2024	-	500,000	500,000	-	-	-	-	-
Treasury bills - 12 months	July 14, 2022	-	70,000	70,000	-	-	-	-	-
Treasury bills - 12 months	March 27, 2023	-	340,000	340,000	-	-	-	-	-
Treasury bills - 12 months	June 22, 2023	-	175,000	175,000	-	-	-	-	-
Treasury bills - 12 months	July 13, 2023	-	1,198,000	1,198,000	-	-	-	-	-
Treasury bills - 12 months*	November 02, 2023	-	2,125,000	1,375,000	750,000	702,849	702,500	(349)	36.85
Treasury bills - 12 months*	November 30, 2023	-	222,000	-	222,000	204,655	205,081	426	10.76
Total as at June 30, 2024						**907,504**	**907,581**	**77**	
Total as at June 30, 2023						1,498,190	1,496,180	(2,010)	

*These carry effective yield of ranging between 18% to 19% (2023: 21.65% to 21.90%) per annum.

5.3 **Debt securities - Term finance certificates / Sukuks - at fair value through profit or loss**

Debt Sub-Fund

Name of security	Issue date	Number of certificates				As at June 30, 2024			Market value as percentage of net assets of sub-fund
		As at July 01, 2023	Purchased during the year	Sold during the year	As at June 30, 2024	Carrying Value	Market value	Unrealised gain / (loss)	
		----- (Number of certificates) -----				----- (Rupees in '000') -----			%
Term finance certificates									
Jahangir Siddiqui & Company Limited - 5th Issue	July 18, 2017	5,000	-	5,000	-	-	-	-	-
Bank Al Habib Limited*	September 30, 2021	5,000	-	-	5,000	24,675	24,600	(75)	1.566
Sukuks									
Meezan Bank Limited - 2nd Issue*	June 30, 2020	30	-	-	30	30,202	30,293	91	1.926
Meezan Bank Limited*	December 16, 2021	10	-	-	10	9,900	9,984	84	0.635
Total as at June 30, 2024						**64,777**	**64,877**	**100**	
Total as at June 30, 2023						69,850	67,917	(1,933)	

*These carry effective yield of ranging between from 20.46% to 23.04% per annum (2023: 21.45% to 23.35%)

5.3.1 Significant terms and conditions of term finance certificates / sukuks outstanding at the year end are as follows:

Name of security	Number of certificates	Principal Outstanding / redemption value		Interest rate per annum	Maturity	Secured / unsecured	Rating
		Per certificate	Total (Rs '000)				
Un-listed							
Bank Al Habib Limited	5,000	4,995	24,975	6 Month KIBOR + 0.75%	September 30, 2031	Unsecured	AAA
Meezan Bank Limited - 2nd Issue	30	1,000,000	30,000	6 Month KIBOR + 0.90%	June 30, 2020	Unsecured	AAA
Meezan Bank Limited	10	1,000,000	10,000	6 Month KIBOR + 0.35%	December 16, 2031	Unsecured	AAA

5.4 **Government of Pakistan Ijara Sukuk - GoP Ijara**

Tenure	Issue Date	Face value				As at June 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying value	Market value	Unrealised gain / (loss)		
		(Rupees in '000)							%	
GOP Ijara - 1 year - (variable)	September 20, 2023	-	125,000	125,000	-	-	-	-	-	-
GOP Ijara - 1 year - (variable)	December 04, 2023	-	25,000	25,000	-	-	-	-	-	-
GOP Ijara - 1 year - (fixed)	October 09, 2023	-	35,000	35,000	-	-	-	-	-	-
GOP Ijara - 3 year - (variable)	December 04, 2023	-	75,000	75,000	-	-	-	-	-	-
GOP Ijara - 3 year - (fixed)	December 04, 2023	-	75,000	75,000	-	-	-	-	-	-
GOP Ijara - 5 year - (variable)	December 04, 2023	-	100,000	100,000	-	-	-	-	-	-
GOP Ijara - 5 year - (fixed)	December 04, 2023	-	100,000	100,000	-	-	-	-	-	-
Total as at June 30, 2024						-	-	-		
Total as at June 30, 2023						-	-	-		

5.5 **Letter of placements**

Name of Investee Company	Issue Date	Face value				As at June 30, 2024			Market value as a percentage of net assets of the fund	Market value as a percentage of total invest-ments
		As at July 01, 2023	Purchases during the period	Matured during the period	As at June 30, 2024	Carrying value	Market value	Unrealised gain / (loss)		
		(Rupees in '000')							(%)	
Pak Kuwait Investment Company (Private) Limited	September 08, 2023	-	185,000	185,000	-	-	-	-	-	-
Zarai Tarkiati Bank Limited	September 08, 2023	-	185,000	185,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	September 26, 2023	-	185,000	185,000	-	-	-	-	-	-
Total as at June 30, 2024						-	-	-		
Total as at June 30, 2023						-	-	-		

5.6 Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss - net

	Note	June 30, 2024 Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000)			
Market value of investments	5.1, 5.2.1, 5.2.2, 5.2.3, 5.3 & 5.4	**1,451,969**	**1,837,682**	**907,581**	**4,197,232**
Carrying value of investments	5.1, 5.2.1, 5.2.2, 5.2.3, 5.3 & 5.4	**1,195,117**	**1,838,219**	**907,504**	**3,940,840**
		256,852	**(537)**	**77**	**256,392**

	Note	June 30, 2023 Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000)			
Market value of investments	5.1, 5.2.1, 5.2.2, 5.2.3, 5.3 & 5.4	719,185	455,893	1,496,180	2,671,258
Carrying value of investments	5.1, 5.2.1, 5.2.2, 5.2.3, 5.3 & 5.4	762,018	460,980	1,498,190	2,721,188
		(42,833)	(5,087)	(2,010)	(49,930)

6. PROFIT RECEIVABLE

	June 30, 2024 Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000')			
Profit on:				
- Pakistan investment bonds	**-**	**36,828**	**-**	**36,828**
- Term finance certificates	**-**	**1,625**	**-**	**1,625**
- Bank deposits	**1,098**	**3,088**	**6,867**	**11,053**
	1,098	**41,541**	**6,867**	**49,506**

	June 30, 2023 Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000')			
Profit on:				
- Pakistan investment bonds	-	3,353	-	3,353
- Term finance certificates	-	1,908	-	1,908
- Bank deposits	543	2,081	6,821	9,445
	543	7,342	6,821	14,706

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
7. ADVANCES, DEPOSITS AND OTHER RECEIVABLES				
Deposits against:				
- National Clearing Company of Pakistan Limited	**2,500**	**-**	**-**	**2,500**
- Central Depository Company of Pakistan Limited	**200**	**200**	**200**	**600**
Advance tax	**332**	**196**	**83**	**611**
Receivable against bonus shares withheld	**662**	**-**	**-**	**662**
Other receivable against collection account	**377**	**5,284**	**15,118**	**20,779**
Others	**35**	**16**	**17**	**68**
	4,106	**5,696**	**15,418**	**25,220**

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
Receivable against:				
- National Clearing Company of Pakistan Limited	2,500	-	-	2,500
- Central Depository Company of Pakistan Limited	200	200	200	600
Advance tax	332	196	83	611
Receivable against bonus shares withheld	662	-	-	662
Other receivable against collection account	1,761	606	6,102	8,469
Others	36	17	17	70
	5,491	1,019	6,402	12,912

		June 30, 2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Note	(Rupees in '000)			
8. PAYABLE TO PENSION FUND MANAGER					
Remuneration payable to Pension Fund Manager	8.1	**1,196**	**1,737**	**1,699**	**4,632**
Sindh Sales Tax payable on remuneration of Pension Fund Manager	8.2	**155**	**226**	**221**	**602**
		1,351	**1,963**	**1,920**	**5,234**

		June 30, 2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Note	(Rupees in '000)			
Remuneration payable to the Pension Fund Manager	8.1	934	457	929	2,320
Sindh Sales Tax payable on remuneration of Pension Fund Manager	8.2	121	59	121	301
		1,055	516	1,050	2,621

8.1 This represents remuneration of the Pension Fund Manager at the rate up to 1.5% for equity (2023: 1.5%), 1.5% for debt (2023: 1.5%) and 1.5% for money market (2023: 1.5%) of the average of values of net assets of each sub fund. The remuneration is paid to the Pension Fund Manager on a monthly basis in arrears.

8.2 Sales Tax on management remuneration has been charged at the rate of 13% (2023: 13%).

		June 30, 2024			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000')			
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE					
Remuneration payable	9.1	**104**	**148**	**163**	**415**
Sales Tax on remuneration payable	9.2	**14**	**19**	**21**	**54**
		118	**167**	**184**	**469**

		June 30, 2023			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000')			
Remuneration payable	9.1	74	47	153	274
Sales Tax on remuneration payable	9.2	10	6	20	36
		84	53	173	310

9.1 The Trustee, is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Documents as per the tariff specified therein, based on the daily net asset value of the Fund. The tariff structure applicable to the Fund in respect of trustee fee is as follows:

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

9.2 Sales Tax on trustee remuneration has been charged at the rate of 13% (2023: 13%).

10. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents Securities and Exchange Commission Of Pakistan fee at the rate of one twenty-fifth of one percent (2023: one twenty-fifth of one percent) of average annual net assets of each sub-fund, revised as per SRO 260(I)/2019 dated December 24, 2019.

		June 30, 2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
11. ACCRUED EXPENSES AND OTHER LIABILITIES	**Note**	(Rupees in '000')			
Provision for Federal Excise Duty on remuneration of Pension Fund Manager	11.1	**2,420**	**2,405**	**1,151**	**5,976**
Brokerage payable		**1,020**	**44**	**25**	**1,089**
Auditors' remuneration		**109**	**107**	**205**	**421**
Withholding tax payable		**-**	**4**	**680**	**684**
Printing charges payable		**11**	**14**	**15**	**40**
Others		**-**	**61**	**97**	**158**
		3,560	**2,635**	**2,173**	**8,368**

		June 30, 2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000')			
Provision for Federal Excise Duty on remuneration of Pension Fund Manager	11.1	2,420	2,405	1,151	5,976
Brokerage payable		223	11	15	249
Auditors' remuneration		149	100	203	452
Withholding tax payable		1,971	115	788	2,874
Others		42	298	685	1,025
		4,805	2,929	2,842	10,576

11.1 Provision for Federal Excise Duty on remuneration of Pension Fund Manager

The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Manager with effect from June 13, 2013. As the asset management services rendered by the Pension Fund Manager 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 Pension Fund Manager was of the view that further levy of FED was not justified.

On September 04, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various Asset Management Companies, together with their representatives of Collective Investment Schemes through their trustees, challenging the levy of FED.

During the previous year, 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 01, 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 01, 2016. However, being prudent, the provision for FED made prior to this period has been maintained by the Fund which at June 30, 2023 aggregates to Rs. 2.42 million (2023: Rs. 2.42 million), Rs. 2.40 million (2023: Rs. 2.40 million) and Rs. 1.15 million (2023: Rs.1.15 million) in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund is being retained in the financial statements of the Sub-Funds, respectively as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the financial statements of the Sub-Funds, the net assets value of the Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund as at June 30, 2024 would have been higher by Rs. 1.55 per unit (2023: Rs. 1.55 per unit), Rs. 0.77 per unit (2023: Rs. 1.99 per unit) and Rs. 0.27 per unit (2023: Rs. 0.26 per unit) respectively.

12. NUMBER OF UNITS IN ISSUE

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Units)			
Total units outstanding at beginning of the year	**1,564,588**	**1,210,971**	**4,420,430**	**7,195,989**
Add: Units issued during the year	**2,159,764**	**5,639,333**	**5,235,883**	**13,034,980**
Less: Units redeemed during the year	**(2,165,074)**	**(3,708,831)**	**(5,359,261)**	**(11,233,166)**
Total units in issue at the end of the year	**1,559,278**	**3,141,473**	**4,297,052**	**8,997,803**

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Units)			
Total units outstanding at beginning of the year	1,711,394	1,609,508	2,330,009	5,650,911
Add: Units issued during the year	1,082,489	929,699	3,639,306	5,651,494
Less: Units redeemed during the year	(1,229,295)	(1,328,236)	(1,548,885)	(4,106,416)
Total units in issue at the end of the year	1,564,588	1,210,971	4,420,430	7,195,989

13. CONTRIBUTION TABLE

	June 30, 2024						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees'000)	Units	(Rupees'000)	Units	(Rupees'000)	(Rupees'000)
Opening balance	**1,564,588**	**764,498**	**1,210,971**	**243,786**	**4,420,430**	**1,283,975**	**2,292,259**
Issue of units	**2,159,764**	**1,652,193**	**5,639,333**	**2,601,517**	**5,235,883**	**2,089,031**	**6,342,741**
Redemption of units	**(2,165,074)**	**(1,551,201)**	**(3,708,831)**	**(1,732,555)**	**(5,359,261)**	**(2,118,895)**	**(5,402,651)**
Closing balance	**1,559,278**	**865,490**	**3,141,473**	**1,112,748**	**4,297,052**	**1,254,111**	**3,232,349**

	June 30, 2023						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees'000)	Units	(Rupees'000)	Units	(Rupees'000)	(Rupees'000)
Opening balance	1,711,394	831,977	1,609,508	397,072	2,330,009	585,126	1,814,175
Issue of units	1,082,489	525,090	929,699	342,324	3,639,306	1,214,135	2,081,549
Redemption of units	(1,229,295)	(592,569)	(1,328,236)	(495,610)	(1,548,885)	(515,286)	(1,603,465)
Closing balance	1,564,588	764,498	1,210,971	243,786	4,420,430	1,283,975	2,292,259

14. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2024 and June 30, 2023.

15. AUDITORS' REMUNERATION

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
Annual audit fee	66	62	199	327
Half yearly review fee	33	31	99	163
Out of pocket expenses	26	50	10	86
	125	143	308	576
Sales tax	10	11	25	46
	135	154	333	622

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
Annual audit fee	94	60	196	350
Half yearly review fee	47	30	98	175
Out of pocket expenses	37	48	10	95
	178	138	304	620
Sales tax	12	20	10	42
	190	158	314	662

16. TAXATION

No provision for taxation for the year ended June 30, 2024 has been made in view of the exemption available under Clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

17. CASH AND CASH EQUIVALENTS

	Note	June 30, 2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000)			
Bank balances	5	321,962	77,767	981,400	1,381,129
Market Treasury Bills	6	-	386,314	-	386,314
		321,962	464,081	981,400	1,767,443

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
Bank balances	41,428	32,044	92,950	166,422
Market Treasury Bills	-	166,540	1,380,041	1,546,581
	41,428	198,584	1,472,991	1,713,003

18. TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

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

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
18.1 Details of transactions other than units of the Fund with with related parties / connected persons during the year	(Rupees in '000)			
MCB Investment Management Limited - Pension Fund Manager				
Remuneration of Pension Fund Manager	14,253	12,715	13,722	40,690
Sindh Sales Tax on remuneration of Pension Fund Manager	1,853	1,653	1,784	5,290
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of Trustee	1,080	1,191	1,880	4,151
Sindh sales tax on remuneration of Trustee	140	155	244	539
Settlement charges	122	8	8	138
Group / Associated companies				
MCB Bank Limited				
Profit earned	456	427	453	1,336
Bank charges	9	7	19	35
Lalpir Power Limited				
Purchase of 1,110,000 (2023: NIL) shares	21,167	-	-	21,167
Sale 225,000 (2023: NIL) shares	5,092	-	-	5,092
Dividend Income	970	-	-	970
International Steels Limited				
Purchase of 293,000 (2023: NIL) shares	14,552	-	-	14,552
Sale 293,000 (2023: NIL) shares	21,770	-	-	21,770
Dividend Income	1,098	-	-	1,098
Nishat Mills Limited				
Purchase of 393,000 (2023: 80,000) shares	29,309	-	-	29,309
Sale 198,000 (2023: 179,259) shares	14,035	-	-	14,035
D.G. Khan Cement Company Limited				
Purchase of 242,500 (2023: 930,000) shares	13,452	-	-	13,452
Sale 752,500 (2023: 559,000) shares	45,003	-	-	45,003

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
MCB Investment Management Limited - Pension Fund Manager				
Remuneration of Pension Fund Manager	11,701	6,027	7,082	24,810
Sales tax on remuneration of Pension Fund Manager	1,521	783	921	3,225
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of Trustee	941	670	1,317	2,928
Sales tax on remuneration of Trustee	122	87	171	380
Settlement charges	39	5	6	50
Group / Associated companies				
MCB Bank Limited				
Profit earned	208	210	267	685
Bank charges	5	5	8	18
Purchase of NIL (2022: 75,000) shares	-	-	-	-
Sale of NIL (2022: 75,000) shares	-	-	-	-
Lucky Cement Limited*				
Purchase of 103,300 (2022: 47,000) shares	45,756	-	-	45,756
Sale of 62,800 (20221: Nil) shares	29,551	-	-	29,551
International Industries Limited				
Sale of 2,136 (2022: Nil) shares	143	-	-	143
Nishat Mills Limited				
Purchase of 80,000 (2022:149,259) shares	5,797	-	-	5,797
Sale of 179,259 (2022: 50,000) shares	9,396	-	-	9,396
D.G. Khan Cement Company Limited				
Purchase of 930,000 (2022: 180,300) shares	45,260	-	-	45,260
Sale of 559,000 (2022: Nil) shares	27,772	-	-	27,772

* This is no longer related party after April 18, 2023 due to disposal of Shares by Arif Habib Corporation in MCB-Arif habib Savings and Investments Limited (now, MCB Investment Management Limited).

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
18.2 Details of balances with related parties / connected persons persons as at year end				
MCB Investment Management Limited - Pension Fund Manager				
Remuneration payable	1,196	1,737	1,699	4,632
Sindh Sales Tax payable on remuneration	155	226	221	602
Other receivable against collection account	377	5,284	15,118	20,779
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable	104	148	163	415
Sindh Sales Tax payable on remuneration	14	19	21	54
Security deposit	200	200	200	600
Group / Associated companies				
MCB Bank Limited				
Bank balance	1,514	3,820	3,809	9,143
Nishat Mills Limited				
195,000 Shares (2023: NIL)	13,816	-	-	13,816
D.G. Khan Cement Company Limited				
NIL Shares (2023: 510,000)	-	-	-	-
Lalpir Power Limited				
885,000 Shares (2023: NIL)	22,497	-	-	22,497

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000)			
MCB Investment Management Limited - Pension Fund Manager				
Remuneration payable	934	457	929	2,320
Sindh Sales Tax payable on remuneration	121	59	121	301
Other receivable against collection account	1,761	606	6,102	8,469
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable	74	47	153	274
Sindh Sales Tax payable on remuneration	10	6	20	36
Security deposit	200	200	200	600
Group / Associated companies				
MCB Bank Limited				
Bank balance	2,643	2,250	2,464	7,357
Nishat Mills Limited				
Nil Shares (June 2022: 99,259)	-	-	-	-
D.G. Khan Cement Company Limited				
510,000 Shares (June 2022: 139,000)	26,163	-	-	26,163

18.3 Participant Fund

	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'000)			
MCB Investment Management Limited - Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	108,752	143,444	124,080	-	98,500	137,581
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	102,955	-	-	126,590
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	108,441	-	-	133,089
Key management personnel								
- Pakistan Pension Fund - Equity	1,213	29,885	24,940	6,158	597	24,242	21,466	5,907
- Pakistan Pension Fund - Debt	1,679	30,772	19,829	12,622	683	13,848	9,542	6,313
- Pakistan Pension Fund - Money Market	753	71,826	57,742	14,837	272	27,859	24,727	6,582

	For the year ended June 30, 2023							
	As at July 01, 2022	Issued for cash	Redeemed	As at June 30, 2023	As at July 01, 2022	Issued for cash	Redeemed	As at June 30, 2023
	(Units)				(Rupees'000)			
MCB Investment Management Limited - Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	122,603	-	-	124,080
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	87,844	-	-	102,955
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	92,220	-	-	108,441
Key management personnel								
- Pakistan Pension Fund - Equity	3,345	28,519	30,651	1,213	1,626	12,770	14,958	597
- Pakistan Pension Fund - Debt	1,730	1,175	1,226	1,679	600	351	455	683
- Pakistan Pension Fund - Money Market	390	58,340	57,977	753	120	16,814	18,901	272

19. 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 statement of assets and liabilities date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognized at fair value, analyzed between those whose fair value is based on:

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

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

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

As at June 30, 2024 and June 30, 2023 the Fund held the following instruments measured at fair values:

	As at June 30, 2024						
	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							
Equity Sub-Fund							
Listed equity securities	1,451,969	-	1,451,969	1,451,969	-	-	1,451,969
Debt Sub-Fund							
Pakistan investment bond	330,663	-	330,663	-	330,663	-	330,663
Pakistan investment bond - FRB	506,670	-	506,670	506,670	-	-	506,670
Market treasury bills	935,472	-	935,472	-	935,472	-	935,472
Term finance certificates and sukuks	64,877	-	64,877	54,893	9,984	-	64,877
Money Market Sub-Fund							
Market treasury bills	907,581	-	907,581	-	907,581	-	907,581
	4,197,232	-	4,197,232	2,013,532	2,183,700	-	4,197,232

	As at June 30, 2024						
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
Financial assets not measured at fair value							
Equity Sub-Fund							
Bank Balances	-	321,962	321,962				
Profit receivable	-	1,098	1,098				
Deposits and other receivables	-	3,112	3,112				
Debt Sub-Fund							
Bank Balances	-	77,767	77,767				
Profit receivable	-	41,541	41,541				
Deposits and other receivables	-	5,500	5,500				
Money Market Sub-Fund							
Bank Balances	-	981,400	981,400				
Profit receivable	-	6,867	6,867				
Deposits and other receivables	-	15,335	15,335				
	-	1,454,582	1,454,582				
Financial liabilities not measured at fair value							
Equity Sub-Fund							
Payable to pension fund manager	-	1,196	1,196				
Payable to trustee	-	104	104				
Payable against purchase of investments	-	278,170	278,170				
Accrued expenses and other liabilities	-	1,132	1,132				
Debt Sub-Fund							
Payable to pension fund manager	-	1,737	1,737				
Payable to trustee	-	148	148				
Payable against purchase of investments	-	386,324	386,324				
Accrued expenses and other liabilities	-	218	218				
Money Market Sub-Fund							
Payable to pension fund manager	-	1,699	1,699				
Payable to trustee	-	163	163				
Payable against redemption of units	-	22	22				
Accrued expenses and other liabilities	-	327	327				
	-	671,240	671,240				

	As at 30 June, 2023						
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
Equity Sub-Fund							
Listed equity securities	719,185	-	719,185	719,185	-	-	719,185
Debt Sub-Fund							
Pakistan investment bond	1,701	-	1,701	-	1,701	-	1,701
Pakistan investment bond - FRB	96,640	-	96,640	96,640		-	96,640
Market treasury bills	289,635	-	289,635	-	289,635	-	289,635
Term finance certificates and sukuks	67,917	-	67,917	58,017	9,900	-	67,917
Money Market Sub-Fund							
Market treasury bills	1,496,180	-	1,496,180	-	1,496,180	-	1,496,180
	2,671,258	-	2,671,258	873,842	1,797,416	-	2,671,258
Financial assets not measured at fair value							
Equity Sub-Fund							
Bank Balances	-	41,428	41,428				
Profit receivable	-	543	543				
Receivable against sale of investments	-	28,754	28,754				
Deposits and other receivables	-	4,497	4,497				
Debt Sub-Fund							
Bank Balances	-	32,044	32,044				
Profit receivable	-	7,342	7,342				
Deposits and other receivables	-	823	823				
Money Market Sub-Fund							
Bank Balances	-	92,950	92,950				
Profit receivable	-	6,821	6,821				
Deposits and other receivables	-	6,319	6,319				
	-	221,521	221,521				

	As at 30 June, 2023						
	Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
Financial liabilities not measured at fair value							
Equity Sub-Fund							
Payable to pension fund manager	-	934	934				
Payable to trustee	-	74	74				
Payable against purchase of investments	-	19,362	19,362				
Accrued expenses and other liabilities	-	403	403				
Debt Sub-Fund							
Payable to pension fund manager	-	457	457				
Payable to trustee	-	47	47				
Accrued expenses and other liabilities	-	402	402				
Money Market Sub-Fund							
Payable to pension fund manager	-	929	929				
Payable to trustee	-	153	153				
Payable against redemption of units	-	22	22				
Accrued expenses and other liabilities	-	888	888				
	-	23,671	23,671				

During the year ended 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.

20. 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, profit rate and other price risk), credit risk and liquidity risk. Risk of the Fund are being managed by the Pension Fund Manager in accordance with the approved policies of the investment committee which provide broad guidelines for management of above mention risks. The Board of Directors of Pension Fund Manager has overall responsibility for the establishment and oversight of the Fund's risk management framework.

The Fund's primary financial assets comprise of balances with banks, at fair value through profit and loss investments, comprising of equity securities of listed companies, term finance certificates / sukuk certificates of other listed companies, Pakistan investment bonds and Market treasury bills. The Fund also has dividend receivable, profit receivable, deposits and other receivables. The Fund's principal financial liabilities include remuneration payable to Pension Fund Manager, Trustee and SECP, payable against purchase of investment and accrued and other liabilities.

20.1 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 Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Board of the Directors of the Management Company and regulations laid down by the SECP and the VPS Rules.

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

20.1.1 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 were carried out in Pakistan Rupee.

20.1.2 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 because of changes in market interest rates.

	June 30, 2024			June 30, 2023		
	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund
	(Rupees in '000)					
Variable rate instruments (financial asset)						
Bank balances	321,962	77,767	981,400	41,428	32,044	92,950
Pakistan investment bonds - floating rate bond (FRB)	-	506,670	-	-	96,640	-
Term Finance Certificate / Sukuks	-	64,877	-	-	67,917	-
	321,962	649,314	981,400	41,428	196,601	92,950
Fixed rate instrument (financial asset)						
Pakistan investment bonds	-	330,663	-	-	1,701	-
Market treasury bills	-	935,472	907,581	-	289,635	1,496,180
	-	1,266,135	907,581	-	291,336	1,496,180

a) Sensitivity analysis for variable rate instruments

Presently, Debt Sub-Fund holds KIBOR based Pakistan Investment Bonds FRB, profit bearing term finance certificates and Sukuk Bonds exposing the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in KIBOR, with all other variables held constant, the net assets of the Fund as on June 30, 2024 and net income for the year then ended would have been higher / lower by Rs. 5.72 million (2023: Rs. 1.65 million).

The Fund holds balances in deposit accounts with banks, exposing the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in KIBOR, with all other variables held constant, the net assets of the Fund as on June 30, 2024 and net income for the year then ended would have been higher / lower by Rs. 13.81 million (2023: Rs. 1.66 million).

b) Sensitivity analysis for fixed rate instruments

Debt Sub-Fund holds Pakistan Investment Bonds and Treasury Bills which are classified as 'at fair value through profit or loss', exposing the Sub-Fund to interest rate risk. In case of 100 basis points increase / decrease in rates announced by FMAP (Financial Markets Association of Pakistan) on June 30, 2024, with all other variables held constant, the net assets of the Fund and net income for the year would have been lower / higher by Rs. 12.66 million (2023: Rs. 3.89 million).

Money market Sub-Fund holds Treasury Bills which are classified as 'at fair value through profit or loss', exposing the Sub-Fund to interest rate risk. In case of 100 basis points increase / decrease in rates announced by FMAP (Financial Markets Association of Pakistan) on June 30, 2024, with all other variables held constant, the net assets of the Fund and net income for the year would have been lower / higher by Rs. 9.08 million (2023: Rs. 14.95 million).

The composition of the Fund's investment portfolio, KIBOR rates and rates announced by State Bank of Pakistan is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

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

	Yield / effective interest rate (%)	Total	June 30, 2024 – Equity Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Equity Sub-Fund – Exposed – More than three months and up to one year	Equity Sub-Fund – Exposed – More than one year	Equity Sub-Fund – Not exposed to yield / interest rate risk	Debt Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Debt Sub-Fund – Exposed – More than three months and up to one year	Debt Sub-Fund – Exposed – More than one year	Debt Sub-Fund – Not exposed to yield / interest rate risk	Money Market Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Money Market Sub-Fund – Exposed – More than three months and up to one year	Money Market Sub-Fund – Exposed – More than one year	Money Market Sub-Fund – Not exposed to yield / interest rate risk
		(Rupees in '000')												
On-balance sheet financial instruments														
Financial assets														
Bank Balances	19 to 21.85	1,381,129	321,962	-	-	-	77,767	-	-	-	981,400	-	-	-
Investments	18 to 23.04	4,197,232	-	-	-	1,451,969	386,314	549,158	902,210	-	-	907,581	-	-
Profit receivable		49,506	-	-	-	1,098	-	-	-	41,541	-	-	-	6,867
Receivable against sale of investments		-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits and other receivables		23,947	-	-	-	3,112	-	-	-	5,500	-	-	-	15,335
		5,651,814	321,962	-	-	1,456,179	464,081	549,158	902,210	47,041	981,400	907,581	-	22,202
Financial liabilities														
Payable to the Pension Fund Manager		4,632	-	-	-	1,196	-	-	-	1,737	-	-	-	1,699
Payable to the Trustee		415	-	-	-	104	-	-	-	148	-	-	-	163
Payable against purchase of investments		664,494	-	-	-	278,170	-	-	-	386,324	-	-	-	-
Payable against redemption of units		22	-	-	-	-	-	-	-	-	22	-	-	-
Accrued expenses and other liabilities		1,677	-	-	-	1,132	-	-	-	218	-	-	-	327
		671,240	-	-	-	280,602	-	-	-	388,427	22	-	-	2,189
On-balance sheet gap		4,980,574	321,962	-	-	1,175,577	464,081	549,158	902,210	(341,386)	981,378	907,581	-	20,013

There is no off-balance sheet financial instrument that exist as at year ended June 30, 2024.

	Yield / effective interest rate (%)	Total	June 30, 2023 – Equity Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Equity Sub-Fund – Exposed – More than three months and up to one year	Equity Sub-Fund – Exposed – More than one year	Equity Sub-Fund – Not exposed to yield / interest rate risk	Debt Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Debt Sub-Fund – Exposed – More than three months and up to one year	Debt Sub-Fund – Exposed – More than one year	Debt Sub-Fund – Not exposed to yield / interest rate risk	Money Market Sub-Fund – Exposed to yield / interest rate risk – Upto three months	Money Market Sub-Fund – Exposed – More than three months and up to one year	Money Market Sub-Fund – Exposed – More than one year	Money Market Sub-Fund – Not exposed to yield / interest rate risk
		(Rupees in '000')												
On-balance sheet financial instruments														
Financial assets														
Bank balances	12.75 to 21.5	168,422	41,428	-	-	-	32,044	-	-	-	92,950	-	-	-
Investments	11.92 to 22.76	2,671,258	-	-	-	719,185	169,670	124,796	161,427	-	1,380,041	116,139	-	-
Profit receivable		14,706	-	-	-	543	-	-	-	7,342	-	-	-	6,821
Receivable against sale of investments		28,754	-	-	-	28,754	-	-	-	-	-	-	-	-
Deposits and other receivables		11,639	-	-	-	4,497	-	-	-	823	-	-	-	6,319
		2,892,779	41,428	-	-	752,979	201,714	124,796	161,427	8,165	1,472,991	116,139	-	13,140
Financial liabilities														
Payable to the Pension Fund Manager		2,320	-	-	-	934	-	-	-	457	-	-	-	929
Payable to the Trustee		274	-	-	-	74	-	-	-	47	-	-	-	153
Payable against purchase of investments		19,362	-	-	-	19,362	-	-	-	-	-	-	-	-
Payable against redemption of units		22	-	-	-	-	-	-	-	-	22	-	-	-
Accrued expenses and other liabilities		1,693	-	-	-	403	-	-	-	402	-	-	-	888
		23,671	-	-	-	20,773	-	-	-	908	22	-	-	1,970
On-balance sheet gap		2,869,108	41,428	-	-	732,206	201,714	124,796	161,427	7,259	1,472,969	116,139	-	11,170

There is no off-balance sheet financial instrument that exist as at year ended June 30, 2023.

20.1.3 Price risk

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

The Equity Sub-Fund is exposed to equity price risk because of equity securities held by the Equity Sub-Fund and classified on the Statement of assets and liabilities as FVTPL. To manage its price risk arising from investment in equity securities, the Equity Sub-Fund's investment policy, as restricted by the VPS Rules, limits investments in listed shares of one company to not more than 10% of Sub-Fund net assets and investment in listed securities of a particular company have also been restricted to 10% of paid-up capital of investee company. Moreover, the sector limits have been restricted to 35% of the net assets of the Sub-Fund.

In case of 5% increase / decrease in KSE 100 index on June 30, 2024, the net assets relating to the Equity Sub-Fund and total net assets of the Fund would increase / decrease by Rs. 72.6 million (2023: Rs. 35.96 million) as a result of gains / losses on equity securities classified as at fair value through profit or loss.

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Sub-Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE 100 index, having regard to the historical volatility of the index. The composition of the Sub-Fund's investment portfolio and the correlation thereof to the KSE index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the effect on the Sub-Fund's net assets of future movements in the level of KSE 100 index.

20.2 Credit risk

Credit risk represents the risk of loss if counterparties fail to perform as contracted. The Fund's credit risk is primarily attributable to its investment in debt securities. The Fund is also exposed to counter party credit risks on balances with banks and profit receivable. The credit risk on these funds is limited because the counterparties are financial institutions with reasonably high credit ratings. In addition, the internal risk management policies and investment guidelines approved by the Board require the Fund to invest in debt securities that have been rated as investment grade by a well known rating agency.

The Fund has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. This credit rating 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 investors. 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 financial institutions is managed by finance department 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. Counterparty credit limits are approved by the Board of Directors of the Pension Fund Manager. The limits are set to minimise the concentration of risk and therefore mitigate financial loss through potential counterparty failure. Risk attributable to investment in government securities is limited as these are guaranties by the Federal Government.

The Fund's maximum exposure to credit risk related to receivables at June 30, 2024 and June 30, 2023 is the carrying amounts of following financial assets.

	June 30, 2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	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	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	(Rupees in '000)					
Bank balances	**321,962**	**321,962**	**77,767**		**981,400**	**1,703,091**
Investments	**1,451,969**	**-**	**1,837,682**	**64,877**	**907,581**	**-**
Profit receivable	**1,098**	**1,098**	**41,541**	**4,713**	**6,867**	**6,867**
Receivable against sale of investments	**-**	**-**	**-**	**-**	**-**	**-**
Advance, deposits and other receivables	**4,106**	**3,112**	**5,696**	**5,500**	**15,335**	**15,335**
	1,779,135	**326,172**	**1,962,686**	**75,090**	**1,911,183**	**1,725,293**

	June 30, 2023					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	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	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	(Rupees in '000)					
Bank balances	41,428	41,428	32,044	32,044	92,950	92,950
Investments	719,185	-	455,893	67,917	1,496,180	-
Profit receivable	543	543	7,342	3,989	6,821	6,821
Receivable against sale of investments	28,754	-	-	-	-	28,754
Advance, deposits and other receivables	5,491	4,497	1,019	823	6,402	6,319
	795,401	46,468	496,298	104,773	1,602,353	134,844

All deposits with NCCPL and CDC are highly rated and risk of default is considered minimal.

The analysis below summaries the credit rating quality of the Fund's financial assets as at June 30, 2024 and June 30, 2023.

	June 30, 2024	June 30, 2023
Bank balances by rating category	(%)	
A+/A1	**0.001**	0.00
AA/A1+	**0.002**	0.00
AA-/A1+	**0.001**	0.03
AA+/A1+	**30.918**	94.89
AAA/A1+	**69.078**	5.07
AAA/A+	**-**	0.01
Term Finance Certificates by rating category		
A+	**0.00**	0.00
AA	**0.00**	0.00
AA-	**0.00**	4.61
AA+	**0.00**	95.39
AAA	**100.00**	0.00

The maximum exposure to credit risk before any credit enhancement as at June 30, 2024 is the carrying amount of the financial assets.

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 signficant concentration of credit risk.

20.3 Liquidity risk

Liquidity risk is the risk that the Fund may encounter difficulty in raising funds to meet its obligations and commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset at close to its fair value. The Pension Fund Manager manages liquidity risk by continuously analyzing the maturities of financial assets and financial liabilities. Since the unit holders invest in the Funds with a long-term objective, possibility of a significant redemption pressure is limited.

The table below analyses the sub-funds' 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.

	Total	As at June 30, 2024								
		Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
		Upto one month	More than one month upto three months	More than three months and upto one year	Upto one month	More than one month upto three months	More than three months and upto one year	Upto one month	More than one month upto three months	More than three months and upto one year
	(Rupees in '000)									
Financial assets										
Bank balances	1,381,129	321,962	-	-	77,767	-	-	981,400		
Investments	4,197,232	1,451,969	-	-	-	386,314	1,451,368	-	-	907,581
Profit receivable	49,506	1,098	-	-	41,541	-	-	6,867	-	-
Deposits and other receivables	23,947	3,112	-	-	5,500	-	-	15,335	-	-
Sub total	5,651,814	1,778,141	-	-	124,808	386,314	1,451,368	1,003,602	-	907,581
Financial Liabilities										
Payable to the Pension Fund Manager	4,632	1,196	-	-	1,737	-	-	1,699	-	-
Payable to the Trustee	415	104	-	-	148	-	-	163	-	-
Payable against purchase of investments	664,494	278,170	-	-	386,324	-	-	-	-	-
Payable against redemption of units	22	-	-	-	-	-	-	22	-	-
Accrued expense and other liabilities	1,677	1,132	-	-	218	-	-	327	-	-
Sub total	671,240	280,602	-	-	388,427	-	-	2,211	-	-
On-balance sheet gap	4,980,574	1,497,539	-	-	(263,619)	386,314	1,451,368	1,001,391	-	907,581
Cumulative liquidity sensitivity gap	4,980,574	1,497,539	1,497,539	1,497,539	(263,619)	122,695	1,574,063	1,001,391	1,001,391	1,908,972

	Total	As at June 30, 2023								
		Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
		Upto one month	More than one month upto three months	More than three months and upto one year	Upto one month	More than one month upto three months	More than three months and upto one year	Upto one month	More than one month upto three months	More than three months and upto one year
	(Rupees in '000)									
Financial assets										
Bank balances	166,422	41,428	-	-	32,044	-	-	92,950	-	-
Investments	2,671,258	719,185	-	-	3,130	166,540	286,223	-	1,496,180	-
Profit receivable	14,706	543	-	-	7,342	-	-	6,821	-	-
Receivable against sale of investment	28,754	28,754	-	-	-	-	-	-	-	-
Deposits and other receivables	11,639	4,497	-	-	823	-	-	6,319	-	-
Sub total	2,726,357	752,979	-	-	11,295	166,540	286,223	13,140	1,496,180	-
Financial Liabilities										
Payable to the Pension Fund Manager	2,320	934	-	-	457	-	-	929	-	-
Payable to the Trustee	274	74	-	-	47	-	-	153	-	-
Payable against purchase of investments	19,362	19,362	-	-	-	-	-	-	-	-
Payable against redemption of units	22	-	-	-	-	-	-	22	-	-
Accrued and other liabilities	1,693	403	-	-	402	-	-	888	-	-
Sub total	23,671	20,773	-	-	906	-	-	1,992	-	-
On-balance sheet gap	2,702,686	732,206	-	-	10,389	166,540	286,223	11,148	1,496,180	-
Cumulative liquidity sensitivity gap	2,702,686	732,206	732,206	732,206	10,389	176,929	463,152	11,148	1,507,328	1,507,328

20.4 **Financial instruments by category**

	June 30, 2024									
	Total	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
		At fair value through profit and loss	Amortised cost	Sub total	At fair value through profit and loss	Amortised cost	Sub total	At fair value through profit and loss	Amortised cost	Sub total
	(Rupees'000)									
Financial Assets										
Bank balances	1,381,129	-	321,962	321,962	-	77,767	77,767	-	981,400	981,400
Investments	4,197,232	1,451,969	-	1,451,969	1,837,682	-	1,837,682	907,581	-	907,581
Profit receivable	49,506	-	1,098	1,098	-	41,541	41,541	-	6,867	6,867
Deposits and other receivables	23,947	-	3,112	3,112	-	5,500	5,500	-	15,335	15,335
	5,651,814	1,451,969	326,172	1,778,141	1,837,682	124,808	1,962,490	907,581	1,003,602	1,911,183
Financial Liabilities										
Payable to Pension Fund Manager	4,632	-	1,196	1,196	-	1,737	1,737	-	1,699	1,699
Payable to Trustee	415	-	104	104	-	148	148	-	163	163
Payable against purchase of investments	664,494	-	276,170	276,170	-	386,324	386,324	-	-	-
Payable against redemption of units	22	-	-	-	-	-	-	-	22	22
Accrued expense and other liabilities	1,677	-	1,132	1,132	-	218	218	-	327	327
	671,240	-	280,602	280,602	-	388,427	388,427	-	2,211	2,211

	June 30, 2023									
	Total	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
		At fair value through profit and loss	Amortised cost	Sub total	At fair value through profit and loss	Amortised cost	Sub total	At fair value through profit and loss	Amortised cost	Sub total
	(Rupees'000)									
Financial Assets										
Bank balances	166,422	-	41,428	41,428	-	32,044	32,044	-	92,950	92,950
Investments	2,671,258	719,185	-	719,185	455,893	-	455,893	1,496,180	-	1,496,180
Profit receivable	14,706	-	543	543	-	7,342	7,342	-	6,821	6,821
Receivable against sale of investments	28,754	-	28,754	28,754	-	-	-	-	-	-
Deposits and other receivables	11,639	-	4,497	4,497	-	823	823	-	6,319	6,319
	2,892,779	719,185	75,222	794,407	455,893	40,209	496,102	1,496,180	106,090	1,602,270
Financial Liabilities										
Payable to Pension Fund Manager	2,320	-	934	934	-	457	457	-	929	929
Payable to Trustee	274	-	74	74	-	47	47	-	153	153
Payable against purchase of investments	19,362	-	19,362	19,362	-	-	-	-	-	-
Payable against redemption of units	22	-	-	-	-	-	-	-	22	22
Accrued expense and other liabilities	1,693	-	403	403	-	402	402	-	888	888
	23,671	-	20,773	20,773	-	906	906	-	1,992	1,992

21. PERFORMANCE TABLE

Performance Information	Equity Sub-Fund				
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
	(Rupees in '000)				
Net income / (loss) after taxation	**624,779**	5,292	(171,202)	223,324	11,105
Realised capital gains / (losses)	**308,945**	(13,513)	(59,110)	101,773	38,542
Unrealised (losses) / gains	**256,852**	(42,833)	(156,534)	103,122	(47,263)
Dividend income and profit income	**82,652**	79,060	56,650	42,165	39,121
Net assets value per unit	**959.13**	492.00	486.14	585.07	440.67
Transactions in securities					
- Purchases	**1,553,561**	598,523	697,837	807,551	526,257
- Sales	**1,386,573**	621,733	571,194	835,365	554,981
Total contribution received	**1,652,193**	525,090	371,605	236,260	201,054

Performance Information	Debt Sub-Fund				
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
	(Rupees in '000)				
Net income after taxation	**209,635**	87,273	47,050	29,582	78,069
Realised capital gains / (losses)	**6,938**	6,112	(2,324)	(2,328)	22,355
Unrealised gains / (losses)	**(537)**	(5,087)	154	1,009	2,927
Profit income	**221,315**	95,213	54,509	7,968	13,434
Net assets value per unit	**500.14**	406.76	347.06	317.31	298.36
Transactions in securities					
- Purchases	**45,381,068**	15,606,454	12,586,185	5,863,961	14,550,423
- Sales	**43,099,467**	35,897,132	12,447,476	6,313,844	14,378,002
Total contribution received	**2,601,517**	342,323	244,745	145,600	256,738

Performance Information	Money Market Sub-Fund				
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
	(Rupees in '000)				
Net income after taxation	**338,339**	182,739	55,991	28,067	56,849
Realised capital gains / (losses)	**12,138**	1,247	(785)	(871)	3,274
Unrealised gains / (losses)	**77**	(2,010)	-	-	1,184
Profit income	**343,971**	190,530	62,692	12,984	15,827
Net assets value per unit	**443.63**	361.47	307.40	280.02	265.29
Transactions in securities					
- Purchases	**41,308,604**	22,759,601	10,180,807	4,547,004	12,154,631
- Sales	**36,139,835**	18,091,481	9,997,902	3,798,557	11,517,601
Total contribution received	**2,089,031**	1,214,135	375,554	243,126	274,106

Lowest and highest issue price of units during the year

Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
Lowest Issue price	Highest Issue price	Lowest Issue price	Highest Issue price	Lowest Issue price	Highest Issue price
(Rupees)					
491.97	965.19	406.98	941.66	361.67	854.01

22. PARTICIPANTS' FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units of the sub-funds. They are entitled to payment of a proportionate share based on the sub-fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in Participants' sub-funds. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the Participants invest in the Funds with a long-term objective, possibility of a significant redemption pressure is limited, such liquidity being augmented (by short-term borrowings or disposal of investments where necessary). During the year no such borrowing was exercised.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank pari passu as to their rights in the net assets and earnings of such sub-fund and are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

23. GENERAL

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

24. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on September 25, 2024 by the Board of Directors of the Pension Fund Manager.

For MCB Investment Management Limited
(the Pension Fund Manager)

Chief Executive Officer

Maazar Mushtaq
Director