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DRAFT

INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Alhamra Islamic Active Allocation Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Alhamra Islamic Active Allocation Fund** (the Fund) as at **31 December 2021**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2021 and 31 December 2020 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2021.

Scope of Review

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

Conclusion

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

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The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants

Date:

Karachi

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2021

	Note	(Un-audited) December 31, 2021				(Audited) June 30, 2021			
		Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
		(Rupees in '000)							
ASSETS									
Balances with banks	4	-	-	8,736	8,736	6,146	14,126	2,031	22,303
Investments	5	-	-	162,107	162,107	-	-	121,079	121,079
Profit receivable		-	-	57	57	-	-	30	30
Advance and other receivables		-	-	-	-	-	-	-	-
Total assets		-	-	170,900	170,900	6,146	14,126	123,140	143,412
LIABILITIES									
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company		-	-	21	-	-	-	10	10
Payable to MCB Financial Services Limited - Trustee		-	-	24	-	-	-	16	16
Payable to the Securities and Exchange Commission of Pakistan (SECP)	6	-	-	18	-	-	29	1	30
Accrued expenses and other liabilities	7	-	-	279	-	6,146	14,097	54	20,297
Total liabilities		-	-	342	-	6,146	14,126	81	20,353
NET ASSETS		-	-	170,558	170,900	-	-	123,059	123,059
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		-	-	170,558	170,900	-	-	123,059	123,059
Contingencies and commitments	8								
		(Number of units)				(Number of units)			
NUMBER OF UNITS IN ISSUE		-	-	1,690,244		-	-	1,232,102	
		(Rupees)				(Rupees)			
NET ASSET VALUE PER UNIT		-	-	100.9069		-	-	99.8771	

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer **Chief Financial Officer** **Director**

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2021

		Half year ended December 31, 2021				Half year ended December 31, 2020			Quarter ended December 31, 2021				Quarter ended December 31, 2020		
	Note	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Total
		(Rupees in '000)													
INCOME															
Gain on redemption of investments - net		-	-	336	336	10,750	1,357	12,107	-	-	227	227	10,142	950	11,092
Net unrealised gain / (loss) on re-measurement of investments classified as 'at fair value through profit or loss'	5.1	-	-	1,416	1,416	-	5,508	5,508	-	-	2,406	2,406	(4,323)	3,507	(815)
Profit on balances with bank		-	-	271	271	337	279	616	-	-	142	142	151	130	281
Total income		-	-	2,023	2,023	11,087	7,144	18,231	-	-	2,775	2,775	5,970	4,587	10,557
EXPENSES															
Remuneration of the Management Company		-	-	27	27	34	27	61	-	-	14	14	15	12	27
Sindh sales tax on remuneration of the Management Company		-	-	4	4	4	4	8	-	-	2	2	2	2	4
Remuneration of the Trustee		-	-	126	126	137	124	261	-	-	63	63	65	61	126
Sindh sales tax on remuneration of the Trustee		-	-	16	16	18	16	34	-	-	8	8	9	8	17
Annual fee to Securities and Exchange Commission of Pakistan (SECP)		-	-	18	18	30	17	47	-	-	9	9	14	8	22
Allocated expenses	9	-	-	90	90	148	82	230	-	-	45	45	68	39	107
Auditors' remuneration		-	-	277	277	62	208	270	-	-	166	166	(4)	172	168
Printing charges		-	-	55	55	3	37	40	-	-	30	30	-	33	33
Settlement and bank charges		-	-	5	5	5	2	7	-	-	-	-	3	2	5
Listing fee		-	-	-	-	16	6	22	-	-	-	-	13	4	17
Legal and professional charges		-	-	13	13	18	40	58	-	-	5	5	2	29	31
Provision against Sindh Workers' Welfare Fund (SWWF)		-	-	-	-	212	132	344	-	-	-	-	115	85	200
Total expenses		-	-	631	631	687	695	1,382	-	-	342	342	302	455	757
Net income for the period before taxation		-	-	1,392	1,392	10,400	6,449	16,849	-	-	2,433	2,433	5,668	4,132	9,800
Taxation	10	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period		-	-	1,392	1,392	10,400	6,449	16,849	-	-	2,433	2,433	5,668	4,132	9,800
Allocation of net income for the period:															
Net income for the period		-	-	1,392	1,392	10,400	6,449	16,849							
Income already paid on units redeemed		-	-		-	(4,373)	(959)	(5,332)							
		-	-	1,392	1,392	6,027	5,490	11,517							
Accounting income available for distribution:															
- Relating to capital gains		-	-	1,392	1,392	6,027	5,490	11,517							
- Excluding capital gains		-	-	-	-	-	-	-							
		-	-	1,392	1,392	6,027	5,490	11,517							
Earnings per unit	11														

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer | **Chief Financial Officer** | **Director**

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2021

	Half year ended December 31, 2021				Half year ended December 31, 2020			Quarter ended December 31, 2021				Quarter ended December 31, 2020		
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Total
	(Rupees in '000)													
Net income for the period	-	-	1,392	1,392	10,400	6,449	16,849	-	-	2,433	2,433	5,668	4,132	9,800
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	1,392	1,392	10,400	6,449	16,849	-	-	2,433	2,433	5,668	4,132	9,800

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer | **Chief Financial Officer** | **Director**

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021

	Alhamra Islamic Active Allocation Plan - I			Alhamra Islamic Active Allocation Plan - II			Alhmara Smart Portfolio			Alhamra Islamic Active Allocation Plan - I			Alhamra Islamic Active Allocation Plan - II		
	Half Year Ended December 31, 2021									Half Year Ended December 31, 2020					
	Capital Value	Undistributed (loss) / income	Total	Capital Value	Undistribute d income / (loss)	Total	Capital Value	Undistributed (loss) / income	Total	Capital Value	Undistribute d income / (loss)	Total	Capital Value	Undistribute d income / (loss)	Total
	(Rupees in '000)														
Net assets at the beginning of the period	-	-	-	-	-	-	123,200	(141)	123,059	472,874	(132,082)	340,792	211,921	(35,358)	176,563
Issuance of 1,023,953 units of Alhamra Smart Portfolio (2020: 91,000 of Plan - I, 331 of Plan - II and Nil of Smart Portfolio)															
- Capital value (at net assets value per unit at the beginning of the period)	-	-	-	-	-	-	102,269	-	102,269	20,516	-	20,516	22	-	22
- Element of income	-	-	-	-	-	-	508	-	508	71	-	71	10	-	10
	-	-	-	-	-	-	102,777	-	102,777	20,587	-	20,587	32	-	32
Redemption of 623,276 units of Alhamra Smart Portfolio (2020: 1,895,691 of Plan - I 4720,758 of Plan - II and Nil of Smart Portfolio)															
- Capital value (at net assets value per unit at the beginning of the period)	-	-	-	-	-	-	(56,512)	-	(56,512)	(183,476)	-	(183,476)	(45,254)	-	(45,254)
- Amount paid out of element of income															
- Relating to 'Net income for the period after taxation'	-	-	-	-	-	-	(158)	-	(158)	-	(4,376)	(4,376)	-	(959)	(959)
- Refund / (adjustment) on units as element of income	-	-	-	-	-	-	-	-	-	(246)	-	(246)	1	-	1
	-	-	-	-	-	-	(56,670)	-	(56,670)	(183,722)	(4,376)	(188,098)	(45,253)	(959)	(46,212)
Total comprehensive income for the period	-	-	-	-	-	-	-	1,392	1,392	-	10,400	10,400	-	-	22,806
Distribution during the period	-	-	-	-	-	-	-	-	-	-	(9,646)	(9,646)	-	-	-
Net income for the period less distribution	-	-	-	-	-	-	-	1,392	1,392	-	754	754	-	-	22,806
Net assets at end of the maturity/period	-	-	-	-	-	-	169,307	1,251	170,558	309,739	(135,704)	174,035	166,700	(36,317)	237,791
Payable to unit holders on maturity (Refer note 8.2)	-	-	-	-	-	-	-	-	-	(309,739)	135,704	(174,035)	-	-	-
Net assets at end of the period	-	-	-	-	-	-	169,307	1,251	170,558	-	-	-	166,700	(36,317)	237,791
Undistributed (loss) / income brought forward comprising of:															
- Realised														(36,374)	
- Unrealised								(141)						1,016	
								(141)						(35,358)	
Accounting income available for distribution:															
- Relating to capital gains								1,392						5,862	
- Excluding capital gains								-						(372)	
								1,392						5,490	
Distribution during the period								-						-	
Undistributed loss carried forward								1,251						(29,868)	
Undistributed income / (loss) carried forward comprising of:															
- Realised								(165)						(35,376)	
- Unrealised								1,416						5,508	
								1,251						(29,868)	
		-- (Rupees) --			-- (Rupees) --			-- (Rupees) --			-- (Rupees) --			-- (Rupees) --	
Net assets value per unit at beginning of the period		-			-			99.8771			90.2980			95.6301	
Net assets value per unit at end of the period		-			-			100.9069			-			99.6285	

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer | Chief Financial Officer | Director

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021

	Note	Half year ended December 31, 2021				Half year ended December 31, 2020		
		Islamic Active Allocation Plan - I	Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total	Islamic Active Allocation Plan - I	Islamic Active Allocation Plan - II	Total
		(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the period before taxation		-	-	1,392	1,392	10,400	6,449	16,849
Adjustments for non cash and other items:								
Profit on balances with bank		-	-	(271)	(271)	(337)	(279)	(616)
Gain on redemption of investments - net				(336)	(336)	(10,750)	(12,107)	(22,857)
Net unrealised (gain) / loss on re-measurement of investments classified as ' at fair value through profit or loss'		-	-	(1,416)	(1,416)	-	(5,508)	(5,508)
		-	-	(2,023)	(2,023)	(11,087)	(17,894)	(28,981)
(Increase) / decrease in assets								
Investments		-	-	(39,276)	(39,276)	333,383	49,750	383,133
Advance and other receivables		-	-	-	-	60	(6)	54
		-	-	(39,276)	(39,276)	333,443	49,744	383,187
(Decrease) / increase in liabilities								
Payable to MCB Arif Habib Savings and Investments - Management Company		-	-	11	11	(40)	(3)	(43)
Payable to MCB Financial Services Limited - Trustee		-	-	8	8	(28)	(1)	(29)
Payable to the Securities and Exchange Commission of Pakistan (SECP)		-	(29)	17	(12)	(87)	(49)	(136)
Accrued expenses and other liabilities		(6,146)	(14,097)	225	(20,018)	110	248	358
		(6,146)	(14,126)	261	(20,011)	(45)	195	150
Profit received on balances with bank		-	-	244	244	477	275	752
Net cash (used) in / generated from operating activities		(6,146)	(14,126)	(39,402)	(59,674)	333,188	38,769	371,957
CASH FLOWS FROM FINANCING ACTIVITIES								
Amount received on issuance of units		-	-	102,777	102,777	20,587	32	20,619
Amount paid on redemption of units		-	-	(56,670)	(56,670)	(188,098)	(46,212)	(234,310)
Cash distribution		-	-	-	-	(9,646)	-	(9,646)
Net cash generated from / (used) in financing activities		-	-	46,107	46,107	(177,157)	(46,180)	(223,337)
Net (decrease) / increase in cash and cash equivalents during the period		(6,146)	(14,126)	6,705	(13,567)	156,031	(7,411)	148,620
Cash and cash equivalents at the beginning of the period		6,146	14,126	2,031	22,303	19,166	11,444	30,610
Cash and cash equivalents at the end of the period	4	-	-	8,736	8,736	175,197	4,033	179,230

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Al-Hamra Islamic Active Allocation Fund (the Fund) was established under a Trust Deed dated, November 25, 2016, executed between MCB-Arif Habib Savings and Investments Limited as Management Company and Digital Custodian Company Limited (Formerly: MCB Financial Services Limited) as Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 02, 2016 under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations 2008).The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 13, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company has been changed from 24th Floor, Centre Point, Off Shaheed-e-Millat Expressway , Near KPT Interchange, Karachi, Pakistan to 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

1.3 The Fund commenced its operations from December 29, 2016. The Fund is an open-end Shariah Compliant Fund of Funds that shall invest in other Shariah compliant Collective Investment Schemes as specified in the Investment Policy contained in the offering document and SECP circular No. 7 of 2009, as may be amended or substituted from time to time. The units of the Fund are redeemable subject to a contingent load.

1.4 The duration of the Fund is perpetual. However, Allocation Plans launched may have a set time frame. The Fund commenced its operations from December 29, 2016 and on that date, had offered one type of Allocation Plan (Plan-I). On June 16, 2017, the Fund launched Allocation Plan-II. The Fund is allowed to invest in Shariah Compliant Collective Investment Schemes or in cash and / or near cash instruments as allowed under circular no. 7 of 2009 dated March 06, 2009 issued by the SECP. The maturity of Allocation Plan I was two years from the close of the initial offer period of December 29, 2016 (i.e. maturing on December 28, 2018), however, the said maturity has been extended for another two years (i.e. maturing on December 28, 2020). The maturity of Allocation Plan II was two years from the close of the initial offer period of June 16, 2017 (i.e. maturing on June 16, 2019) however, the said maturity has been extended by two year (i.e. maturing on June 16, 2021). Accordingly, Plan-I matured on December 28, 2020 and its net asset value as at said date was Rs.174.035 million and Rs.88.3577 per unit, while Plan-II matured on June 15, 2021 and its net asset value at said date was Rs.104.261 million and Rs.95.6301 per unit. The Management Company has settled the unit holders of Plan-I and Plan-II.

1.5 The Management Company has launched Alhamra Smart Portfolio on June 10, 2021.

1.6 The Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of 'AM1' dated October 06, 2021 to the Management Company.

1.7 The title to the assets of the Fund is held in the name of Digital Custodian Company Limited (Formerly: MCB Financial Services Limited) as Trustee of the Fund.

2. BASIS OF PREPARATION

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

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

- The NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of Trust Deed.

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

2.2 The disclosures made in these condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited financial statements of the Fund for the year ended June 30, 2021.

2.3 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2021.

2.4 These condensed interim financial statements are presented in Pakistani Rupee, which is the functional and presentation currency of the Fund.

3. ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies applied in the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2021.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these condensed interim financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2023
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	January 01, 2023
IFRS 17 - Insurance Contracts	January 01, 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	January 01, 2022

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

3.3 The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund as at and for the year ended June 30, 2021.

4. BALANCES WITH BANKS

	Note	(Un-audited) December 31, 2021			
		Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
		(Rupees in '000)			
In current accounts	4.1	-	-	**1,910**	**1,910**
In saving accounts	4.2	-	-	**6,826**	**6,826**
		-	-	**8,736**	**8,736**

	(Audited) June 30, 2021			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
	(Rupees in '000)			
In current account	6,146	14,126	10	20,282
In saving accounts	-	-	2,020	2,020
	6,146	14,126	2,031	22,303

4.1 Current accounts are maintained with MCB Bank Limited, a related party.

4.2 These carry profit at the rate ranging from 6.60% to 10.50% (June 30, 2021: 6.6% to 6.80%) per annum.

5. INVESTMENTS

	Note	(Un-audited) December 31, 2021			
		Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
		(Rupees in '000)			
At fair value through profit or loss					
- Units of open-end mutual funds	5.1	-	-	**162,107**	**162,107**

	(Audited) June 30, 2021			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
	(Rupees in '000)			
- Units of open-end mutual funds	-	-	121,079	121,079

5.1 Units of open-end mutual funds

Name of the fund	Number of units				Balances as at December 31, 2021			Market value as a percentage of net assets	Market value as a percentage of total investment
	As at July 01, 2021	Purchased during the period	Redemption during the period	As at December 31, 2021	Carrying value	Market value	Unrealised gain		
					---------- (Rupees in '000) ----------			--------------- % ---------------	
Alhamra Smart Portfolio with related party									
Alhamra Islamic Stock Fund	2,681,101	2,239,682	1,119,977	3,800,806	42,671	40,061	(2,610)	23.49%	24.71%
Alhamra Islamic Income Fund	890,625	1,009,152	747,903	1,151,874	118,021	122,047	4,026	71.56%	75.29%
Total as at December 31, 2021 (Un-audited)					160,691	162,107	1,416		
Total as at June 30, 2021 (Audited)					121,435	121,079	(357)		

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

SECP fee has been charged at the rate of annual fee at 0.02% (2020: 0.02%) of net assets on all categories of collective investment schemes as per the SRO no. 685(I)/2019 dated June 2019.

	Note	(Un-audited) December 31, 2021			
		Alhamra Islamic Active Allocation Plan - I	**Alhamra Islamic Active Allocation Plan - II**	**Alhamra Smart Portfolio**	**Total**
		(Rupees in '000)			
7. ACCRUED EXPENSES AND OTHER LIABILITIES					
Auditors' remuneration		-	-	223	223
Provision for Sindh Workers' Welfare Fund (SWWF)	7.1	-	-	-	-
Payable to legal advisor		-	-	16	16
Others		-	-	40	40
		-	-	279	279

	(Audited) June 30, 2021			
	Alhamra Islamic Active Allocation Plan - I	**Alhamra Islamic Active Allocation Plan - II**	**Alhamra Smart Portfolio**	**Total**
	(Rupees in '000)			
Auditors' remuneration	-	283	17	300
Provision for Sindh Workers' Welfare Fund (SWWF)	982	942	-	1,924
Payable to legal advisor	-	29	3	32
Others	5,164	12,872	34	18,070
	6,146	14,126	54	20,325

7.1 Sindh Revenue Board (SRB) through its letter dated August 12, 2021 received on August 13, 2021 has intimated Mutual Funds Association of Pakistan's (MUFAP) that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the Sindh Workers' Welfare Fund (SWWF) contributions. This development was discussed at MUFAP level and was also been taken up with the Securities and Exchange Commission of Pakistan (SECP). All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds till August 12, 2021 on August 13, 2021.

SECP has also given its concurrence for recording reversal of provision of SWWF on the day letter was received by MUFAP. This reversal of provision has contributed towards an unusual increase in NAV of the Fund on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

Going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2021 (June 30, 2021: Nil).

9. ALLOCATED EXPENSES

In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company has charged actual expenses related to registrar services, accounting, operations and valuation services to the CIS as per SECP vide SRO 639 dated June 20, 2019.

10. TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders. 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. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

11. EARNINGS PER UNIT

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

12. TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

Transactions with connected persons essentially comprise 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 Management Company is determined in accordance with the provision of the NBFC Regulations and constitutive documents of the Fund respectively.

Details of transactions and balances at period end with related parties / connected persons are as follows:

	For the half year ended December 31, 2021 (Un-audited)							
	As at July 01, 2021	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2021	As at July 01, 2021	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2021
12.1 Unit Holders' Fund	---------- (Number of units) ----------				---------- (Rupees in '000) ----------			
Alhamra Smart Portfolio								
Group / associated companies								
MCB Arif Habib Savings and Investments Limited	1,200,000	-	-	1,200,000	120,000	-	-	121,088

	For the half year ended December 31, 2020 (Un-audited)							
	As at July 01, 2021	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2021	As at July 01, 2021	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	As at December 31, 2021
	---------- (Number of units) ----------				---------- (Rupees in '000) ----------			
Alhamra Islamic Active Allocation Plan - I								
Group / associated companies								
MCB Employees' Pension Fund *	616,472	35,831	-	652,303	55,666	-	-	55,666
Alhamra Islamic Active Allocation Plan - II								
Group / associated companies								
MCB Employees' Pension Fund *	825,997	-	-	825,997	78,990	-	-	78,990
Unit holders holding 10% or more units	680,074	-	680,074	-	61,409	-	61,409	-
								-

* The unit holder also holds 10% or more of the units in the Funds.

12.2 Transactions during the period:

	(Un-audited) For half year ended December 31, 2021			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhmara Smart portfolio	Total
	--------------- (Rupees in '000) ---------------			
MCB-Arif Habib Savings and Investments Limited - Management Company				
Remuneration of the Management Company	-	-	27	27
Sindh sales tax on remuneration of the Management Company	-	-	4	4
Allocated expense	-	-	90	90
Digital Custodian Company Limited - Trustee				
Remuneration of the Trustee	-	-	126	126
Sindh sales tax on remuneration of Trustee	-	-	16	16
Alhamra Islamic Stock Fund				
Purchase of 2,239,682 units	-	-	25,055	25,055
Redemption of 1,119,977 units	-	-	12,063	12,063
Alhamra Islamic Income Fund				
Purchase of 1,009,152 units	-	-	103,658	103,658
Redemption of 747,903 units	-	-	77,373	77,373
MCB Bank Limited - Parent of the Management Company				
Bank charges	-	-	1	-

	(Un-audited) For half year ended December 31, 2020			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhmara Smart portfolio	Total
MCB-Arif Habib Savings and Investments Limited Management Company	--------------- (Rupees in '000) ---------------			
Remuneration of the Management Company	34	27	-	61
Sindh sales tax on remuneration of the Management (	4	4	-	8
Allocated expense (including indirect taxes)	148	82	-	230
Digital Custodian Company Limited - Trustee				
Remuneration of the Trustee	137	124	-	261
Sindh sales tax on remuneration of Trustee	18	16	-	34
Alhamra Islamic Stock Fund				
Purchase of 3,075,397 units and 4,028,447 units by the Fund	31,000	41,000	-	72,000
Redemption of 3,075,397 units and nil units by the Fund	33,153	-	-	33,153
Alhamra Islamic Income Fund				
Purchase of 315,918 units and nil units by the Fund	33,153	-	-	33,153
Redemption of 3,483,764 units and 772,180 units by the Fund	364,381	80,000	-	444,381
MCB Bank Limited - Parent of the Management Company				
Bank charges	4	2	-	6

12.3 Balances outstanding at period end:

	(Un-audited) December 31, 2021			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
	---------------- (Rupees in '000) ----------------			
MCB-Arif Habib Savings and Investments Limited - Management Company				
Management remuneration payable	-	-	6	-
Sindh sales tax payable on management company remuneration	-	-	1	2
Payable against allocated expenses	-	-	14	-
Digital Custodian Company Limited - Trustee				
Trustee remuneration payable	-	-	21	40
Sindh sales tax payable on trustee remuneration	-	-	3	6
MCB Bank Limited - Parent of the Management Company				
Balances with bank - current account	-	-	8,736	8,736
Alhamra Islamic Stock Fund - Fund under common management				
Outstanding Nil and 3,800,806 units (investments made by the Fund)	-	-	40,061	40,061
Alhamra Islamic Income Fund - Fund under common management				
Outstanding Nil and 1,151,874 units (investments made by the Fund)	-	-	122,047	122,047

	(Audited) June 30, 2021			
	Alhamra Islamic Active Allocation Plan - I	Alhamra Islamic Active Allocation Plan - II	Alhamra Smart Portfolio	Total
	---------------- (Rupees in '000) ----------------			
MCB-Arif Habib Savings and Investments Limited Management Company				
Management remuneration payable	-	-	3	3
Sindh sales tax payable on management company remuneration	-	-	-	-
Payable against allocated expenses	-	-	7	7
Digital Custodian Company Limited - Trustee				
Trustee remuneration payable	-	-	14	14
Sindh sales tax payable on Trustee remuneration	-	-	2	2
MCB Bank Limited - Parent of the Management Company				
Balances with bank - current account	6,146	14,126	10	20,282
Alhamra Islamic Income Fund - Fund under common management				
Outstanding 890,625 units (investments made by the Fund)	-	-	90,809	90,809
Alhamra Islamic Stock Fund				
Outstanding 2,681,101 units (investments made by the Fund)	-	-	30,270	30,270

13. 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 balance sheet date. The estimated fair value of all other financial assets and 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 December 31, 2021 and June 30, 2021, the Fund held the following instruments measured at fair values:

		December 31, 2021 (Un-audited)			
		Level 1	Level 2	Level 3	Total
	Note	(Rupees in '000)			
Alhamra Islamic Active Allocation Plan - I					
At fair value through profit or loss	13.1	-	-	-	-
Alhamra Islamic Active Allocation Plan - II					
At fair value through profit or loss	13.1	-	-	-	-
Alhamra Smart Portfolio	13.1		162,107	-	162,107
		-	162,107	-	162,107

		June 30, 2021 (Audited)			
		(Rupees in '000)			
Alhamra Islamic Active Allocation Plan - I					
At fair value through profit or loss		-	322,630	-	322,630
Alhamra Islamic Active Allocation Plan - II					
At fair value through profit or loss		-	166,072	-	166,072
		-	488,702	-	488,702

13.1 Fair values of investments in units of mutual funds are determined based on net asset value disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.

During the period ended December 31, 2021, 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.

The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.

14. TOTAL EXPENSE RATIO

Total Expense Ratio of Alhamra Smart Portfolio is 0.69% as on December 31, 2021 (December 31, 2021: Nil) and these include 0.04% (December 31, 2020: Nil) representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee respectively. The ratio of is within the maximum limit of 2.5% as prescribed under the NBFC Regulations 60(5) for a collective investment scheme categorised as a Shariah Compliant Fund of Fund scheme.

15. GENERAL

15.1 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report.

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

16. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company in the meeting held on ________________________.

For MCB-Arif Habib Savings and Investments Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director