



MCB FUNDS
Investments for Life

HALF YEARLY REPORT

DECEMBER
2023
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



PAKISTAN PENSION FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Shoaib Mumtaz Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Mr. Shoaib Mumtaz Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating Officer & Chief Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Ahmad Faisal	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdc-pakistan.com	
Bankers	Zarai Taraqati Bank Limited Habib Metropolitan Bank Limited Bank Al Falah Limited Allied Bank Limited National Bank Pakistan Askari Bank Limited JS Bank Limited	Faysal Bank Limited Habib Bank Limited MCB Bank Limited Bank Al Habib Limited Soneri Bank Limited HBL Micro Finance Bank Limited
Auditors	M. Yousuf Adil Saleem & Co. Chartered Accountants Cavish Court, A-35, Block-7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-753550.	
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.	

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Pakistan Pension Fund** accounts review for the Half Year ended December 31, 2023.

Economy and Money Market Review

The first half of the fiscal year concluded with Pakistan's macros in a considerably better shape compared to the start of the fiscal year. The government secured a much-needed Stand-by Arrangement (SBA) facility of USD 3 billion from the IMF in June 23, of which USD 1.2bn was promptly disbursed. This was followed by additional inflows and timely rollovers from friendly countries, which led to an upgrade in Pakistan's sovereign rating by Fitch from CCC- to CCC due to the improved external outlook.

The new caretaker government, after facing speculative pressure on currency, took decisive steps against smuggling of dollar and abuse of Afghan Transit in September 2023, which spurred a rapid recovery in the exchange rate and reduction of the difference between open market and interbank rates. This led to improvement in remittances and export proceeds and helping the rupee to appreciate to PKR 281.9 against the USD by December end compared to a low of PKR 307.

Country posted a current account deficit (CAD) of USD 0.8 billion in the first half of the fiscal year 2024 (1HFY24) declining by 77% YoY compared to a deficit of USD 3.6 billion in the corresponding period last year. Narrowing trade deficit was the major contributor towards improving CAD as 7.5% increase in exports coupled with a 14.7% drop in imports led to a 35.2% contraction in the trade deficit. The country's external position improved with SBP's foreign exchange reserves increasing to USD 8.2 billion as of December 2023 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 28.8% during first half of the fiscal year compared to 25% in the corresponding period 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 maintained status quo in the monetary policy held on December 12, 2023. The Committee assessed that the real interest rate continues to be positive on a 12-month forward-looking basis and inflation is expected to remain on a downward path.

The country's revised GDP growth recorded at -0.17% in FY23 with Agricultural and Services sector increasing by 2.3% and 0.1%, respectively, while industrial sector witnessed a drop of 3.8%. Historic high interest rates coupled with import restrictions were the major culprits behind the fall in industrial output. GDP grew by 2.13% in the first quarter of the financial year 2023-24 as compared to 0.96% in the same period last year. Agriculture, Industry and Services sectors grew by 5.1%, 2.5% and 0.8% respectively. On the fiscal side, FBR tax collection increased by 30.3% in 1HFY24 to PKR 4,468 billion compared to PKR 3,428 billion in the same period last year, outpacing the target by PKR 43 billion.

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Equity Market Review

Stock market witnessed exuberance in the first half of fiscal year 2024 as the benchmark KSE-100 increased by 50.7% or 20,998 points to close at 62,451 points. The bullish momentum was on account of improvement in macroeconomic indicators after Pakistan entered into the new IMF program. Market participants also cheered the government's firm commitment to achieve the IMF targets as the government successfully completed IMF first review in November 2023. The strength of the local currency post crackdown on currency smuggling and hoarding, strong corporate profitability and market expectation of monetary easing in the second half of fiscal year all contributed to the sustainability of the rally.

During 1H FY24, Foreign investors, Insurance, and Corporates were net buyers with an inflow of USD 71 million, USD 60.3 million and USD 52.4 million, respectively. While major selling was witnessed from Banks and Mutual Funds with outflow of USD 92.4 million and USD 51.0 million, respectively. During the half, average trading volumes for KSE-100 Index saw an increase of 194% to 244 million shares compared to about 89 million shares during the preceding half. Similarly, the average trading value during the quarter saw a rise of 119% over the last half to near USD 39 million.

Banking, E&P and Power sector were the major contributors to the index gain adding 6,584/2,675/2,232 points, respectively. Banking sector witnessed broad based rally as entry into the IMF program diminished the probability of local debt restructuring, which was hampering the sector's performance. Power 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 an annualized return of 24.45% during the period under review. The fund's exposure towards T-Bills stood at 35.8% and exposure in cash was 32.4% at period end. The Net Assets of the Fund as at December 31, 2023 stood at Rs. 1174.46 million as compared to Rs. 492.58 million as at June 30, 2023 registering an increase of 138%.

The Net Asset Value (NAV) per unit as at December 31, 2023 was Rs. 456.89 as compared to opening NAV of Rs. 406.76 per unit as at June 30, 2023 registering an increase of Rs. 50.13 per unit.

Money Market Fund

The money market sub-fund generated a return of 22.17% during the period. The fund's exposure towards cash stood at 57.6%.

The Net Assets of the Fund as at December 31, 2023 stood at Rs. 1,516.08 million as compared to Rs. 1,597.83 million as at June 30, 2023 registering a decrease of 5.01%.

The Net Asset Value (NAV) per unit as at December 31, 2023 was Rs. 401.86 as compared to opening NAV of Rs. 361.47 per unit as at June 30, 2023 registering an increase of Rs. 40.39 per unit.

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Equity Fund

The Equity sub-fund generated a return of 57.65% against the KSE-100 return of 50.65%. The sub-fund slightly decreased its overall equity exposure to 86.6%. Sector-wise, the sub-fund mainly held exposure in Commercial Banks and Cement.

The Net Assets of the Fund as at December 31, 2023 stood at Rs. 955.97 million as compared to Rs. 769.78 million as at June 30, 2023 registering an increase of 24.18%.

The Net Asset Value (NAV) per unit as at December 31, 2023 was Rs. 775.65 as compared to opening NAV of Rs. 492.00 per unit as at June 30, 2023 registering an increase of Rs. 283.65 per unit.

Economy & Market – Future Outlook

Pakistan GDP is expected to rebound to 3.4% in FY24 after a dismal performance last year. The industrial and services sector are expected to show growth as import restriction has been removed, which will help to normalize trade activities. Agriculture growth is likely to remain on the higher side due to base effect as the heavy floods last year affected agriculture output. The arrivals of crops have been encouraging with cotton arrival increasing to 8.2 million bales in 1HFY24 compared to 4.9 million bales in FY23.

Successful resumption of the IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. We expect SBP reserves to increase to USD 10.1 billion on the back of flows from friendly countries, IMF and multilateral agencies. However, our external position still remains precarious as we are unlikely to issue international Eurobond or Sukuk owing to the challenging global conditions. The proceeds from FDI and RDA are also likely to remain muted owing to the current economic challenges. Thus, we would have to ensure a sustainable current account this year to stave off external concerns. We expect a CAD of USD 3.1 billion (0.9% of GDP) in FY24 as policy of consolidation is likely to continue under the IMF umbrella.

The rupee has recovered from its recent low due to the administrative measures by the government to curb dollar smuggling and hoarding. The remittances and export proceeds have also recovered, which will help in stabilizing the currency. In addition, the flows from bilateral and multilateral sources and reserve building will be vital for external outlook. We expect USD/PKR to close the fiscal year around PKR 306 at an ending REER of 95.

We expect average FY24 inflation to ease to 24.8% compared to 29.0% in FY23 as the base effect will come into play. Inflation readings have peaked and inflation is expected to follow a downward trajectory with headline number falling sharply to 19.0% by June 2024. This coupled with the buildup of forex reserves during the period will allow the monetary easing cycle to start in the second half of the year. We expect a cumulative easing of around 4.0% till June 2024, however, its pace and timing would be determined by trend in FX reserves.

Risks to recovery also continue to remain high as the cushion in Forex reserves continues to remain low and remain dependent of continued need for rollovers on bilateral loans and support from multilateral institutions. Country desperately needs political stability for focus on steering economy through focus on long term policies. Post elections, winning the support of IMF in the form of another program would be one of biggest challenge for incumbent government requiring

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2023

tough measures to address long term vulnerabilities. Conflict in Middle East, tensions on Palestinian and potential threat of a wider conflict continue to remain high.

From the capital market perspective particularly equities, the market is trading at cheap valuations. Market cap to GDP ratio has declined to 9.5%, a discount of 51% from its historical average of 19.3%. Similarly, Earning Yield minus Risk Free Rate is close to 8.7%, 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 4.2x, while offering a dividend yield of 10.6%.

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 would continue to monitor the data points and capitalize on opportunities to add government bonds in Income Funds at attractive rates 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 34.1% during 1HFY24 to PKR 2,097bn. Total money market funds grew by about 15.8% since June 2023. Within the money market sphere, conventional funds showed a growth of 16.6% to PKR 551 billion while Islamic funds increased by 15.0% to PKR 493 billion. In addition, the total fixed Income funds increased by about 80.7% since Jun 2023 to PKR 667 billion while Equity and related funds increased by 33.0% to PKR 223 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 49.8%, followed by Income funds with 31.8% and Equity and Equity related funds having a share of 10.6% as at the end of December 2023.

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 are likely to see inflows post elections and new IMF agreement. 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.

**REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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
February 02, 2024

اظہار تشکر

بورڈ فنڈ کے قابل قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کا اُن کی مسلسل معاونت اور حمایت کے لیے شکر گزار ہے۔ علاوہ ازیں، ڈائریکٹرز انتظامی ٹیم کی کاوشوں کو بھی خراج تحسین پیش کرتے ہیں۔

منجانب ڈائریکٹرز



خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

02 فروری 2024ء

میوچل فنڈ صنعت کا جائزہ

اوپن اینڈ میوچل فنڈ صنعت کے net اثاثہ جات مالی سال 2024ء کی پہلی ششماہی کے دوران تقریباً 34.1 فیصد بڑھ کر 2,097 بلین روپے ہو گئے۔ منی مارکیٹ کے مجموعی فنڈز میں جون 2023ء سے اب تک تقریباً 15.8 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 16.6 فیصد بڑھ کر 551 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 15.0 فیصد بڑھ کر 493 بلین روپے ہو گئے۔ مزید براں، فیکسڈ انکم کے مجموعی فنڈز جون 2023ء سے اب تک تقریباً 80.7 فیصد بڑھ کر 667 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 33.0 فیصد بڑھ کر 223 بلین روپے ہو گئے۔ شعبہ جاتی شراکت کے اعتبار سے دسمبر 2023ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 49.8 فیصد کے ساتھ سب سے آگے تھے، جبکہ انکم فنڈ 31.8 فیصد کے ساتھ دوسرے نمبر پر، اور ایکویٹی اور متعلقہ فنڈ 10.6 فیصد کے ساتھ تیسرے نمبر پر تھے۔

میوچل فنڈ صنعت کا نقطہ نظر

بانڈز اور ایکویٹیز، دونوں کا اگلے سال اچھی کارکردگی کا مظاہرہ کرنے کا امکان ہے کیونکہ سود کی شرحوں میں کمی ہوئی ہے۔ دوران سال انکم فنڈز میں سرمایہ کاروں کی قابل ذکر دلچسپی دیکھی گئی، جبکہ ایکویٹی فنڈز میں انتخابات اور نئے آئی ایم ایف معاہدے کے بعد آمدات متوقع ہیں۔ دوران مدت سود کی بلند شرحوں کی بدولت منی مارکیٹ فنڈز میں پائیدار آمد و رفت کی حوصلہ افزائی ہوگی کیونکہ یہ مختصر المیعاد سرمایہ کاروں کے لیے موزوں ترین ہیں جو خطرے کی کم سطح پر رہنا چاہتے ہیں۔ ہمارے آپریشنز بلا رکاوٹ جاری رہے، اور ڈیجیٹل رسائی اور آن لائن سہولیات میں بھرپور سرمایہ کاری کے نتیجے میں ہمیں جو سبقت حاصل ہے اس کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے استفادہ کرنے کے لیے تیار ہیں۔

مالی سال 2024ء کی اوسط مہنگائی متوقع طور پر مالی سال 2023ء کی سطح 29.0 فیصد سے کم ہو کر 24.8 فیصد ہو جائے گی کیونکہ base کا اثر اپنا کردار ادا کرے گا۔ مہنگائی کی سطحیں عروج پر پہنچ گئی ہیں اور اس میں بتدریج کمی متوقع ہے کیونکہ ہیڈ لائن عدد ماہ جون 2024ء تک تیزی سے گر کر 19.0 فیصد ہو جائے گا۔ اس کے ساتھ ساتھ دوران مدت زیر مبادلہ کے ذخائر میں اضافے کی بدولت سال کے نصف آخر میں مالیاتی تسہیل کی گردش شروع ہو سکتی ہے۔ ماہ جون 2024ء تک مجموعی طور پر تقریباً 4.0 فیصد مجموعی کمی متوقع ہے، تاہم اس کی رفتار اور اس کے وقت کا انحصار زیر مبادلہ کے ذخائر کے رجحان پر ہوگا۔

وصولی کو لاحق خطرات بھی بدستور بلند رہیں کیونکہ غیر ملکی زیر مبادلہ (فاریکس) کے ذخائر میں موجود cushion بدستور کم اور دو جہتی قرضوں اور کثیر الجہتی اداروں سے معاونت پر منحصر ہے۔ ملک میں سیاسی استحکام کی اشد ضرورت ہے تاکہ طویل المیعاد پالیسیوں پر توجہ مرکوز کر کے معیشت کو ترقی کی راہ پر گامزن کیا جاسکے۔ انتخابات کے بعد آئی ایم ایف سے ایک اور پروگرام کی صورت میں معاونت کا حصول برسر اقتدار حکومت کے لیے سب سے بڑا چیلنج ہوگا کیونکہ طویل المیعاد خطرات پر توجہ دینے کے لیے سخت اقدامات کی ضرورت ہوگی۔ مشرق وسطیٰ میں تنازعہ، فلسطین میں جنگ، اور وسیع تر تصادم کا خطرہ بدستور بلند ہے۔

کیپیٹل مارکیٹ، خصوصاً ایکویٹیز، کے نقطہ نظر سے مارکیٹ میں سستی valuations پر کاروبار ہو رہا ہے۔ مارکیٹ cap کا جی ڈی پی کے ساتھ تناسب کم ہو کر 9.5 فیصد ہو گیا ہے جو اس کے قدیم اوسط 19.3 فیصد سے 51 فیصد کمی ہے۔ اسی طرح Earning Yield مائنس محفوظ شرح 8.7 فیصد کے قریب ہے، جس کا 3.0 فیصد کے تاریخی اوسط سے موازنہ کرنے پر پتہ چلتا ہے کہ مارکیٹ میں بھرپور رعایت پر تجارت ہو رہی ہے۔ خارجی اکاؤنٹ کے مسائل حل کرنے سے مارکیٹ کی استعداد کار آمد بنانے میں مدد ملے گی۔ ہم سمجھتے ہیں کہ اسٹاک اور شعبہ جات کا مجموعی تناظر اہم رہے گا اور سرمایہ کاری کے انتخاب کے لیے ان کمپنیز پر توجہ مرکوز کی جانی چاہیے جو اپنی اندرونی قدر میں بھرپور کمی پر تجارت کرتی ہیں۔ موجودہ طور پر مارکیٹ میں 4.2x کے PER پر تجارت ہو رہی ہے جبکہ ڈیویڈنڈ آمدنی 10.6 فیصد ہے۔

حاملین قرض کے لیے ہم توقع کرتے ہیں کہ منی مارکیٹ فنڈ سال بھر بلار کاوٹ پالیسی شرحوں کی عکاسی جاری رکھیں گے۔ وسط سے طویل مدتی نقطہ نظر کے حامل سرمایہ کار بانڈ اور انکم فنڈ سے فائدہ اٹھا سکتے ہیں جہاں زیادہ مدت سود کی شرح کے نقطہ نظر کے تناظر میں سرمایہ حاصل کرنے کے مواقع موجود ہیں۔ ہم ڈیٹا پوائنٹس کی نگرانی اور پُرکشش شرحوں پر انکم فنڈز میں حکومتی بانڈز شامل کرنے کے مواقع سے استفادہ جاری رکھیں گے تاکہ درمیانی مدت میں متوقع مالیاتی تسہیل سے فائدہ اٹھایا جاسکے۔

31 دسمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 775.65 روپے تھی، جو 30 جون 2023ء کو ابتدائی این اے وی 492.00 روپے فی یونٹ کے مقابلے میں 283.65 روپے فی یونٹ اضافہ ہے۔

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

پاکستان کی مجموعی ملکی پیداوار (جی ڈی پی) میں گزشتہ سال مایوس کن کارکردگی کے بعد مالی سال 2024ء میں 3.4 فیصد بہتری متوقع ہے۔ صنعت اور خدمات کے شعبے میں ترقی متوقع ہے کیونکہ درآمدات پر عائد پابندی ختم کر دی گئی ہے جس کی بدولت کاروباری سرگرمیاں بحال ہوں گی۔ زراعت کے شعبے کی ترقی متوقع طور پر base کے اثر کی بدولت بلند سطح پر ہوگی کیونکہ گزشتہ سال سیلابوں کے باعث بڑے پیمانے پر زرعی پیداوار متاثر ہوئی تھی۔ فصلوں کی پیداوار حوصلہ افزا رہی، مثلاً کپاس کی فصل مالی سال 2024ء کی پہلی ششماہی میں بڑھ کر 8.2 ملین گانٹھیں ہو گئی، بالمقابل مالی سال 2023ء میں 4.9 ملین گانٹھوں کے۔

آئی ایم ایف پروگرام کی کامیابی بحالی اہم ترین پیش رفت ہے کیونکہ اس سے پاکستان کو باہمی اور کثیرالجہتی ذرائع سے رقم کے حصول میں مدد ملے گی۔ دوست ممالک، آئی ایم ایف اور کثیرالجہتی ایجنسیوں سے آمدات کی بنیاد پر اسٹیٹ بینک آف پاکستان کے ذخائر متوقع طور پر بڑھ کر 10.1 بلین ڈالر ہو جائیں گے۔ تاہم ہماری خارجی صورتحال تاحال بے یقینی کا شکار ہے کیونکہ مشکل عالمی حالات کے باعث ہم متوقع طور پر بین الاقوامی یورو بانڈ اور سسٹمک جاری نہیں کر سکیں گے۔ غیر ملکی براہ راست سرمایہ کاری (ایف ڈی آئی) اور آر ڈی اے سے ہونے والی آمدنی بھی موجودہ معاشی مسائل کے باعث ممکنہ طور پر تعطل کا شکار رہیں گی۔ چنانچہ ہمیں سال رواں میں ایک قابل بقاء کرنٹ اکاؤنٹ یقینی بنانا ہوگا تاکہ خارجی مسائل کا خطرہ ٹل سکے۔ مالی سال 2024ء میں کرنٹ اکاؤنٹ خسارہ (سی اے ڈی) متوقع طور پر 3.1 بلین ڈالر (جی ڈی پی کا 0.9 فیصد) ہوگا کیونکہ حصول استحکام کی پالیسی ممکنہ طور پر ایم ایف کی چھتری تلے جاری رہے گی۔

ڈالر کی غیر قانونی درآمد اور ذخیرہ اندوزی کی روک تھام کے حکومتی اقدامات کی بدولت روپے کی قدر اپنی حالیہ پستی سے بحال ہوئی ہے۔ ترسیلات زر اور برآمداتی آمدنیاں بھی بحال ہوئی ہیں جس کی بدولت روپے کی قدر کو پائیدار بنانے میں مدد ملے گی۔ مزید برآں، خارجی منظر نامے کے لیے باہمی اور کثیرالجہتی ذرائع سے آمدات اور ذخائر میں اضافہ اہمیت کے حامل ہیں۔ ڈالر اوسطاً 95 روپے فی ڈالر کے اختتام پر تقریباً 306 ہوگا اور اختتامی REER 95 ہوگی۔

فنڈ کی کارکردگی

Debt فنڈ

زیر جائزہ مدت کے دوران Debt ذیلی فنڈ کا ایک سال پر محیط منافع 24.45 فیصد تھا۔ اختتام مدت پر فنڈ کی ٹی۔ بی۔ زی میں سرمایہ کاری 35.8 فیصد اور نقد میں 32.4 فیصد تھی۔

31 دسمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 1174.46 ملین روپے تھے، جو 30 جون 2023ء کو 492.58 ملین روپے کے مقابلے میں 138 فیصد اضافہ ہے۔

31 دسمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 456.89 روپے تھی، جو 30 جون 2023ء کو ابتدائی این اے وی 406.76 روپے فی یونٹ کے مقابلے میں 50.13 روپے فی یونٹ اضافہ ہے۔

Money مارکیٹ فنڈ

زیر جائزہ مدت کے دوران Money مارکیٹ ذیلی فنڈ کا ایک سال پر محیط منافع 22.17 فیصد تھا۔ اختتام مدت پر فنڈ کی نقد میں سرمایہ کاری 57.6 فیصد کی سطح پر تھی۔

31 دسمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 1,516.08 ملین روپے تھے، جو 30 جون 2023ء کو 1,597.83 ملین روپے کے مقابلے میں 5.01 فیصد کمی ہے۔

31 دسمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 401.86 روپے تھی، جو 30 جون 2023ء کو ابتدائی این اے وی 361.47 روپے فی یونٹ کے مقابلے میں 40.39 روپے فی یونٹ اضافہ ہے۔

ایکویٹی فنڈ

زیر جائزہ مدت کے دوران ایکویٹی ذیلی فنڈ کا منافع 57.65 فیصد تھا، بالمقابل KSE-100 منافع 50.65 فیصد کے۔ ذیلی فنڈ نے ایکویٹیز میں اپنی مجموعی سرمایہ کاری کو کم کر کے 86.6 فیصد کر دیا۔ شعبہ جاتی اعتبار سے زیادہ تر سرمایہ کاری کمرشل بینکوں اور سیمنٹ میں تھی۔

31 دسمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 955.97 ملین روپے تھے، جو 30 جون 2023ء کو 769.78 ملین روپے کے مقابلے میں 24.18 فیصد اضافہ ہے۔

نظر ثانی شدہ مجموعی ملکی پیداوار (جی ڈی پی) کی ترقی مالی سال 2024ء میں 0.17- فیصد ریکارڈ ہوئی۔ اس ضمن میں زراعت اور خدمات کے شعبوں میں پالترتیب 2.3 فیصد اور 0.1 فیصد ترقی ہوئی جبکہ صنعت کے شعبے میں 3.8 فیصد گراؤٹ ہوئی۔ سود کی اب تک کی بلند ترین شرحوں کے ساتھ ساتھ درآمداتی پابندیاں صنعتی پیداوار میں کمی کے سب سے بڑے عوامل تھے۔ مالی سال 2023-24ء کی پہلی سہ ماہی میں جی ڈی پی میں 2.13 فیصد اضافہ ہوا، بالمقابل گزشتہ سال مماثل مدت میں 0.96 فیصد کے۔ زراعت، صنعت اور خدمات کے شعبوں میں پالترتیب 5.1 فیصد، 2.5 فیصد اور 0.8 فیصد ترقی ہوئی۔ مالیاتی جہت میں دیکھا جائے تو ایف بی آر ٹیکس وصولی مالی سال 2024ء کی پہلی ششماہی میں 30.3 فیصد بڑھ کر 4,468 بلین روپے ہو گئی، بالمقابل گزشتہ سال مماثل مدت میں 3,428 بلین روپے کے، چنانچہ ہدف سے 43 بلین روپے زیادہ ٹیکس وصولی ہوئی۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 2024ء کی پہلی ششماہی میں اسٹاک مارکیٹ میں جوش و خروش دیکھا گیا کیونکہ KSE-100 انڈیکس مارک 50.7 فیصد یعنی 20,998 پوائنٹس بڑھ کر 62,451 پوائنٹس پر بند ہوا۔ ترقی کے اس رجحان کی وجہ مجموعی معاشی عوامل میں بہتری تھی جو پاکستان کے آئی ایم ایف کے نئے پروگرام میں داخل ہونے کے بعد ممکن ہوئی۔ مارکیٹ کے شرکاء نے بھی حکومت کے آئی ایم ایف اہداف پورے کرنے کے مضبوط عزم کا خیر مقدم کیا اور حکومت نے نومبر 2023ء میں آئی ایم ایف کا پہلا جائزہ مکمل کر لیا۔ مالی سال کے نصف آخر میں کرنسی کی غیر قانونی درآمد اور ذخیرہ اندوزی کے خلاف کارروائی، کارپوریٹ شعبے کی بھرپور قابلیت منافع، اور مارکیٹ کی مالیاتی تسہیل کی توقع کے نتیجے میں روپے کی قدر میں پائیداری آئی۔

مالی سال 2024ء کی پہلی ششماہی میں غیر ملکی سرمایہ کار، بیمہ کمپنیاں اور کارپوریٹ ادارے net خریدار تھے جن کی بدولت پالترتیب 71 ملین ڈالر، 60.3 ملین ڈالر اور 52.4 ملین ڈالر کی آمد ہوئی، جبکہ سب سے زیادہ فروخت بینکوں اور میوچل فنڈز کی طرف سے ہوئی جو پالترتیب 92.4 ملین ڈالر اور 51.0 ملین ڈالر تھی۔ دوران ششماہی KSE-100 کے لیے اوسط کاروباری حجم گزشتہ ششماہی میں تقریباً 89 ملین حصص کے مقابلے میں 194 فیصد بڑھ کر 244 ملین حصص ہو گئے۔ اسی طرح، اوسط کاروباری قدر گزشتہ سہ ماہی کے مقابلے میں 119 فیصد بڑھ کر 39 ملین ڈالر ہو گئی۔

انڈیکس کی بڑھوتری کے اہم ترین عوامل بینکاری، ای اینڈ پی یعنی (تیل اور گیس کی) دریافت اور پیداوار کے شعبے اور پاور سیکٹر (بجلی اور گیس کا شعبہ) تھے جنہوں نے پالترتیب 6,584، 2,675 اور 2,232 پوائنٹس کا اضافہ کیا۔ بینکاری کے شعبے میں وسیع پیمانے پر ترقی دیکھنے میں آئی کیونکہ آئی ایم ایف پروگرام میں داخل ہونے کی بدولت مقامی قرض کی شیل نوکا امکان کم ہو گیا جو اس شعبے کی کارکردگی کو متاثر کر رہا تھا۔ پاور سیکٹر نے بہتر متوقع ڈیویڈنڈز کی بدولت کارکردگی کا مظاہر کیا، جبکہ ای اینڈ پی نے گیس کا گروشی قرض ختم ہو جانے کی خبر کی بدولت ترقی کی راہیں طے کیں جس سے اس شعبے میں نقد کی آمد و رفت میں بہتری آئے گی۔

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے پاکستان پینشن فنڈ کے اکاؤنٹس برائے ششماہی مُختتمہ 31 دسمبر 2023ء کا جائزہ پیش خدمت ہے۔

معیشت اور بازار کا جائزہ

مالی سال کی پہلی ششماہی کے اختتام پر پاکستان کے مجموعی معاشی عوامل کی صورتحال آغاز سال کے مقابلے میں کافی بہتر تھی۔ حکومت نے جون 2023ء میں آئی ایم ایف سے 3 بلین ڈالر کا اسٹینڈ بائی ارینجمنٹ (ایس بی اے) حاصل کر لیا جس میں سے 1.2 بلین ڈالر فوری طور پر جاری کر دیئے گئے۔ اس پیش رفت کے بعد دوست ممالک سے اضافی آمدات اور بروقت rollovers عمل میں آئے جس کے نتیجے میں خارجی سطح پر بہتر امکانات کی بدولت Fitch کی جاری کردہ پاکستان کی خود مختار درجہ بندی CCC- سے CCC کر دی گئی۔

نئی نگران حکومت نے روپے پر قیاس آرائی کے دباؤ کا سامنا کرنے کے بعد ستمبر 2023ء میں ڈالر کی اسمگلنگ اور افغان ٹرانزٹ کے غلط استعمال کے خلاف فیصلہ کن اقدام اٹھائے جن کی بدولت زیر مبادلہ کی شرح میں تیزی سے بہتری آئی اور اوپن مارکیٹ اور انٹر بینک شرح کے فرق میں کمی ہوئی۔ اس کے نتیجے میں ترسیلات زر اور برآمدات سے ہونے والی آمدنی میں بہتری آئی اور دسمبر کے اختتام پر روپے کی قدر ڈالر کے مقابلے میں 307 سے کم ہو کر 281.9 ہو گئی۔

مالی سال 2024ء کی پہلی ششماہی میں مُلک کا کرنٹ اکاؤنٹ کا خسارہ (سے اے ڈی) 0.8 بلین ڈالر تھا، جو گزشتہ سال کی مماثل مدت میں 3.6 بلین ڈالر کے مقابلے میں 77 فیصد سال در سال (YoY) کمی ہے۔ سی اے ڈی میں کمی میں اہم ترین کردار تجارتی خسارے میں کمی کا تھا کیونکہ برآمدات میں 7.5 فیصد اضافے اور درآمدات میں 14.7 فیصد کمی کے نتیجے میں تجارتی خسارہ 35.2 فیصد سُکڑ گیا۔ ایس بی پی کے زیر مبادلہ کے ذخائر گزشتہ مالی سال کے اختتام پر 4.4 بلین ڈالر سے بڑھ کر دسمبر 2023ء تک 8.2 بلین ڈالر ہو گئے، جس کے نتیجے میں مُلک کی خارجی صورتحال بہتر ہو گئی۔ یہ آئی ایم ایف، دوست ممالک اور کثیرالجہتی ذرائع سے آمدات کی بدولت ممکن ہوا۔

ہیڈ لائن مہنگائی، جس کی ترجمانی صارفی قیمت کے انڈیکس (سی پی آئی) سے ہوتی ہے، کا اوسط مالی سال 2024ء کی پہلی ششماہی کے دوران 28.8 فیصد تھا، جبکہ گزشتہ سال مماثل مدت میں 25 فیصد تھا۔ مہنگائی بلند سطح پر رہی کیونکہ گزشتہ مدتوں میں روپے کی قدر میں خفگی کے نتیجے میں اشیائے خورد و نوش اور توانائی کی قیمتوں میں اضافہ ہوا۔ حکومت نے آئی ایم ایف کی شرائط پوری کرنے کے لیے بجلی کی بنیادی قیمت اور گیس کی قیمتوں میں اضافہ کیا جس کے نتیجے میں مہنگائی کا دباؤ مزید بڑھا۔ ایس بی پی نے 12 دسمبر 2023ء کو منعقدہ مانیٹری پالیسی میں جو دو بنیادی طور پر برقرار رکھا۔ کمیٹی نے اندازہ لگایا کہ سود کی حقیقی شرح اگلے 12 ماہ کے امکانات کی بنیاد پر مثبت رہے گی اور مہنگائی میں کمی کا رجحان برقرار رہے گا۔

TRUSTEE REPORT TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
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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 six months period ended December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 27, 2024



AUDITOR'S REPORT TO THE PARTICIPANTS ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS



Yousuf Adil
Chartered Accountants

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Participants of Pakistan Pension Fund

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Pakistan Pension Fund** (the "Fund") as at December 31, 2023, and the related condensed interim income statement, the condensed interim statement of other comprehensive income, the condensed interim statement of movement in participants' sub fund, and the condensed interim statement of cash flows and notes to the condensed interim financial information (here-in-after referred to as the 'condensed interim financial information') for the half year then ended. The Board of MCB Investment Management Limited (the Pension Fund Manager) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2023 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2023.

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


Chartered Accountants

Place: Karachi
Date: February 21, 2024
UDIN: RR202310057D48JgyRZa

Independent Members Firm of
Salafit Trustee Companies Limited

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2022

	Note	December 31, 2023 (Un-audited)				June 30, 2023 (Audited)			
		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	129,377	381,782	874,588	1,385,747	41,428	32,044	92,950	166,422
Investments	5	943,614	769,585	633,066	2,346,265	719,185	455,893	1,486,180	2,671,258
Dividend receivable		492	-	-	492	-	-	-	-
Markup receivable		858	27,116	11,360	39,334	543	7,342	6,821	14,706
Receivable against sale of investments		10,811	-	-	10,811	28,754	-	-	28,754
Advances, deposits and other receivables		3,938	444	601	4,983	5,491	1,019	6,402	12,912
Total assets		1,089,090	1,178,927	1,519,615	3,787,632	785,401	496,298	1,602,353	2,884,052
Liabilities									
Payable to the pension fund manager		1,507	1,254	1,008	3,769	1,055	516	1,050	2,621
Payable to trustee		113	123	158	394	84	53	173	310
Annual fee payable to the Securities and Exchange Commission of Pakistan		167	142	336	645	310	221	434	965
Payable against redemption of units		128,270	-	22	128,292	-	-	22	22
Payable against purchase of investments		-	-	-	-	19,362	-	-	19,362
Accrued expenses and other liabilities	6	3,067	2,948	2,008	8,023	4,805	2,929	2,842	10,576
Total liabilities		133,124	4,467	3,532	141,123	25,616	3,719	4,521	33,856
Net assets		955,966	1,174,460	1,516,083	3,646,509	769,785	492,579	1,597,832	2,850,196
Participants' sub funds (as per condensed interim Statement of Movement in Participants' sub funds)									
		955,966	1,174,460	1,516,083		769,785	492,579	1,597,832	
		(Number of units)				(Number of units)			
Number of units in issue	12	1,232,472	2,570,545	3,772,674		1,584,586	1,210,971	4,420,430	
		(Rupees)				(Rupees)			
Net assets value per unit	7	775.65	456.89	401.86		492.00	406.76	361.47	
Contingencies and commitments									

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023				Half year ended December 31, 2022			
	Equity	Debt	Money		Equity	Debt	Money	
	Sub-Fund	Sub-Fund	Sub-Fund	Market	Sub-Fund	Sub-Fund	Sub-Fund	Market
	(Rupees '000)				(Rupees '000)			
Note	Total	Total	Total	Total	Total	Total	Total	Total
Income								
Investments at fair value through profit or loss:								
- Net capital gain / (loss) on sale of investments	136,052	11,474	6,677		(7,018)	6,983	2,522	2,487
- Dividend income from investments	36,905	-	-		39,484	-	-	39,484
- Income from Government securities	-	60,840	156,534		-	17,106	14,145	31,251
- Income from term finance and sukuk certificates	-	7,702	-		-	9,198	2,227	11,425
Unrealised gain / (loss) in fair value of investments classified as 'at fair value through profit or loss' - net	224,192	(3,192)	(33)		(59,854)	(2,068)	387	(61,535)
Profit on bank and term deposits	2,518	12,400	21,978		2,933	19,751	49,100	71,784
Income on placements	-	-	1,638		-	-	-	-
Total Income	399,667	89,224	186,794		(24,455)	50,370	68,361	94,896
Expenses								
Remuneration of pension fund manager	6,290	4,145	6,076		6,232	3,054	2,317	11,603
Sindh sales tax on remuneration of pension fund manager	817	539	790		810	397	301	1,508
Remuneration of Central Depository Company Limited - Trustee	484	411	975		507	364	528	1,399
Sales tax on remuneration of trustee	62	53	127		66	47	69	182
Annual fee - Securities and Exchange Commission of Pakistan	168	143	339		166	119	173	458
Auditors' remuneration	47	41	199		75	74	123	272
Custody and settlement charges	356	204	5		225	182	2	409
Securities transaction cost	2,458	293	142		900	168	75	1,143
Bank charges	14	352	243		9	128	76	213
Total expenses	10,696	6,181	8,896		8,990	4,533	3,664	17,187
Net income from operating activities	388,971	83,043	177,898		(33,445)	46,437	64,717	77,709
Taxation	-	-	-		-	-	-	-
Net income for the period	388,971	83,043	177,898		(33,445)	46,437	64,717	77,709
Earnings per unit								

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2023				Quarter ended December 31, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees '000)				(Rupees '000)			
Income								
Investments at fair value through profit or loss:								
- Net capital gain / (loss) on sale of investments	104,693	13,539	2,787	121,019	(6,313)	4,151	2,273	111
- Dividend income from investments	19,661	-	-	19,661	18,666	-	-	18,666
- Income from Government securities	-	38,508	74,533	113,041	-	11,451	14,145	25,596
- Income from term finance and sukuk certificates	-	3,862	-	3,862	-	5,529	2,227	7,756
Net unrealised gain on revaluation of investments	189,512	(3,453)	(383)	185,676	(48,750)	1,808	-	(46,942)
Profit on bank and term deposits	1,430	8,666	13,150	23,246	1,595	(14,798)	(31,789)	(44,992)
Other income	-	12,400	20,340	32,740	-	19,751	49,100	68,851
Total Income	315,296	73,522	110,427	499,245	(34,802)	27,892	35,956	29,046
Expenses								
Remuneration of Pension Fund Manager	3,437	2,681	2,879	8,997	3,050	1,630	1,299	5,979
Sindh sales tax and Federal Excise Duty on remuneration of Pension Fund Manager	446	349	374	1,169	396	212	169	777
Remuneration of Central Depository Company Limited - Trustee	263	264	459	986	247	169	279	715
Sales tax on remuneration of trustee	33	34	60	127	32	24	37	93
Annual fee - Securities and Exchange Commission of Pakistan (SECP)	90	91	158	339	81	62	92	235
Auditors' remuneration	9	16	111	136	23	40	74	137
Custody and settlement charges	166	102	2	270	108	90	-	198
Securities transaction cost	1,423	154	72	1,649	510	142	63	715
Bank charges	7	265	109	381	5	79	81	145
Total expenses	5,874	3,956	4,224	14,054	4,452	2,468	2,074	8,994
Net income from operating activities	309,422	69,566	106,203	485,191	(39,254)	25,424	33,882	20,052
Taxation	-	-	-	-	-	-	-	-
Net income for the period	309,422	69,566	106,203	485,191	(39,254)	25,424	33,882	20,052
Earnings per unit								

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**


	Half year ended December 31, 2023				Half year ended December 31, 2022			
	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 for the period after taxation	388,971	83,043	177,898	649,912	(33,445)	46,437	64,717	77,709
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	388,971	83,043	177,898	649,912	(33,445)	46,437	64,717	77,709

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER YEAR ENDED DECEMBER 31, 2023


	Quarter ended December 31, 2023				Quarter ended December 31, 2022			
	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 for the period after taxation	309,422	69,566	106,203	485,191	(39,254)	25,424	33,882	20,052
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	309,422	69,566	106,203	485,191	(39,254)	25,424	33,882	20,052

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023				Half year ended December 31, 2022			
	Money		Money		Money		Money	
	Equity	Debt	Equity	Debt	Equity	Debt	Equity	Debt
	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund
	(Rupees '000)		(Rupees '000)		(Rupees '000)		(Rupees '000)	
	Total	Total	Total	Total	Total	Total	Total	Total
Net assets at the beginning of the period	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	631,279	1,026,515	1,149,584	2,807,378	252,770	269,987	465,537	988,294
Amount paid on redemption of units	(834,069)	(427,677)	(1,409,231)	(2,670,977)	(308,396)	(254,820)	(216,932)	(780,148)
	(202,790)	598,838	(259,647)	136,401	(55,626)	15,167	248,605	208,146
Net income for the period	388,971	83,043	177,898	649,912	(33,445)	46,437	64,717	77,709
Net assets at the end of the period	955,966	1,174,460	1,516,083	3,646,509	742,906	620,197	1,029,566	2,392,669

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



Chief Executive Officer

For MCB Investment Management Limited
(Pension Fund Manager)



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023				Half year ended December 31, 2022			
	Equity		Debt		Equity		Debt	
	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund
Note								
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the period	388,971	83,043	177,898	649,912	(33,445)	45,437	64,717	77,709
Adjustments for non cash and other items:								
Unrealised (gain) / loss on revaluation of investments -								
at fair value through profit or loss - net	(224,192)	3,192	33	(220,967)	59,854	2,068	(387)	61,535
(Increase) / decrease in assets								
Investments	(237)	(483,424)	(516,960)	(1,000,621)	12,125	(199,987)	387	(187,485)
Dividend receivable	(492)	-	-	(492)	-	-	-	-
Mark up receivable	(315)	(19,774)	(4,539)	(24,628)	(358)	713	6,893	7,048
Advance against IPO	-	-	-	-	-	(55,000)	(80,000)	(135,000)
Receivable against sale of investment	17,943	-	-	17,943	(4,318)	-	-	-
Advance, deposits and other receivables	1,553	575	5,801	7,929	(47)	(530)	(64,611)	(65,188)
	18,452	(502,623)	(515,698)	(999,869)	7,402	(254,814)	(137,531)	(380,625)
Increase / (decrease) in liabilities								
Payable to Pension Fund Manager	452	738	(42)	1,148	(70)	170	319	419
Payable to Central Depository Company of Pakistan Limited - Trustee	29	70	(15)	84	(8)	9	33	34
Annual fee - Securities and Exchange Commission of Pakistan	(143)	(79)	(98)	(320)	(193)	(79)	(49)	(321)
Payable against purchase of investments	(19,362)	-	-	(19,362)	33,175	(72,079)	-	(38,904)
Payable against redemption of units	128,270	-	-	128,270	-	-	-	-
Accrued and other liabilities	(1,738)	19	(834)	(2,553)	16	559	733	1,308
	107,508	748	(989)	107,267	32,920	(71,420)	1,038	(37,464)
Net cash (used in) / generated from operating activities	290,739	(415,640)	(338,756)	(463,657)	66,731	(277,729)	(72,165)	(278,845)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts from issuance of units	631,279	1,026,515	1,149,584	2,807,378	252,770	269,987	485,537	988,294
Payments on redemption of units	(834,069)	(427,677)	(1,409,231)	(2,670,977)	(308,396)	(254,820)	(216,932)	(780,148)
Net cash generated from / (used in) financing activities	(202,790)	598,838	(259,647)	136,401	(55,626)	15,167	268,605	208,146
Net decrease in cash and cash equivalents	87,949	183,198	(598,403)	(327,256)	11,105	(262,562)	176,440	(70,689)
Cash and cash equivalents at beginning of the period	41,428	198,584	1,472,991	1,713,003	29,651	452,486	707,121	1,189,813
Cash and cash equivalents at end of the period	129,377	381,782	874,588	1,385,747	40,756	189,924	883,561	1,119,114

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

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The Pakistan Pension Fund (the Fund) was established under a Trust Deed executed between 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. 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 was registered under the Sindh Trust Act on August 13, 2021.

In April 2023, MCB Bank Limited acquired the entire shareholding of Arif Habib Corporation Limited (AHCL) in MCB Investment 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 7, 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. Thereafter, the Company applied to SECP, for approval of change of name, which was granted on August 15, 2023 and as such, the change of name became effective from that date.

- 1.2 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.
- 1.3 MCB Investments 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 Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.4 The Pakistan Credit Rating Agency (PACRA) has assigned Management quality rating of "AM1" dated October 06, 2023 to the Pension Fund Manager.
- 1.5 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 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- The requirements of the Constitutive Documents, VPS Rules, The Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the directives issued by the SECP.

Wherever the requirements of the Constitutive Documents, the VPS Rules, NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the VPS Rules and the requirements of the said directives prevail.

- 2.2 This condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2023.
- 2.3 This condensed interim financial information is presented in Pakistan 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 this 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, 2023.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

The preparation of this condensed interim financial information 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.

December 31, 2023 (Un-audited)				
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees in '000)				
4				
BALANCES WITH BANKS				
Savings accounts	4.1	129,377	381,782	874,588
		129,377	381,782	874,588
		129,377	381,782	874,588
		129,377	381,782	874,588

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

- 4.1 These carry interest rates ranging from 20.50% to 21.85% (June 30, 2023: 12.75% to 19.5%) per annum. These included balance of Rs. 0.208 Million in Equity Sub Fund (June 30, 2023: Rs. 2.643 Million), Rs. 1.817 Million in Debt Sub Fund (June 30, 2023: 2.25) and Rs. 1.639 Million in Money Market Sub Fund (June 30, 2023: . 2.464) held with MCB Bank Limited, a related party.

December 31, 2023 (Un-audited)				
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees in '000)				
5				
INVESTMENTS				
At fair value through profit or loss				
Listed equity securities	5.1	943,614	-	943,614
Pakistan Investment Bond	5.2.1	-	1,812	1,812
Pakistan Investment Bond - Floating Rate Bonds	5.2.2	281,793	-	281,793
Market treasury Bills	5.2.4	421,644	633,066	1,054,710
Term Finance Certificates / Sukuks	5.3	64,336	-	64,336
		943,614	769,585	633,066
		943,614	769,585	633,066
		943,614	769,585	633,066
		943,614	769,585	633,066

June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees in '000)				
At fair value through profit or loss				
Listed equity securities	719,185	-	-	719,185
Pakistan Investment Bond	-	1,701	-	1,701
Pakistan Investment Bond - Floating Rate Bonds	-	96,640	-	96,640
Term Finance Certificates / Sukuks	-	67,917	1,496,180	1,564,097
Market Treasury Bills	-	289,635	-	289,635
	719,185	455,893	1,496,180	2,671,258
	719,185	455,893	1,496,180	2,671,258
	719,185	455,893	1,496,180	2,671,258
	719,185	455,893	1,496,180	2,671,258

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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 December 31, 2023			% of paid-up capital of the investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2023	Carrying value	Market value	Unrealised gain / (loss)	
									(Rupees in 000's) (%)
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
Automobile Parts & Accessories									
Agriauto Industries Limited*	54,375	64,500	-	-	118,875	8,178	11,859	3,681	0.23
Thal Limited*	29,000	10,000	-	-	39,000	7,598	11,505	3,907	0.01
						15,776	23,364	7,586	0.02
Automobile Assembler									
Indus Motor Company Limited	-	12,500	-	-	12,500	13,292	14,999	1,707	0.02
Pak Suzuki Motor Company	-	34,000	-	22,200	11,800	2,974	6,589	3,615	0.01
						16,266	21,588	5,322	0.03
Cement									
Attock Cement Pakistan Limited	117,000	90,000	-	140,500	66,500	5,978	6,399	421	0.01
Cherat Cement Company Limited	130,000	-	-	130,000	-	-	-	-	-
D.G. Khan Cement Company Limited**	510,000	242,500	-	752,500	-	-	-	-	-
Fauji Cement Company Limited	3,285,000	509,000	-	1,574,000	2,220,000	26,441	42,002	15,561	0.04
Kohat Cement Company Limited	72,500	-	-	72,500	-	-	-	-	-
Lucky Cement Limited	97,500	74,700	-	52,700	119,500	74,022	94,044	20,022	0.10
Maple Leaf Cement Factory Limited	1,430,000	954,000	-	974,000	1,410,000	44,038	54,877	10,839	0.06
Pioneer Cement Limited	51,000	-	-	51,000	-	-	-	-	-
						150,479	197,322	46,843	0.21
Chemical									
Archroma Pakistan Limited	17,100	5,400	-	2,000	20,500	9,878	9,840	(38)	0.01
Dynaea Pakistan Limited*	-	70,500	-	-	70,500	3,354	3,546	192	0.02
Nimr Industrial Chemicals Limited	-	97,000	-	-	97,000	10,113	10,088	(25)	0.01
Descon Oxychem Limited	-	14,921	-	-	14,921	9,934	11,617	1,683	0.01
						33,279	35,091	1,812	0.03
Commercial banks									
Bank Alfalah Limited	585,207	744,793	-	1,330,000	-	-	-	-	-
Faysal Bank Limited	400,000	355,000	-	50,000	705,000	15,772	22,989	7,197	0.02
Habib Bank Limited	240,000	456,000	-	417,500	278,500	25,518	30,869	5,351	0.03
Habib Metropolitan Bank Limited	220,500	897,000	-	142,500	775,000	32,523	42,873	10,350	0.04
Meezan Bank Limited	450,000	248,100	-	273,100	425,000	45,031	68,578	23,547	0.07
United Bank Limited	174,000	287,000	-	336,000	125,000	15,993	22,230	6,237	0.02
						134,837	187,519	52,682	0.18
Engineering									
Mughal Iron & Steel Industries Limited	374,785	214,969	-	44,785	544,969	29,796	36,067	6,271	0.04
International Steels Limited**	-	293,000	-	70,000	223,000	11,075	16,283	5,208	0.02
						40,871	52,351	11,479	0.06
Fertilizer									
Engro Corporation Limited	108,000	-	-	108,000	-	-	-	-	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Name of the Investee Company	(Number of shares)					As at December 31, 2023			Market value as a % of net assets of the sub-fund	% of paid-up capital of the Investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2023	(Rupees in 000's)		Unrealised gain / (loss)		
						Carrying value	Market value			
										(%)
Engro Fertilizers Limited	182,474	-	-	182,474	-	-	-	-	-	-
Fatma Fertilizer Company Limited	275,000	-	-	275,000	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	1,095,000	120,000	-	755,000	460,000	5,687	14,674	8,987	0.02	0.00
Fauji Fertilizer Company limited	-	266,000	-	102,000	164,000	16,249	18,583	2,314	0.02	0.00
						21,936	33,237	11,301	0.04	0.00
Food & Personal Care Products										
Murree Brewery Company Limited	14,500	-	-	14,500	-	-	-	-	-	-
National Foods Limited*	130,000	-	-	13,500	116,500	11,464	16,893	5,429	0.02	0.00
Shezan International Limited	14,580	-	-	14,580	-	-	-	-	-	-
The Organic Meat Company Limited	400,587	-	-	400,587	-	-	-	-	-	-
						11,464	16,893	5,429	0.02	0.00
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited*	480,000	938,500	-	460,000	938,500	12,360	13,374	1,014	0.01	0.01
						12,360	13,374	1,014	0.01	0.01
Insurance										
EFU General Insurance Limited	2,250	-	-	2,250	-	-	-	-	-	-
						-	-	-	-	-
Leather & Tanneries										
Bata Pakistan Limited	3,340	-	-	3,340	-	-	-	-	-	-
						-	-	-	-	-
Miscellaneous										
Shifa International Hospitals Limited	62,060	85,500	-	71,000	76,560	9,933	10,739	806	0.01	0.02
Synthetic Products Enterprises Limited*	167,000	-	-	167,000	-	-	-	-	-	-
						9,933	10,739	806	0.01	0.02
Oil and gas exploration companies										
Mari Petroleum Company Limited	31,000	10,612	-	32,412	9,200	14,750	19,284	4,534	0.02	0.01
Oil & Gas Development Company Limited	145,000	185,000	-	145,000	185,000	21,247	20,803	(444)	0.02	0.00
Pakistan Oilfields Limited	18,000	-	-	18,000	-	-	-	-	-	-
Pakistan Petroleum Limited	-	388,000	-	148,000	240,000	19,654	27,607	7,953	0.03	0.00
						55,651	67,694	12,043	0.07	0.01
Oil and gas marketing companies										
Attock Petroleum Limited	15,000	9,000	-	24,000	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	225,000	-	-	225,000	-	-	-	-	-	-
						-	-	-	-	-
Paper and board										
Century Paper & Board Mills Limited	126,000	-	-	126,000	-	-	-	-	-	-
Packages Limited	41,000	3,895	-	10,000	34,895	13,750	18,497	4,747	0.02	0.02
Security Papers Limited	5,500	-	-	5,500	-	-	-	-	-	-
						13,750	18,497	4,747	0.02	0.02

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Name of the Investee Company	..... (Number of shares)					As at December 31, 2023			Market value as a % of net assets of the sub-fund	% of paid-up capital of the investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2023	Carrying value	Market value	Unrealised gain / (loss)		
									(Rupees in 000's)	(%)
Pharmaceuticals										
AGP Limited	68,000	140,000	-	68,000	140,000	9,375	9,843	468	0.01	0.00
Citi Pharma Limited	508,000	45,000	-	133,000	420,000	9,017	9,971	954	0.01	0.00
Ferozsons Laboratories Limited	50,000	-	-	5,400	44,600	6,104	9,841	3,737	0.01	0.01
Haleon Pakistan Limited (Formerly GlaxoSmithKline Consumer Healthcare)	75,000	42,000	-	9,000	108,000	16,496	18,253	1,757	0.02	0.00
Highnoon Laboratories Limited	29,727	12,800	-	3,300	39,227	13,967	19,792	5,825	0.02	0.03
Abbott Laboratories (Pakistan) Limited	-	5,000	-	-	5,000	2,250	2,301	51	0.00	0.00
						57,209	70,001	12,792	0.07	0.04
Power generation and distribution										
Hub Power Company Limited	451,000	104,000	-	289,600	265,400	18,996	31,076	12,080	0.03	0.00
Nishat Chunlian Power Limited	-	540,000	-	170,000	370,000	9,837	10,349	512	0.01	0.00
Laipir Power Limited**	-	710,000	-	225,000	485,000	7,514	10,951	3,437	0.01	0.00
						36,347	52,377	16,029	0.05	0.00
Refinery										
Attock Refinery Limited	-	52,000	-	24,000	28,000	6,964	9,169	2,205	0.01	0.01
						6,964	9,170	2,205	0.01	0.01
Tobacco										
Pakistan Tobacco Company Limited	9,600	12,750	-	-	22,350	14,637	25,268	10,631	0.03	0.01
						14,637	25,268	10,631	0.03	0.01
Textile composite										
Gul Ahmed Textile Mills Limited	556,601	852,999	-	136,600	1,275,000	25,991	27,540	1,549	0.03	0.00
Interloop Limited	703,431	171,335	-	319,768	555,000	20,332	39,960	19,628	0.04	0.00
Kohinoor Textile Mills Limited	201,300	-	-	201,000	300	15	28	13	0.00	0.00
Nishat Chunlian Limited	169,000	469,469	-	145,000	493,469	12,557	12,806	249	0.01	0.01
Nishat Mills Limited**	-	128,000	-	-	128,000	10,044	9,820	(224)	0.01	0.00
						68,939	90,154	21,215	0.09	0.01
Cable and electric good										
Pak Elektron Limited	774,000	-	-	774,000	-	-	-	-	-	-
						-	-	-	0.00	0.00
Technology and communications										
Avanceon Limited	63,250	-	-	63,250	-	-	-	-	-	-
Hum Network Limited***	325,000	300,000	-	625,000	-	-	-	-	-	-
Systems Limited	67,500	14,300	-	37,000	44,800	18,724	18,975	251	0.02	0.01
						18,724	18,975	251	0.02	0.01
Total as at December 31, 2023 (Un-Audited)						719,422	943,614	224,192		
Total as at June 30, 2023 (Audited)						762,018	719,185	(42,833)		

* These have a face value of Rs.5 per share.

** These transactions relating to the shares of related parties.

*** These have a face value of Rs.1 per share.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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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:

	(Un-audited) December 31, 2023 ----- (Number of shares) -----	(Audited) June 30, 2023 ----- (Rupees in '000') -----	(Un-audited) December 31, 2023 ----- (Rupees in '000') -----	(Audited) June 30, 2023 ----- (Rupees in '000') -----
Bank Afiah Limited	-	50,000	-	1,522
Oil & Gas Development Company Limited	-	100,000	-	7,800
Fauji Cement Company Limited	1,100,000	-	20,812	-
Fauji Fertilizer Bin Qasim Limited	460,000	-	14,674	-
The Hub Power Company Limited	110,995	110,995	12,996	7,723
Maple Leaf Cement Factory Limited	200,000	-	7,784	-
	1,870,995	260,995	56,266	17,045

5.1.2 As at December 31, 2023 the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.0.57 million (June 30, 2022: Rs.0.825m) million.

5.2 Government securities - at fair value through profit or loss

5.2.1 Pakistan Investment Bonds

Name of security	Issue date	Face value			Balance as at December 31, 2023			Market value as % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Value	Unrealised (loss) / gain	
Debt Sub-Fund								
Pakistan Investment Bonds - 3 years	Jul 04, 2023	-	1,075,000	1,075,000	-	-	-	-
Pakistan Investment bonds - 20 years	Jun 10, 2004	1,900	-	-	1,900	1,807	1,812	5
Total as at December 31, 2023						1,807	1,812	5
Total as at June 30, 2023						1,841	1,701	(140)

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

5.2.2 Pakistan Investment Bonds-FRB

Name of security	Issue date	Face value			Balance as at December 31, 2023			Market value as % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Value	Unrealised (loss) / gain	
Debt Sub-Fund								
Pakistan Investment Bonds - 3 years	Sep 21, 2023	-	160,000	160,000	-	-	-	-
Pakistan Investment Bonds - 5 years	May 06, 2021	100,000	-	100,000	-	-	-	-
Pakistan Investment Bonds - 5 years	Aug 10, 2023	-	300,000	300,000	-	-	-	-
Pakistan Investment Bonds - 5 years	Sep 21, 2023	-	2,040,000	1,750,000	290,000	283,150	281,793	(1,357)
Pakistan Investment Bonds - 5 years	Oct 19, 2023	-	1,350,000	1,350,000	-	-	-	0.24
Pakistan Investment Bonds - 10 years	Nov 04, 2021	-	300,000	300,000	-	-	-	-
Total as at December 31, 2023						283,150	281,793	(1,357)
Total as at June 30, 2023						98,295	96,640	(1,655)

5.2.3 GoP Ijara Sukuk Bonds

Name of security	Issue date	Face value			Balance as at December 31, 2023			Market value as % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Value	Unrealised (loss) / gain	
----- (Rupees in '000') -----								
Debt Sub-Fund								
GOP Ijara - 1 year	Oct 09, 2023	-	35,000	35,000	-	-	-	-
GOP Ijara - 1 year	Sep 20, 2023	-	125,000	125,000	-	-	-	-
GOP Ijara - 1 year	Dec 04, 2023	-	25,000	25,000	-	-	-	-
GOP Ijara - 3 years	Dec 04, 2023	-	300,000	300,000	-	-	-	-
GOP Ijara - 5 years	Dec 04, 2023	-	400,000	400,000	-	-	-	-
Total as at December 31, 2023						-	-	-
Total as at June 30, 2023						-	-	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

5.2.4 Government securities - Market treasury Bills

Name of security	Issue date	Face value			As at December 31, 2023	Balance as at December 31, 2023		Market value as % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold / matured during the period		Carrying Value	Market value		Unrealised (loss) / gain
Debt Sub-Fund								
Market Treasury Bills - 3 months	Jun 22, 2023	175,000	-	175,000	-	-	-	-
Market Treasury Bills - 3 months	Apr 20, 2023	-	114,000	114,000	-	-	-	-
Market Treasury Bills - 3 months	May 18, 2023	-	50,000	50,000	-	-	-	-
Market Treasury Bills - 3 months	Jun 01, 2023	-	50,000	50,000	-	-	-	-
Market Treasury Bills - 3 months	Jun 15, 2023	-	375,000	375,000	-	-	-	-
Market Treasury Bills - 3 months	Jun 22, 2023	-	60,000	60,000	-	-	-	-
Market Treasury Bills - 3 months	Jul 13, 2023	-	510,000	510,000	-	-	-	-
Market Treasury Bills - 3 months	Jul 25, 2023	-	25,000	25,000	-	-	-	-
Market Treasury Bills - 3 months	Aug 10, 2023	-	225,000	225,000	-	-	-	-
Market Treasury Bills - 3 months	Aug 24, 2023	-	135,000	135,000	-	-	-	-
Market Treasury Bills - 3 months	Sep 07, 2023	-	275,000	275,000	-	-	-	-
Market Treasury Bills - 3 months	Sep 21, 2023	-	875,000	875,000	-	-	-	-
Market Treasury Bills - 3 months	Oct 05, 2023	-	600,000	600,000	-	-	-	-
Market Treasury Bills - 3 months	Oct 19, 2023	-	250,000	250,000	-	-	-	-
Market Treasury Bills - 3 months	Nov 02, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 3 months	Nov 16, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 3 months	Nov 30, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 3 months	Dec 14, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 6 months	Oct 19, 2023	-	250,000	250,000	-	-	-	-
Market Treasury Bills - 6 months	Nov 02, 2023	-	250,000	250,000	-	-	-	-
Market Treasury Bills - 6 months	Nov 16, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 6 months	Nov 30, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 6 months	Dec 14, 2023	-	500,000	500,000	-	-	-	-
Market Treasury Bills - 12 months	Jun 15, 2023	150,000	-	150,000	-	-	-	-
Market Treasury Bills - 12 months	Jul 14, 2022	-	15,000	15,000	-	-	-	-
Market Treasury Bills - 12 months	Jul 13, 2023	-	360,000	360,000	-	-	-	-
Market Treasury Bills - 12 months	Oct 19, 2023	-	625,000	625,000	-	-	-	-
Market Treasury Bills - 12 months	Nov 02, 2023	-	450,000	450,000	-	-	-	-
Market Treasury Bills - 12 months	Nov 16, 2023	-	500,000	-	500,000	423,038	421,844	(1,394)
Market Treasury Bills - 12 months	Nov 30, 2023	-	750,000	750,000	-	-	-	-
Market Treasury Bills - 12 months	Dec 14, 2023	-	500,000	500,000	-	-	-	-
Total as at December 31, 2023					423,038	421,844	(1,394)	
Total as at June 30, 2023					290,995	289,635	(1,360)	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Name of security	Issue date	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Value	Market value	Unrealised (loss) / gain	Market value as % of net assets of sub-funds
Money Market Sub-Fund									
Market Treasury Bills - 3 months	May 18, 2023	46,460	-	-	-	-	-	-	-
Market Treasury Bills - 3 months	Jun 01, 2023	90,055	-	46,460	-	-	-	-	-
Market Treasury Bills - 3 months	Jun 15, 2023	900,000	-	90,055	-	-	-	-	-
Market Treasury Bills - 3 months	Jun 22, 2023	480,000	-	900,000	-	-	-	-	-
Market Treasury Bills - 3 months	May 18, 2023	-	100,000	480,000	-	-	-	-	-
Market Treasury Bills - 3 months	Jun 15, 2023	-	3,630,000	100,000	-	-	-	-	-
Market Treasury Bills - 3 months	Jun 22, 2023	-	2,700,000	3,630,000	-	-	-	-	-
Market Treasury Bills - 3 months	Jul 13, 2023	-	519,265	2,700,000	-	-	-	-	-
Market Treasury Bills - 3 months	Aug 10, 2023	-	3,151,550	519,265	-	-	-	-	-
Market Treasury Bills - 3 months	Aug 24, 2023	-	1,507,100	3,151,550	-	-	-	-	-
Market Treasury Bills - 3 months	Sep 07, 2023	-	26,740	1,507,100	-	-	-	-	-
Market Treasury Bills - 3 months	Sep 21, 2023	-	3,860,000	26,740	-	-	-	-	-
Market Treasury Bills - 3 months	Oct 05, 2023	-	550,000	3,860,000	-	-	-	-	-
Market Treasury Bills - 3 months	Oct 19, 2023	-	500,000	550,000	-	-	-	-	-
Market Treasury Bills - 3 months	Nov 02, 2023	-	1,000,000	500,000	-	-	-	-	-
Market Treasury Bills - 3 months	Nov 16, 2023	-	1,000,000	1,000,000	-	-	-	-	-
Market Treasury Bills - 3 months	Nov 30, 2023	-	500,000	1,000,000	-	-	-	-	-
Market Treasury Bills - 3 months	Dec 14, 2023	-	500,000	500,000	-	-	-	-	-
Market Treasury Bills - 6 months	Feb 23, 2023	-	120,000	-	-	-	-	-	-
Market Treasury Bills - 6 months	Mar 27, 2023	-	2,000,000	120,000	-	-	-	-	-
Market Treasury Bills - 6 months	Oct 19, 2023	-	500,000	-	500,000	470,165	470,343	178	0.31
Market Treasury Bills - 6 months	Nov 02, 2023	-	500,000	500,000	-	-	-	-	-
Market Treasury Bills - 6 months	Nov 16, 2023	-	500,000	500,000	-	-	-	-	-
Market Treasury Bills - 6 months	Nov 30, 2023	-	500,000	323,000	177,000	162,934	162,723	(211)	0.11
Market Treasury Bills - 6 months	Dec 14, 2023	-	500,000	500,000	-	-	-	-	-
Market Treasury Bills - 12 months	Jul 14, 2022	-	70,000	-	-	-	-	-	-
Total as at December 31, 2023						633,099	633,066	(33)	
Total as at June 30, 2023						1,498,190	1,496,180	(2,010)	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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			Balance as at December 31, 2023			Market value as % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Carrying Value	Market value	
----- (Number of certificates) ----- (Rupees in '000') -----								
Term finance certificates								
Bank Al Habib Limited	30.Sep.2021	5,000	-	-	5,000	24,680	24,418	2.55%
Jahangir Siddiqui & Co. Ltd.	18.Jul.2017	5,000	-	5,000	-	-	-	0.00%
Sukuks								
Meezan Bank Limited - 2nd Issue	9.Jan.2020	30	-	-	30	30,202	30,075	3.15%
Meezan Bank Limited	16.Dec.2021	10	-	-	10	9,900	9,843	(57)
Total as at December 31, 2023						64,782	64,336	(446)
Total as at June 30, 2023						69,850	67,917	(1,933)

5.3.1 Significant terms and conditions of term finance certificates / sukuks outstanding at the period 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 ('000)						
Un-listed									
Meezan Bank Limited	10	1,000,000	10,000	6M KIBOR + 0.35%	16-Dec-31	Secured	AAA		
Meezan Bank Limited (MBL/SUK/090120)	30	1,000,000	30,000	6M KIBOR + 0.90%	9-Jan-30	Unsecured	AAA		
Bank Al Habib Limited	5,000	4,996	24,980	6M KIBOR + 0.75%	30-Sep-31	Unsecured	AAA		
				Half Year Ended December 31, 2023					
Notes		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
		-----Rupees in 000s-----			-----Rupees in 000s-----				
Unrealised appreciation / (diminution)									
In fair value of									
Market value of Investments	5.1, 5.2, 5.3	943,614	769,585	633,066	2,346,265	726,761	706,550	870,622	2,303,933
Carrying value of Investments	5.1, 5.2, 5.3	719,422	772,777	633,099	2,125,298	786,615	708,618	870,235	2,365,468
		224,192	(3,192)	(33)	220,967	(59,854)	(2,068)	387	(61,535)

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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6 ACCRUED EXPENSES AND OTHER LIABILITIES

Provision for Federal Excise Duty on remuneration of Pension Fund Manager
Brokerage payable
Withholding tax payable
Auditors' remuneration
Others

Note	December 31, 2023 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000')			
6.1	2,420	2,405	1,151	5,976
	525	119	70	714
	38	21	18	77
	84	70	170	324
	-	333	599	932
	3,067	2,948	2,008	8,023

Provision for Federal Excise Duty on remuneration of Pension Fund Manager
Brokerage payable
Auditors' remuneration
Payable against redemption of units
Withholding tax payable
Others

	June 30, 2023(Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in '000')			
	2,420	2,405	1,151	5,976
	223	11	15	249
	149	100	203	452
	-	-	22	22
	1,971	115	788	2,874
	42	298	685	1,025
	4,805	2,929	2,864	10,598

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

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Supreme Court of Pakistan in respect of levy of Federal Excise Duty, as reported in note 12.2 to the annual financial statements. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.1.96 (June 30, 2023: Rs.1.55) per unit in respect of Equity Sub-Fund, Rs.0.94 (June 30, 2023: Rs.1.99) per unit in respect of Debt Sub-Fund, Rs.0.31 (June 30, 2023: Rs.0.26) per unit in respect of Money Market Sub-Fund as at December 31, 2023.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 (June 30, 2023: Nil).

8 EXPENSE RATIO

Equity Sub Fund

The annualized Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 1.28% which includes 0.16% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. The prescribed limit for the total expense ratio of pension fund under equity sub fund (excluding government levies) is 4.5%.

Debt Sub Fund

The annualized Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 0.87% which includes 0.11% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. The prescribed limit for the total expense ratio of pension fund under debt sub fund (excluding government levies) is 2.5%.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Money Sub Fund

The annualized Total Expense Ratio (TER) of the Fund as at December 31, 2022 is 0.53% which includes 0.08% representing government levies on the Fund such as provision sales taxes, annual fee to the SECP, etc. The prescribed limit for the total expense ratio of pension fund under money market sub fund (excluding government levies) is 2%.

9 TAXATION

The income of Alhamra Islamic Pension Fund is exempt from tax under clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001. Further through Finance Act, 2011, effective from July 01, 2011, pension funds are included in the list of entities on which the provisions of section 113 regarding minimum tax shall not apply.

	Note	December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees in '000')			
Bank Balances	4	129,377	381,782	874,588	1,385,747
Market Treasury Bills	5.2.4	-	-	-	-
		129,377	381,782	874,588	1,385,747

	Note	June 30, 2023 (Un-audited)			
		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

11. CONTRIBUTION TABLE

	December 31, 2023 (Un-audited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees' 000)	Units	(Rupees' 000)	Units	(Rupees' 000)	Units	(Rupees' 000)
Issuance of units	993,654	631,279	2,336,483	1,026,515	3,036,278	1,149,584	6,366,415	2,807,378
Redemption of units	(1,325,770)	(834,069)	(976,909)	(427,677)	(3,684,034)	(1,409,231)	(5,986,713)	(2,670,977)

	December 31, 2022 (Un-audited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees' 000)	Units	(Rupees' 000)	Units	(Rupees' 000)	Units	(Rupees' 000)
Issuance of units	508,063	252,770	744,540	269,988	1,458,890	465,537	2,711,493	988,295
Redemption of units	(621,318)	(308,396)	(701,856)	(254,820)	(682,530)	(216,934)	(2,005,704)	(780,150)

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	December 31, 2023 (Un-audited)		
	Equity	Debt	Money
	Sub-Fund	Sub-Fund	Market
	-----	-----	-----
	(Number of units)		
12. NUMBER OF UNITS IN ISSUE			
Total units outstanding at beginning of the period	1,564,588	1,210,971	4,420,430
Units issued during the period	993,654	2,336,483	3,036,278
Units redeemed during the period	(1,325,770)	(976,909)	(3,684,034)
Total units in issue at end of the period	<u>1,232,472</u>	<u>2,570,545</u>	<u>3,772,674</u>

	June 30, 2023 (Audited)		
	Equity	Debt	Money
	Sub-Fund	Sub-Fund	Market
	-----	-----	-----
	(Number of units)		
Total units outstanding at the beginning of the year	1,711,394	1,609,508	2,330,009
Units issued during the year	1,082,489	929,699	3,639,306
Units redeemed during the year	(1,229,295)	(1,328,236)	(1,548,885)
Total units in issue at the end of the year	<u>1,564,588</u>	<u>1,210,971</u>	<u>4,420,430</u>

13. EARNINGS PER UNIT

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

14. TRANSACTIONS WITH CONNECTED PERSONS

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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

	Half year ended December 31, 2023 (Un-audited)				Half year ended December 31, 2022 (Un-audited)
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees in '000')				
14.1 Transactions during the period					
MCB Investment Management Limited - Pension Fund Manager					
Remuneration (including indirect taxes)	7,107	3,451	2,618	13,176	13,111
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (include indirect taxes)	546	411	596	1,553	1,580
Settlement charges	74	2	2	78	20
Group / Associated companies					
MCB Bank Limited	240				
Mark-up earned	240	66	70	376	188
Bank charges	4	2	3	9	7
D.G. Khan Cement Company Limited					
Purchase of 242,500 (2022: 70,000) shares	13,452	-	-	-	4,229
Sale 752,500 (2022: 209,000) shares	45,003	-	-	-	11,815
Dividend Income	-	-	-	-	209
Nishat Mills Limited					
Purchase of 128,000 (2022: 120,000) shares	10,044	-	-	-	5,797
Sale NIL (2022: 790,549) shares	-	-	-	-	1,448
Lalpir Power Limited					
Purchase of 710,000 (2022: NIL) shares	11,000	-	-	11,000	-
Sale 225,000 (2022: NIL) shares	5,092	-	-	5,092	-
International Steels Limited					
Purchase of 293,000 (2022: 1,369,399) shares	14,552	-	-	14,552	71,046
Sale 70,000 (2022: 677,403) shares	4,953	-	-	4,953	35,371
Dividend Income	673	-	-	673	-
	December 31, 2023 (Un-audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	June 30, 2023 (Audited)
	(Rupees in '000')				
14.2 Balances outstanding at period end:					
MCB Investment Management Limited - Pension Fund Manager					
Remuneration payable	1,334	1,110	892	3,336	2,320
Sindh sales tax payable on remuneration	173	144	116	433	301
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable	101	108	140	349	274
Sindh sales tax payable on remuneration	12	14	18	44	36
Security deposit	200	-	-	200	600
Group / Associated companies					
MCB Bank Limited					
Bank Balances	208	1,817	1,639	3,664	7,357
Nishat Mills Limited					
128,000 Shares (June 2023: Nil)	10,044	-	-	10,044	-
Lalpir Power Limited					
485,000 Shares (June 2023: NIL)	10,951	-	-	10,951	-
D.G. Khan Cement Company Limited					
Nil Shares (June 2023: 510,000)	-	-	-	-	26,163
International Steels Limited					
223,000 Shares (June 2023: NIL)	16,283	-	-	16,283	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

14.3 Unit Holders' Fund

FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (Un-audited)

	As at July 01, 2023	Issued for cash	Redeemed	As at December 31, 2023	As at July 01, 2023	Issued for cash	Redeemed	As at December 31, 2023
	..... (Units) .....		..... (Rupees in '000') .....		..... (Rupees in '000') .....		..... (Rupees in '000')	
MCB Arif Habib Savings and Investments Limited - Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	124,080	-	-	195,616
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	102,955	-	-	115,643
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	108,441	-	-	120,558
Key management personnel								
- Pakistan Pension Fund - Equity	2,370	7,238	6,090	3,518	1,166	7,138	9,299	2,729
- Pakistan Pension Fund - Debt	2,482	372	358	2,496	1,010	157	151	1,140
- Pakistan Pension Fund - Money Market	8,204	567	8,347	424	2,965	213	3,200	170

FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (Un-audited)

	As at July 01, 2021	Issued for cash	Redeemed	As at December 31, 2021	As at July 01, 2021	Issued for cash	Redeemed	As at December 31, 2021
	..... (Units) .....		..... (Rupees in '000') .....		..... (Rupees in '000') .....		..... (Rupees in '000')	
MCB Arif Habib Savings and Investments Limited - Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	122,603	-	-	117,236
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	87,844	-	-	95,012
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	92,220	-	-	99,432
Key management personnel								
- Pakistan Pension Fund - Equity	3,345	16,192	18,527	1,010	1,626	7,138	9,299	470
- Pakistan Pension Fund - Debt	1,730	399	519	1,610	600	167	183	604
- Pakistan Pension Fund - Money Market	390	42,164	34,676	7,878	120	11,196	11,008	2,611

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

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

The following table shows the carrying amounts of fair values of financial assets and financial liabilities including the levels in the fair value hierarchy:

		December 31, 2023					
		Carrying amount			Fair Value		
		Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3
(Rupees in '000)							
Financial assets measured at fair value							
Equity Sub-Fund		943,614	-	943,614	943,614	-	-
Listed Equity Securities							
Debt Sub-Fund							
Pakistan Investment Bond	16.1	1,812	-	1,812	-	1,812	-
Pakistan Investment Bond - FRB		281,793	-	281,793	281,793	-	-
Market treasury Bills		421,644	-	421,644	-	421,644	-
Term Finance Certificates / Sukuks		64,336	-	64,336	64,336	-	-
Money Market Sub-Fund							
Market treasury Bills		633,066	-	633,066	-	633,066	-
		<u>2,346,265</u>	<u>-</u>	<u>2,346,265</u>	<u>1,289,743</u>	<u>1,056,522</u>	<u>-</u>
Financial assets not measured at fair value							
Equity Sub-Fund							
Bank balances		-	129,377	129,377			
Dividend receivable		-	492	492			
Markup receivable		-	858	858			
Receivable against sale of investments		-	10,811	10,811			
Advances, deposits and other receivables		-	3,938	3,938			
		<u>-</u>	<u>145,476</u>	<u>145,476</u>			
Debt Sub-Fund							
Bank balances		-	381,782	381,782			
Dividend receivable		-	-	-			
Markup receivable		-	27,116	27,116			
Receivable against sale of investments		-	-	-			
Advances, deposits and other receivables		-	444	444			
		<u>-</u>	<u>409,342</u>	<u>409,342</u>			
Money Market Sub-Fund							
Bank balances		-	874,588	874,588			
Markup receivable		-	-	-			
Receivable against sale of investments		-	11,360	11,360			
Advance against IPO subscription		-	-	-			
Advances, deposits and other receivables		-	601	601			
		<u>-</u>	<u>886,549</u>	<u>886,549</u>			

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

December 31, 2023						
Carrying amount			Fair Value			
Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)						
Financial liabilities not measured at fair value						
Equity Sub-Fund						
Payable to the Pension Fund Manager	-	1,507	1,507			
Payable to Trustee	-	113	113			
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-			
		167	167			
Payable against purchase of investments		128,270	128,270			
Payable against Redemption of Units	-	-	-			
Accrued expenses and other liabilities		3,067	3,067			
	-	133,124	133,124			
Debt Sub-Fund						
Payable to the Pension Fund Manager	-	1,254	1,254			
Payable to Trustee	-	123	123			
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-			
		142				
Payable against purchase of investments	-	-	-			
Payable against Redemption of Units	-	-	-			
Accrued expenses and other liabilities	-	2,948	2,948			
	-	4,467	4,325			
Money Market Sub-Fund						
Payable to the Pension Fund Manager	-	1,008	1,008			
Payable to Trustee	-	158	158			
Annual fee payable to the Securities and Exchange Commission of Pakistan		336	336			
Payable against purchase of investments	-	22	22			
Payable against Redemption of Units	-	-	-			
Accrued expenses and other liabilities	-	2,008	2,008			
	-	3,532	3,532			

	June 30, 2023						
	Carrying amount			Fair Value			
	Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)						
Financial assets measured at fair value							
Equity Sub-Fund	719,185	-	719,185	719,185	-	-	719,185
Listed Equity Securities							
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 / 'Sukuks	67,917		67,917	67,917	-	-	67,917
Money Market Sub-Fund							
Term Finance Certificates / 'Sukuks	1,496,180	-	1,496,180	1,496,180	-	-	1,496,180
	2,671,258	-	2,671,258	2,379,922	291,336	-	2,671,258

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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	June 30, 2023						
	Carrying amount			Fair Value			
	Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)							
Financial assets not measured at fair value							
Equity Sub-Fund							
Bank balances	-	41,428	41,428				
Dividend receivable	-	-	-				
Markup receivable	-	543	543				
Receivable against sale of investments	-	28,754	28,754				
Advances, deposits and other receivables	-	5,491	5,491				
	-	76,216	76,216				
Debt Sub-Fund							
Bank balances	-	32,044	32,044				
Dividend receivable	-	-	-				
Markup receivable	-	7,342	7,342				
Receivable against sale of investments	-	-	-				
Advances, deposits and other receivables	-	1,019	1,019				
	-	40,405	40,405				
Money Market Sub-Fund							
Bank balances	-	92,950	92,950				
Dividend receivable	-	-	-				
Markup receivable	-	6,821	6,821				
Receivable against sale of investments	-	-	-				
Advances, deposits and other receivables	-	6,402	6,402				
	-	106,173	106,173				
Financial liabilities not measured at fair value							
Equity Sub-Fund							
Payable to the Pension Fund Manager	-	1,055	1,055				
Payable to Trustee	-	84	84				
Annual fee payable to the Securities and Exchange Commission of Pakistan		310	310				
Payable against purchase of investments	-	-	-				
Payable against Redemption of Units	-	19,362	19,362				
Accrued expenses and other liabilities	-	4,805	4,805				
	-	25,616	25,616				
Debt Sub-Fund							
Payable to the Pension Fund Manager	-	516	516				
Payable to Trustee	-	53	53				
Annual fee payable to the Securities and Exchange Commission of Pakistan		221	221				
Payable against purchase of investments	-	-	-				
Payable against Redemption of Units	-	-	-				
Accrued expenses and other liabilities	-	2,929	2,929				
	-	3,719	3,719				
Debt Sub-Fund							
Payable to the Pension Fund Manager	-	1,050	1,050				
Payable to Trustee	-	173	173				
Annual fee payable to the Securities and Exchange Commission of Pakistan		434	434				
Payable against purchase of investments	-	22	22				
Payable against Redemption of Units	-	-	-				
Accrued expenses and other liabilities	-	2,842	2,842				
	-	4,521	4,521				

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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15.1 Valuation techniques used in determination of fair values within level 2

15.1.1 Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV rates (MUFAP).

15.1.2 Investments in Term Finance Certificates and Sukuks issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital, are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.

15.1.3 The valuation of commercial papers and term deposit receipt has been done based on amortisation of commercial paper and term deposit receipt to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

15.2 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.

16 GENERAL

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


17 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 02, 2024 by the Board of Directors of the Pension Fund Manager.

For MCB Investment Management Limited
(Pension Fund Manager)



Chief Executive Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

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