

MCB DCF INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2022

		March 31, 2022 (Un-Audited)	June 30, 2021 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
ASSETS			
Balances with banks	4	4,056,911	3,014,318
Investments	5	1,901,867	2,278,357
Mark-up, dividend and other receivables		46,641	34,325
Receivable against sale of investments		-	386,229
Receivable against margin trading system (MTS)		-	49,596
Advances, deposits and prepayments		167,462	47,070
Total assets		6,172,881	5,809,895
LIABILITIES			
Payable to MCB-Arif Habib Savings & Investments Limited - Management Company	6	13,048	10,064
Payable to Central Depository Company of Pakistan Limited - Trustee		329	280
Payable to the Securities and Exchange Commission of Pakistan		641	807
Payable against purchase of investments		1,301,068	1,965,915
Accrued and other liabilities	7	311,843	186,879
Total liabilities		1,626,930	2,163,945
NET ASSETS		4,545,951	3,645,950
Unit holders' fund (as per statement attached)		4,545,951	3,645,950
Contingencies and commitments	8		
----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		39,878,716	34,057,826
----- (Rupees) -----			
NET ASSETS VALUE PER UNIT		113.9944	107.0518

The annexed notes from 1 to 15 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

MCB DCF INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

		Nine months period ended March 31,		Quarter ended March 31,	
		2022	2021	2022	2021
Note		(Rupees in '000)			
INCOME					
		(33,047)	14,410	(6,614)	15,830
		111,859	64,291	49,851	23,115
		127,217	52,255	58,310	17,972
		43,262	75,756	18,070	13,802
		24,530	22,434	0	889
		19,687	24,005	0	47,568
		4,488	11,218	3	3,169
		11,868	19,549	2,044	(32,526)
		2,173	5,760	656	2003
		312,037	289,678	122,320	91,822
EXPENSES					
		47,185	45,438	15,677	14,133
		6,132	5,907	2,038	1,837
		3,205	3,029	1,105	942
		2,404	2,272	829	707
		313	295	108	91
		13,226	11,813	4,309	3,674
		641	606	221	189
		7,641	22,973	15	8,727
		559	627	202	185
		1,113	412	41	321
		828	1,632	562	1,063
		83,246	95,005	25,106	31,870
		228,791	194,673	97,214	59,952
	7.1	42,902	(3,893)	-	(1,199)
		271,693	190,779	97,214	58,752
	9	-	-	-	-
		271,693	190,779	97,214	58,752
<i>Allocation of net income for the period:</i>					
		271,693	190,779		
		(32,934)	(25,550)		
		238,759	165,229		
<i>Accounting income available for distribution:</i>					
		-	27,747		
		238,759	137,482		
		238,759	165,229		

Earnings per unit

The annexed notes from 1 to 15 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

MCB DCF INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

	Nine months period ended March 31,		Quarter ended March 31,	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
Net income for the period after taxation	271,693	190,779	97,214	58,752
Other comprehensive (loss) for the period:	-	-	-	-
Total comprehensive income for the period	<u>271,693</u>	<u>190,779</u>	<u>97,214</u>	<u>58,752</u>

The annexed notes from 1 to 15 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

MCB DCF INCOME FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine Months ended March 31, 2022			Nine Months ended March 31, 2021		
	------(Rupees in '000)-----					
	Capital value	Undistri-buted income	Total	Capital value	Undistri-buted income	Total
Net assets at beginning of the period	3,234,571	411,379	3,645,950	3,623,649	409,126	4,032,775
Issuance of 17,058,333 units (2021: 121,264,398 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,826,124	-	1,826,124	12,971,034	-	12,971,034
- Element of income	52,120	-	52,120	195,502	-	195,502
	1,878,245	-	1,878,245	13,166,536	-	13,166,536
Redemption of 11,237,444 units (2021: 123,610,488 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(1,202,989)	-	(1,202,989)	(13,221,983)	-	(13,221,983)
-Element of income	(14,015)	(32,934)	(46,949)	(174,833)	(25,550)	(200,383)
	(1,217,004)	(32,934)	(1,249,937)	(13,396,816)	(25,550)	(13,422,366)
Total comprehensive income for the period	-	271,693	271,693	-	190,779	190,779
Distribution During the period	-	-	-	-	-	-
	-	271,693	271,693	-	190,779	190,779
Net assets at end of the period	3,895,812	650,138	4,545,951	3,393,369	574,355	3,967,725
Undistributed income brought forward comprising of:						
- Realised gain	395,044			420,055		
- Unrealised loss	16,335			(10,929)		
	411,379			409,126		
Undistributed income - restated	411,379			409,126		
Accounting income available for distribution:						
- Relating to capital gains	-			27,747		
- Excluding capital gains	238,759			137,482		
	238,759			165,229		
Cash distribution during the period	-			-		
Undistributed income carried forward	650,138			574,355		
Undistributed income carried forward comprising of:						
- Realised gain	638,270			554,806		
- Unrealised loss	11,868			19,549		
	650,138			574,355		
	(Rupees)			(Rupees)		
Net assets value per unit at beginning of the period	107.0518			106.9649		
Net assets value per unit at end of the period	113.9944			112.2229		

The annexed notes from 1 to 15 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

MCB DCF INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine Months ended	
	March 31, 2022	March 31, 2021
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	271,693	190,779
Adjustments for:		
Dividend Income	(24,530)	(22,434)
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	(42,902)	3,893
Net unrealised loss on revaluation of investments 'at fair value through profit or loss - held-for-trading'	(11,868)	(19,549)
	<u>192,393</u>	<u>152,691</u>
Decrease / (increase) in assets		
Investments	388,359	1,222,915
Mark-up, dividend and other receivables	(12,316)	5,591
Receivable against sale of investments	386,229	-
Receivable against Margin Trading System (MTS)	49,596	(28,553)
Advances, deposits and prepayments	(120,392)	(118,872)
	<u>691,476</u>	<u>1,081,080</u>
Increase / (Decrease) in liabilities		
Payable to MCB Arif Habib Savings and Investments Limited - Management Company	2,984	(140)
Payable to Central Depository Company of Pakistan Limited - Trustee	49	(36)
Annual fee payable to SECP	(166)	(281)
Payable against purchase of investments	(664,847)	(403,592)
Accrued and other liabilities	167,866	56,545
	<u>(494,114)</u>	<u>(347,504)</u>
Dividend Received	24,530	22,400
Net cash generated from / (used in) operating activities	<u>414,285</u>	<u>908,666</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units (excluding additional units)	1,878,245	13,166,536
Payments on redemption of units	(1,249,937)	(13,422,366)
Dividend paid	-	-
Net cash used in from financing activities	<u>628,307</u>	<u>(255,831)</u>
Net decrease in cash and cash equivalents during the period	<u>1,042,592</u>	<u>652,836</u>
Cash and cash equivalents at beginning of the period	3,014,318	1,643,631
Cash and cash equivalents at end of the period	<u><u>4,056,911</u></u>	<u><u>2,296,464</u></u>

The annexed notes from 1 to 15 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

MCB DCF INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** MCB DCF Income Fund (the Fund) was established under a Trust Deed dated November 20, 2006 executed between Arif Habib Investments Limited (now MCB-Arif Habib Savings and Investments Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The draft Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) as a Collective Investment Scheme vide its letter dated on November 7, 2006 consequent to which the trust deed was executed on November 10, 2006 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules).
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3** The Fund is an open ended mutual fund and has been categorised as "Income Scheme" and offers units for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Pakistan Stock Exchange Limited.
- 1.4** The Fund primarily invests in money market and other instruments which includes corporate debt and government securities, repurchase agreements and spread transactions. The Fund may also invest a portion of the funds in medium term assets in order to provide higher return to the unit holders.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 06, 2021 to the Management Company and a stability rating of 'AA-(f)' dated March 9, 2022 to the Fund.
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.
- 1.7** During the year ended June 30, 2021, the Trust Act, 1882 was 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 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

- 2.1.1** This condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan which comprises of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
 - 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 International Accounting Standard (IAS) 34, Interim Financial Reporting, 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.

- 2.1.2** This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2021. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 March 2022 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2021, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the nine months ended 31 March 2021.
- 2.1.3** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.
- 2.1.4** In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.
- 2.1.5** This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

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

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Funds for the year ended June 30, 2021.

		March 31, 2022 (Un-audited)	June 30, 2021 (Audited)
	Note	------(Rupees in '000)-----	
4	BALANCES WITH BANKS		
Current accounts		703	39
Savings accounts	4.1	4,056,208	3,014,279
	4.2	<u>4,056,911</u>	<u>3,014,318</u>

4.1 These carry profit at rates ranging from 5.5% to 12.3% per annum (June 30, 2021: 5.5% to 8.5% per annum).

4.2 These includes balances with related parties of Rs. 0.708 million (June 30, 2021: Rs. 0.602 million) maintained with MCB Bank Limited and Rs. 0.0107 million (June 30, 2021: Rs. 0.010 million) maintained with MCB Islamic Bank Limited.

		March 31, 2022 (Un-audited)	June 30, 2021 (Audited)
	Note	------(Rupees in '000)-----	
5	INVESTMENTS		
Investments by Category			
At fair value through profit or loss			
Government securities	5.1	1,381,950	1,677,862
Listed equity securities	5.2	-	43,725
Listed debt securities	5.3	-	-
Unlisted debt securities	5.4	519,917	555,267
Future stock contracts		<u>-</u>	<u>1,503</u>
		<u>1,901,867</u>	<u>2,278,357</u>

5.1 Government securities - 'at fair value through profit or loss - held-for-trading'

Name of security	Note	Date of issue	Face value			Balance as at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
			As at July 01, 2021	Purchased during the period	Disposed/ matured during the period	As at March 31, 2022	Carrying value	Market value		
(Rupees in '000)										
%										
Treasury Bills - 3 months										
Treasury Bills		16-Dec-21	-	250,000	250,000	-	-	-	0.00%	0.00%
Treasury Bills		2-Jul-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills		15-Jul-21	-	3,750,000	3,750,000	-	-	-	0.00%	0.00%
Treasury Bills		27-Jan-22	-	800,000	800,000	-	-	-	0.00%	0.00%
Treasury Bills		4-Nov-21	-	650,000	650,000	-	-	-	0.00%	0.00%
Treasury Bills		7-Oct-21	-	2,425,000	2,425,000	-	-	-	0.00%	0.00%
Treasury Bills		30-Dec-21	-	2,000,000	2,000,000	-	-	-	0.00%	0.00%
Treasury Bills		17-Jun-21	-	1,018,000	1,018,000	-	-	-	0.00%	0.00%
Treasury Bills		6-May-21	-	100,000	100,000	-	-	-	0.00%	0.00%
Treasury Bills		20-May-21	-	1,750,000	1,750,000	-	-	-	0.00%	0.00%
Treasury Bills		22-Apr-21	1,000,000	-	1,000,000	-	-	-	0.00%	0.00%
Treasury Bills		13-Jan-22	-	350,000	350,000	-	-	-	0.00%	0.00%
Treasury Bills		12-Aug-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills		26-Aug-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills		9-Sep-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills		29-Jul-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills - 6 months										
Treasury Bills		2-Dec-21	-	800,000	800,000	-	-	-	0.00%	0.00%
Treasury Bills		2-Jul-21	-	500,000	500,000	-	-	-	0.00%	0.00%
Treasury Bills		22-Apr-21	-	1,000,000	1,000,000	-	-	-	0.00%	0.00%
Treasury Bills		11-Mar-21	-	966,000	966,000	-	-	-	0.00%	0.00%
Treasury Bills		12-Aug-21	-	2,150,000	2,150,000	-	-	-	0.00%	0.00%
Treasury Bills		29-Jul-21	-	3,500,000	3,500,000	-	-	-	0.00%	0.00%
Treasury Bills		16-Dec-21	-	6,200,000	6,200,000	-	-	-	0.00%	0.00%
Treasury Bills		25-Mar-21	-	250,000	250,000	-	-	-	0.00%	0.00%
Treasury Bills		26-Aug-21	-	3,402,500	3,402,500	-	-	-	0.00%	0.00%
Treasury Bills		9-Sep-21	-	10,200,000	10,200,000	-	-	-	0.00%	0.00%
Treasury Bills		15-Jul-21	-	3,273,000	3,273,000	-	-	-	0.00%	0.00%
Treasury Bills		6-May-21	-	1,400,000	1,400,000	-	-	-	0.00%	0.00%
Treasury Bills		27-Jan-22	-	1,750,000	1,750,000	-	-	-	0.00%	0.00%
Treasury Bills		3-Jun-21	-	4,400,000	4,400,000	-	-	-	0.00%	0.00%
Treasury Bills - 12 months										
Treasury Bills *		16-Dec-21	-	750,000	500,000	250,000	229,839	229,834	(5)	0.05
Treasury Bills *		30-Dec-21	-	1,000,000	500,000	500,000	457,643	457,641	(2)	0.10
Pakistan Investment Bonds										
Pakistan Investment Bonds										
- 02 years **		5-Nov-20	100,000	400,000	400,000	100,000	99,713	99,760	47	0.02
- 02 years **		26-Aug-21	-	2,892,000	2,417,000	475,000	471,946	471,818	(128)	0.10
Pakistan Investment Bonds										
- 03 years		12-Jul-18	11,000	-	11,000	-	-	-	-	0.00%
- 03 years		18-Jun-20	200,000	400,000	-	-	-	-	-	0.00%
- 03 years		20-Aug-20	-	550,000	550,000	-	-	-	-	0.00%
Pakistan Investment Bonds										
- 05 years		12-Jul-18	300,000	800,000	1,100,000	-	-	-	-	0.00%
- 05 years		15-Oct-20	-	250,000	250,000	-	-	-	-	0.00%
Pakistan Investment Bonds										
- 10 years **		22-Aug-19	35,000	105,000	105,000	35,000	35,147	35,144	(3)	0.77%
GOP Ijara Sukuk										
- 05 years ***		24-Jun-20	37,500	-	-	37,500	37,683	37,519	(164)	0.83%
- 05 years ***		15-Dec-21	-	100,000	50,000	50,000	51,154	50,235	(919)	1.11%
Total as at March 31, 2022							1,383,125	1,381,951	(1,174)	
Total as at June 30, 2021							1,677,330	1,677,862	532	

* These will mature latest by December 29, 2022 and carry effective yield with rates ranging from 12.41% to 12.42% per annum.

** These will mature latest by August 22, 2029 and carry effective yield with rates ranging from 10.20% to 11.38% per annum.

*** These will mature latest by June 24, 2025 and carry effective yield of 11.28% to 11.40% per annum.

5.2 Listed equity securities - 'at fair value through profit or loss'

Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise

Name of investee company	Number of shares				Balance as at March 31, 2022			Market Value as a percentage of		Percentage in relation to paid-up capital of the investee company
	As at July 01, 2021	Purchased during the period	Sold during the period	As at March 31, 2022	Carrying value	Market value	Unrealized (loss) / gain	net assets	total investments	
					(Rupees in '000)			%		
Automobile Assembler										
Pak Suzuki Motors Company Limited	-	26,000	26,000	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	-	67,000	67,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Automobile Parts & Accessories										
Loads Limited	-	20,000	20,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Cable & electrical goods										
Pak Elektron Limited	-	1,853,500	1,853,500	-	-	-	-	-	-	-
Waves Singer Pakistan Limited	-	3,688,000	3,688,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Cement										
D.G. Khan Cement Company Limited*	-	684,000	684,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	-	115,500	115,500	-	-	-	-	-	-	-
Lucky Cement Limited	-	6,500	6,500	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	-	1,095,000	1,095,000	-	-	-	-	-	-	-
Pioneer Cement Limited	-	192,000	192,000	-	-	-	-	-	-	-
Power Cement Limited*	-	3,500	3,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Chemicals										
Engro Polymer and Chemicals Limited	-	528,000	528,000	-	-	-	-	-	-	-
Ghani Global Holdings Limited	-	5,480,000	5,480,000	-	-	-	-	-	-	-
Lotte Chemical Pakistan Limited	-	532,000	532,000	-	-	-	-	-	-	-
Nimir Resins Limited	-	9,000	9,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Engineering										
Aisha Steel Mills Limited*	-	1,277,500	1,277,500	-	-	-	-	-	-	-
Amreli Steels Limited	-	107,000	107,000	-	-	-	-	-	-	-
International Industries Limited	-	323,500	323,500	-	-	-	-	-	-	-
International Steels Limited	-	287,500	287,500	-	-	-	-	-	-	-
Mughal Iron & Steel Industries Limited	-	218,000	218,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Food & Personal Care Products										
Fauji Foods Limited	-	362,000	362,000	-	-	-	-	-	-	-
The Organic Meat Company Limited	-	59,000	59,000	-	-	-	-	-	-	-
Treet Corporation Limited	-	1,313,000	1,313,000	-	-	-	-	-	-	-
Unify Foods Limited	-	9,156,000	9,156,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Fertilizer										
Engro Corporation Limited	-	19,000	19,000	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	203,500	203,500	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	4,500	4,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	-	2,000	2,000	-	-	-	-	-	-	-
Tariq Glass Industries	-	120,500	120,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Miscellaneous										
Pace (Pakistan) Limited	-	50,000	50,000	-	-	-	-	-	-	-
Siddiqsons Tin Plate Limited	-	1,723,000	1,723,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Oil and Gas Exploration Companies										
Oil & Gas Development Company Limited	-	1,736,000	1,736,000	-	-	-	-	-	-	-
Pakistan Petroleum Limited	-	284,000	284,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Balance carried forward					-	-	-	-	-	-

* These transactions relate to shares of related parties

Name of investee company	Number of shares				Balance as at March 31, 2022			Market Value as a percentage of		Percentage in relation to paid-up capital of the investee company
	As at July 01, 2021	Purchased during the period	Sold during the period	As at March 31, 2022	Carrying value	Market value	Unrealised (loss) / gain	net assets	total invest-ments	
					(Rupees in '000)			%		
Balance brought forward					-	-	-	-	-	-
Oil and Gas Marketing Companies										
Pakistan State Oil Company Limited	-	224,500	224,500	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	-	6,619,500	6,619,500	-	-	-	-	-	-	-
Sui Southern Gas Company Limited	-	37,000	37,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Pharmaceuticals										
The Searle Company Limited	-	91,000	91,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Power Generation & Distribution										
The Hub Power Company Limited*	-	655,000	655,000	-	-	-	-	-	-	-
Kot Addu Power Company Limited	-	630,500	630,500	-	-	-	-	-	-	-
K-Electric Limited	-	1,652,500	1,652,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Refinery										
Attock Refinery Limited	170,500	1,309,000	1,479,500	-	-	-	-	-	-	-
Byco Petroleum Pakistan Limited	-	22,815,000	22,815,000	-	-	-	-	-	-	-
National Refinery Limited	-	397,000	397,000	-	-	-	-	-	-	-
Pakistan Refinery Limited	-	823,500	823,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Technology & Communications										
Avanceon Limited	-	2,402,000	2,402,000	-	-	-	-	-	-	-
Hum Netw ork Limited	-	5,811,500	5,811,500	-	-	-	-	-	-	-
Netsol Technologies	-	1,423,500	1,423,500	-	-	-	-	-	-	-
Pakistan Telecommunication Company Limited	-	75,000	75,000	-	-	-	-	-	-	-
TRG Pakistan Limited	-	3,121,500	3,121,500	-	-	-	-	-	-	-
Worldcall Telecom Limited	-	2,116,500	2,116,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Textile Composite										
Gul Ahmed Textile Mills Limited	-	293,000	293,000	-	-	-	-	-	-	-
Nishat (Chunian) Limited	-	845,500	845,500	-	-	-	-	-	-	-
Nishat Mills Limited*	-	57,500	57,500	-	-	-	-	-	-	-
					-	-	-	-	-	-
Transport										
Pakistan International Bulk Terminal Limited	-	17,937,000	17,937,000	-	-	-	-	-	-	-
					-	-	-	-	-	-
Total as at March 31, 2022					-	-	-	-	-	-
Total as at June 30, 2021					44,113	43,725	(388)	-	-	-

* These transactions relate to shares of related parties

***These Shares has been pledged with National Clearing Company of Pakistan Limited as security against exposure margin / MTM losses as per Circular no. 11 dated October 23, 2007 issued by the SECP.

5.3 Listed debt securities - term finance certificates of Rs.5,000 each (unless stated otherwise) - 'at fair value through profit or loss'

Name of investee company	Number of certificates				Balance as at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
	As at July 01, 2021	Purchased during the period	Disposed during the period	As at March 31, 2022	Carrying value	Market value	Unrealised (loss) / gain		
----- (Rupees in '000) ----- % -----									
Financial Services									
Saudi Pak Leasing Company Limited									
(March 13, 2010) (refer note 5.4.1)	10,000	-	-	10,000	27,548	-	-	-	-
Less: Provision for impairment					(27,548)	-	-	-	-
As at March 31, 2022					-	-	-		
As at June 30, 2021					-	-	-		

* Nominal value of these term finance certificates is Rs.100,000 per certificate.

5.4 Unlisted debt securities - term finance and sukuk certificates of Rs.5,000 each (unless stated otherwise) - 'at fair value through profit or loss'

Name of investee company	Number of certificates				Balance as at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
	As at July 01, 2021	Purchased during the period	Disposed/ Matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised (loss) / gain		
					(Rupees in '000)			%	
Commercial banks									
Askari Bank Limited VII - TFC (March 17, 2020)**	50	-	-	50	49,489	50,750	1,261	1.12%	2.67%
Samba bank limited (March 1, 2021)*	1,850	-	1,000	850	84,966	85,641	675	1.88%	4.50%
The Bank of Punjab Limited - TFC II * (April 23, 2018)	850	-	850	-	-	-	-	0.00%	0.00%
The Bank of Punjab Limited TFC-I * (December 23, 2016)	1,200	-	-	1,200	120,958	125,029	4,072	2.75%	6.57%
Bank Al Habib Ltd.(September 30, 2021)	-	35,000	-	35,000	174,965	179,689	4,724	3.95%	9.45%
					430,378	441,110	10,732	9.70%	23.19%
Chemicals									
Ghani Gases Limited - Sukuk *(February 02, 2017)	500	-	-	500	14,519	15,333	814	0.34%	0.81%
					14,519	15,333	814	0.34%	0.81%
Investment Bank									
Jahangir Siddiqui and Company Limited- TFC-III- July 18, 2017	10,000	-	-	10,000	17,260	17,746	487	0.39%	0.93%
Jahangir Siddiqui & Co. Ltd. - TFC (March 06, 2018)	18,000	-	-	18,000	44,705	45,727	1,023	1.01%	2.40%
					61,964	63,474	1,509	1.40%	3.34%
Household goods									
New Allied Electronics Industries (Private) Limited (May 15, 2007) (refer note 5.4.1)	10,400	-	-	10,400	21,983				
Less: Provision for impairment					(21,983)				
					-	-	-	-	-
New Allied Electronics Industries (Private) Limited Sukuk (July 25, 2007) (refer note 5.4.1)	112,000	-	-	112,000	35,063				
Less: Provision for impairment					(35,063)				
					-	-	-	-	-
As at March 31, 2022					506,861	519,917	13,056	11%	27%
As at June 30, 2021					540,579	555,267	14,688		

* Nominal value of this sukuk certificate is Rs.100,000 per certificate.

** Nominal value of this sukuk certificate is Rs.100,000 per certificate.

5.4.1 Details of non-compliant investments with the investment criteria as specified by the SECP

In accordance with clause (v) of the investment criteria laid down for 'income scheme' in Circular No. 7 of 2009, the Fund is required to invest in any security having rating not lower than the investment grade (credit rating of BBB and above). However, as at March 31, 2021, the Fund is non-compliant with the above mentioned requirement in respect of the following investments. The securities were in compliance with the circular (i.e. investment grade) at the time of purchase and were subsequently downgraded to non investment grade by MUFAP on default by respective issuer in repayment of coupon due on respective dates.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held, if any	Value of investment after provision	Percentage of net assets	Percentage of total investments
Listed debt securities						
Saudi Pak Leasing Company Limited	TFC	27,548	(27,548)	-	0.00%	0.00%
Unlisted debt securities						
New Allied Electronics Industries (Private) Limited	TFC	21,983	(21,983)	-	0.00%	0.00%
New Allied Electronics Industries (Private) Limited	Sukuk	35,063	(35,063)	-	0.00%	0.00%

6	PAYABLE TO MCB ARIF HABIB SAVINGS AND INVESTMENTS LIMITED - MANAGEMENT COMPANY	March 31, 2022 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees in '000) -----	
	Remuneration payable	5,804	4,960
	Sindh sales tax on management fee	754	647
	Sale load Payable	1,796	209
	Allocated expenses payable	386	330
	Selling and marketing expenses payable	4,308	3,918
		<u>13,048</u>	<u>10,064</u>

		March 31, 2022 (Un-Audited)	June 30, 2021 (Audited)
		----- (Rupees in '000) -----	
7	ACCRUED AND OTHER LIABILITIES		
	Note		
	Provision for Sindh Workers' Welfare Fund (SWWF)	7.1	-
	Federal Excise Duty on remuneration to the Management Company	7.2	99,060
	Federal Excise Duty and related taxes payable on sales load		27,933
	Auditors' remuneration		374
	Withholding tax payable		425
	Brokerage payable		39
	Dividend payable		3
	Others		184,009
		<u>311,843</u>	<u>186,879</u>

7.1 Provision for Sindh Workers' Welfare Fund

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Funds Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds had accordingly made provision in respect of SWWF as recommended by MUFAP.

During the current period, SRB through its letter dated August 12, 2021 intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also taken up with the SECP and all the Asset Management Companies, in consultation with the SECP, have reversed the cumulative provision of SWWF. The Fund has also reversed provision for SWWF amounting to Rs. 42.902 million in these condensed interim financial statements of the Fund, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP also gave its concurrence for prospective reversal of provision for SWWF. Going forward, no provision for SWWF has been recognised in these condensed interim financial statements of the Fund.

7.2 Federal Excise Duty and related tax payable

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the annual financial statements of the Fund for the year ended June 30, 2020. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at March 31, 2022 would have been higher by Rs. 3.18 per unit (June 30, 2021: Re. 2.91 per unit).

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies outstanding as at March 31, 2022 and June 30, 2021 except for the following mentioned below:

	March 31, 2022 (Un-Audited)	June 30, 2021 (Audited)
	----- (Rupees in '000) -----	
8.1 Commitments		
Future sale transactions of equity securities entered into by the Fund in respect of which the sale transactions have not been settled as at period end	-	45,728

9 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

10 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.

11 TOTAL EXPENSE RATIO

The Annualized total expense ratio of the Fund is 4.56% as on March 31, 2022 (March 31, 2021: 3.26%) and this includes 0.31% (March 31, 2021: 0.34%) representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee.

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 and key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Regulations 2008 and Constitutive documents of the Fund.

The transactions with connected persons / related parties are in the normal course of business and are carried out on agreed terms at contracted rates.

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

12.1 Unit Holders' Fund

For the Nine Months ended March 31, 2022 (Un-Audited)								
	As at July 01, 2021	Issuance (including additional units)	Redeemed	As at March 31, 2022	As at July 01, 2021	Issuance	Redeemed	As at March 31, 2022
	Units				(Rupees in '000)			
Group / associated companies								
MCB Employees Provident Fund (Pak Staff)	1,677,094	-	-	1,677,094	179,536	-	-	191,179
MCB Employees Pension Fund	1,677,094	-	-	1,677,094	179,536	-	-	191,179
D.G. Khan Cement Company Ltd Employees Provident F	5,045	-	-	5,045	540			575
Mandate under discretionary portfolio services*	2	824	793	33	-	90	87	4

* This reflects the position of related party / connected persons status as at March 31, 2021.

For the nine months ended March 31, 2021 (Un-Audited)								
	As at July 01, 2020	Issuance	Redeemed	As at March 31, 2021	As at July 01, 2020	Issuance	Redeemed	As at March 31, 2021
	Units				(Rupees in '000)			
Group / associated companies								
Mcb-Arif Habib Savings And Investments Limited	-	9,344	9,344	-	-	1,015	1,016	-
Mcb Employees Provident Fund (Pak Staff)	1,573,657	-	-	1,573,657	168,326	-	-	176,600
Mcb Employees Pension Fund	1,573,657	-	-	1,573,657	168,326	-	-	176,600
D.G. Khan Cement Company Ltd Employees Provident F	4,734	-	-	4,734	506			531
Mandate under discretionary portfolio services*	10,285	110,241,802	110,252,086	2	1,100	11,954,526	11,961,585	0

* This reflects the position of related party / connected persons status as at March 31, 2021.

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

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

		(Un-Audited)	
		March 31, 2022	March 31, 2021
		----- (Rupees in '000) -----	
12.2 Transactions during the period:			
Management Company			
MCB Arif Habib Savings and Investments Limited			
Remuneration (including indirect taxes)	53,317	51,345	
Marketing and Selling Expense	13,226	11,813	
Expense allocated by the Management	3,205	3,029	
Central Depository Company of Pakistan Limited - Trustee			
Remuneration (including indirect taxes)	2,717	2,567	
Settlement charges	651	1,032	
Group / associated companies			
MCB Bank Limited			
Mark-up on deposit accounts	36	66	
Purchase of securities face value Rs.504,000,000(2021: Sale Rs.146,900,000)	485,378	1,034,327	
Bank charges	30	27	
Arif Habib Limited - Brokerage House			
Brokerage and settlement charges *	28	-	
Nishat (Chunian) Limited			
Purchase of 845,500 (2021: 609,000) shares	43,826	25,733	
Sale of 845,500 (2021: 508,000) shares	44,162	21,159	
Dividend income		-	
D.G. Khan Cement Company Limited			
Purchase of 684,000 (2021: 3,620,000) shares	75,264	399,442	
Sale of 684,000 (2021:4,086,500) shares	75,851	438,384	
Dividend income		-	
Nishat Mills Limited			
Purchase of 57,500 (2021: 1,571,500) shares	5,500	156,367	
Sale of 57,500 (2021: 1,626,000) shares	5,548	158,819	
Dividend income		2,792	
Power Cement Limited			
Purchase of 3,500 (2021: 1,873,500) shares	29	19,058	
Sale of 3,500 (2021: 1,836,000) shares	29	18,885	
Aisha Steel			
Purchase of 1,277,500 (2021: Nil) shares	30,816	-	
Sale of 1,277,500 (2021: Nil) shares	31,055	-	

* The amount disclosed represents the amount of brokerage paid / payable to connected persons and not the purchase or sale value of securities transacted through them. The purchase or sale value has not been treated as transactions with connected persons as the ultimate counter-parties are not connected persons.

	(Un-Audited) March 31, 2022	(Audited) June 30 2021
	----- (Rupees in '000) -----	
12.3 Balances outstanding at period end:		
Management Company		
MCB-Arif Habib Savings and Investments Limited		
Remuneration payable	5,804	4,960
Sindh sales tax payable on remuneration payable	754	647
Allocated expenses payable	386	330
Selling and marketing expenses payable	4,308	3,918
Sales load payable	1,796	209
Central Depository Company of Pakistan Limited - Trustee		
Security deposit	200	200
Remuneration payable (including indirect taxes)	329	281
MCB Bank Limited		
Balances with Bank	710	602
MCB Islamic Bank Limited		
Balances with bank	11	10
Arif Habib - Brokerage House		
Brokerage and settlement charges payable	-	3

13. GENERAL

- 13.1.** Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.
- 13.2.** Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. However, no significant rearrangements or reclassifications were made in these condensed interim financial statements to report.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e., period end. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

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

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

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

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

15. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on _____ by the Board of Directors of the Management Company.

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

Chief Executive Officer

Chief Financial Officer

Director