

PAKISTAN CAPITAL MARKET FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT March 31, 2022

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
ASSETS			
Balances with banks	4	183,375	186,376
Investments	5	263,389	273,292
Dividend and profit receivable		6,524	293
Advances, deposits and other receivables		4,819	4,803
Receivable against sale of investments		-	20,614
Total assets		458,107	485,378
LIABILITIES			
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company	6	1,407	1,379
Payable to Central Depository Company of Pakistan Limited - Trustee	7	81	89
Payable to the Securities and Exchange Commission of Pakistan (SECP)	8	69	94
Payable against purchase of investments		9,818	952
Payable against redemption of units		216	216
Accrued and other liabilities	7	10,181	15,985
Total liabilities		21,772	18,715
NET ASSETS		436,335	466,663
Unit holders' fund (as per statement attached)		436,335	466,663
Contingencies and commitments	8		
----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		37,217,269	38,891,084
----- (Rupees) -----			
NET ASSET VALUE PER UNIT		11.72	12.00

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

PAKISTAN CAPITAL MARKET FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED March 31, 2022

	Nine months period ended		Quarter ended	
	March 31,		March 31,	
	2022	2021	2022	2021
Note -----	(Rupees in '000) -----			
INCOME				
Capital gain on sale of investments - net	(26,084)	67,906	(15,267)	47,015
Dividend income	14,585	10,480	5,592	7,411
Income from government securities	4,608	4,620	1,362	3,135
Income from term finance certificates	30	35	9	23
Profit on bank deposits	5,188	3,254	2,358	2,367
Income on deposit with NCCPL exposure margin	68	83	27	49
Unrealised appreciation on re-measurement of investments classified as 'at fair value through profit or loss'	1,387	10,052	12,332	3,305
Total income	(218)	96,430	6,413	63,305
EXPENSES				
Remuneration of MCB-Arif Habib Savings & Investments Limited - Management Company	10,491	7,942	2,698	5,583
Sindh Sales tax on remuneration of the Management Company	1,364	1,032	351	726
Allocated expenses	342	353	109	235
Remuneration of Central Depository Company of Pakistan Limited - Trustee	684	706	219	470
Sindh sales tax on remuneration of the trustee	89	92	29	61
Selling and marketing expenses	-	3,879	-	2,287
Annual fee to the Securities and Exchange Commission of Pakistan	69	71	22	47
Securities transaction cost	1,199	2,302	403	1,660
Settlement and bank charges	438	487	132	335
Fees and subscription	21	33	7	14
Auditors' remuneration	474	538	133	278
Printing and related costs	27	29	14	15
Legal and professional charges	514	102	45	67
Total operating expenses	15,712	17,566	4,162	11,778
Net income from operating activities	(15,930)	78,864	2,251	51,527
Provision for Sindh Workers' Welfare Fund (SWWF) Reversal	7.1	6,269	(1,577)	(1,030)
Net income / (loss) for the period before taxation	(9,661)	77,287	2,251	50,497
Taxation	9	-	-	-
Net income / (loss) for the period after taxation	(9,661)	77,287	2,251	50,497
<i>Allocation of net income for the period:</i>				
Net income for the period after taxation		77,287		
Income already paid on units redeemed		(8,155)		
		69,132		
<i>Accounting income available for distribution:</i>				
- Relating to capital gains		69,132		
- Excluding capital gains		-		
		69,132		

Earnings per unit

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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

PAKISTAN CAPITAL MARKET FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD 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 /(loss) for the period after taxation	(9,661)	77,287	2,251	50,497
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>(9,661)</u>	<u>77,287</u>	<u>2,251</u>	<u>50,497</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

PAKISTAN CAPITAL MARKET FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED March 31, 2022

	Nine months period ended March 31, 2022			Nine months period ended March 31, 2021		
	Capital value	Undistributed income / (accumulated loss)	Total	Capital value	Undistributed income / (accumulated loss)	Total
	(Rupees in '000)					
Net assets at the beginning of the period	408,071	58,592	466,663	422,186	(7,607)	414,579
Issuance of 6,712,214 units (2021: 5,066,616 units): ¹²						
- Capital value (at net asset value per unit at the beginning of the period)	80,547	-	80,547	51,425	-	51,425
- Element of income	(1,829)	-	(1,829)	3,105	-	3,105
	78,718	-	78,718	54,530	-	54,530
Redemption of 8,386,029 units (2021: 7,893,543 units):						
- Capital value (at net asset value per unit at the beginning of the period)	100,632	-	100,632	80,119	-	80,119
- Element of income / (loss)	(1,247)	-	(1,247)	715	8,155	8,870
	99,385	-	99,385	80,834	8,155	88,989
Total comprehensive income for the period	-	(9,661)	(9,661)	-	77,287	77,287
Net assets at the end of the period	<u>387,404</u>	<u>48,931</u>	<u>436,335</u>	<u>395,882</u>	<u>61,525</u>	<u>457,407</u>
Accumulated Income / (loss) brought forward comprising of:						
- Realised gain	41,469			19,862		
- Unrealised gain / (loss)	17,123			(27,469)		
Accumulated Income	58,592			(7,607)		
Accounting income available for distribution						
- Relating to capital gains	-			69,132		
- Excluding capital gains	-			-		
	-			69,132		
Total Loss for the period	(9,661)			-		
Undistributed income carried forward	<u>48,931</u>			<u>61,525</u>		
Net loss for the period after taxation						
Undistributed income carried forward comprising of:						
- Realised gain	47,544			51,473		
- Unrealised gain	1,387			10,052		
	<u>48,931</u>			<u>61,525</u>		
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	<u>12.00</u>			<u>10.15</u>		
Net asset value per unit at the end of the period	<u>11.72</u>			<u>12.03</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

PAKISTAN CAPITAL MARKET FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED March 31, 2022

	Nine months period ended	
	March 31, 2022	March 31, 2021
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	(9,661)	77,287
Adjustments for:		
Dividend income	(14,585)	(10,480)
Unrealised appreciation on re-measurement of investments classified as 'at fair value through profit or loss	(1,387)	(10,052)
Provision for Sindh Workers' Welfare Fund (SWWF)	(6,269)	1,577
	<u>(31,902)</u>	<u>58,332</u>
Decrease / (increase) in assets		
Investments - net	11,290	71,597
Receivable against sale of investments	20,614	4,238
Dividend and profit receivables	(2,870)	1,686
Advances, deposits and other receivables	(16)	206
	<u>29,018</u>	<u>77,727</u>
Increase / (decrease) in liabilities		
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company	28	(33)
Payable to Central Depository Company of Pakistan Limited - Trustee	(8)	10
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(25)	(22)
Payable against purchase of investments	8,867	(53,998)
Accrued and other liabilities	464	(401)
	<u>9,326</u>	<u>(54,444)</u>
Dividend received	11,224	6,320
Net cash generated from operating activities	<u>17,666</u>	<u>87,935</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	78,718	2,363
Payments on redemption of units	(99,385)	(88,989)
Net cash used in financing activities	<u>(20,667)</u>	<u>(34,459)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>(3,001)</u>	<u>53,476</u>
Cash and cash equivalents at the beginning of the period	186,376	99,855
Cash and cash equivalents at the end of the period	<u>183,375</u>	<u>153,331</u>

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The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Chief Financial Officer

Director

PAKISTAN CAPITAL MARKET FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Pakistan Capital Market Fund (the Fund) was established under a Trust Deed executed between Arif Habib Investments Limited (now MCB - Arif Habib Savings and Investments Limited) as "Management Company" and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The draft Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated September 30, 2003 consequent to which the Trust Deed was executed on October 27, 2003 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the 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 Non Banking Finance Companies (Establishment and Regulations) Rules 2003 through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3** Pakistan Capital Market Fund as a closed-end scheme was authorized by SECP on November 5, 2003. During the year 2005, the Fund was converted from a closed-end scheme to an open-end scheme. The Fund has been categorised as "Balanced Scheme" and offers units for public subscription on continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.4** The Fund primarily invests in a mix of listed equity and debt securities, unlisted government securities, secured debt securities, money market transactions and reverse re-purchase transactions.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 06, 2021 to the Management Company.
- 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** On August 13, 2021 the Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, August 13, 2021 on the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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, 2020. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2021.

		(Un-Audited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
4 BALANCES WITH BANKS			
In current accounts		171,113	5,050
In saving accounts	4.1	12,262	181,326
	4.2	<u>183,375</u>	<u>186,376</u>

4.1 These carry profit at the rates ranging from 9.00% to 12.15% per annum (June 30, 2021: 9.00% to 12.15% per annum).

4.2 These include balance of Rs. 0,019 million (June 30, 2021: Rs. 3,218 million) maintained with MCB Bank Limited (a related party) that carries profit at the rate of 8.25% per annum (June 30, 2021: 5.5% per annum).

		(Un-Audited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
5 INVESTMENTS			
Investment by category			
At fair value through profit or loss			
Listed equity securities	5.1	263,052	272,708
Government securities	5.2	-	-
Unlisted debt security	5.3	337	584
		<u>263,389</u>	<u>273,292</u>

5.1 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 the investee company	As at July 1, 2021	Purchases during the period	Bonus / right issue during the period	Sold during the period	As at March 31, 2022	As at March 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying Value	Market value	Unrealised appreciation/ (diminution)	Net assets	Total investments	
						Rupees in '000			%		
Number of shares											
Automobile Assembler											
Honda Atlas Cars (Pakistan) Limited	-	13,000	-	13,000	-	-	-	-	0.00%	0.00%	0.00%
Indus Motors Company Limited	4,100	-	-	4,100	-	-	-	-	0.00%	0.00%	0.00%
Pak Suzuki Motors Company Limited	-	23,000	-	23,000	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-	0.00%	0.00%	0.00%
Automobile Parts & Accessories											
Agriauto Industries Limited	40,000	-	-	40,000	-	-	-	-	0.00%	0.00%	0.00%
Panther Tyres Limited	90,266	-	53	90,000	319	18	11	(7)	0.00%	0.00%	0.00%
Thal Limited	28,600	-	-	4,500	24,100	10,189	8,803	(1,386)	2.02%	3.34%	0.03%
						10,207	8,814	(1,393)	2.02%	3.35%	0.03%
Cement											
Cherat Cement Company Limited	-	90,500	-	47,500	43,000	5,843	6,058	215	1.39%	2.30%	0.02%
D.G. Khan Cement Company Limited*	38,000	60,000	-	38,000	60,000	4,035	4,563	528	1.05%	1.73%	0.01%
Fauji Cement Company Limited	-	665,000	-	-	665,000	11,673	12,050	377	2.76%	4.57%	0.05%
Gharibwal Cement Ltd	-	90,000	-	-	90,000	2,363	2,309	(54)	0.53%	0.88%	0.02%
Kohat Cement Company Limited	-	20,600	-	20,600	-	-	-	-	0.00%	0.00%	0.00%
Lucky Cement Limited	38,968	34,800	-	51,768	22,000	12,534	14,000	1,466	3.21%	5.32%	0.01%
Macle Leaf Cement Factory Limited	400,000	343,000	-	471,000	272,000	9,871	9,806	(65)	2.25%	3.72%	0.02%
Pioneer Cement Limited	69,000	47,500	-	116,500	-	-	-	-	0.00%	0.00%	0.00%
Power Cement Limited*	450,000	-	-	450,000	-	-	-	-	0.00%	0.00%	0.00%
						46,318	48,784	2,467	11.18%	18.52%	0.13%
Chemicals											
Archroma Pakistan Limited	8,150	2,200	-	10,350	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-	0.00%	0.00%	0.00%
Commercial Banks											
Bank Al Habib Limited	140,131	-	-	140,131	-	-	-	-	0.00%	0.00%	0.00%
Bank Alfalah Limited	300,000	30,000	-	30,000	300,000	9,765	10,176	411	2.33%	3.86%	0.02%
BankIslami Pakistan Limited	-	365,000	-	-	365,000	4,257	4,625	367	1.06%	1.76%	0.03%
Faysal Bank Limited	-	650,000	-	85,000	565,000	13,466	14,871	1,405	3.41%	5.65%	0.04%
Habib Bank Limited	139,000	166,500	-	85,500	220,000	27,003	24,840	(2,163)	5.69%	9.43%	0.01%
Habib Metropolitan Bank Limited	-	325,000	-	50,000	275,000	11,613	12,238	624	2.80%	4.65%	0.03%
MCB Bank Limited*	-	38,000	-	38,000	-	-	-	-	0.00%	0.00%	0.00%
Meezan Bank Limited	85,000	39,000	8,250	47,250	85,000	9,696	11,132	1,436	2.55%	4.23%	0.01%
Samba Bank Limited	92,500	-	-	92,500	-	-	-	-	0.00%	0.00%	0.00%
United Bank Limited	165,702	111,798	-	163,500	114,000	14,104	15,548	1,444	3.56%	5.90%	0.01%
						89,905	93,429	3,524	21.41%	35.47%	0.15%
Engineering											
Aisha Steel Mills Limited*	-	533,500	-	343,500	190,000	3,089	2,706	(383)	0.62%	1.03%	0.02%
Anmol Steels Limited	-	200,000	-	54,000	146,000	5,546	4,773	(774)	1.09%	1.81%	0.05%
Mughal Iron & Steel Industries Limited	-	72,800	-	30,800	42,000	4,071	3,830	(240)	0.88%	1.45%	0.01%
						12,706	11,309	(1,397)	2.59%	4.29%	0.08%
Fertilizer											
Engro Corporation Limited	-	64,000	-	47,500	16,500	4,901	4,415	(485)	1.01%	1.68%	0.00%
Fatima Fertilizer Company Limited*	-	4,000	-	-	4,000	136	167	31	0.04%	0.06%	0.00%
						5,036	4,582	(454)	1.05%	1.74%	0.00%
Food & Personal Care Products											
Murree Brewery Company	6,700	-	-	6,700	-	-	-	-	0.00%	0.00%	0.00%
Shezan International Limited	9,960	-	996	-	10,956	3,300	1,786	(1,515)	0.41%	0.68%	0.11%
The Organic Meat Company Limited	150,000	-	15,000	165,000	-	-	-	-	0.00%	0.00%	0.00%
						3,300	1,786	(1,515)	0.41%	0.68%	0.11%
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited	-	204,500	-	-	204,500	5,272	3,587	(1,685)	0.82%	1.36%	0.06%
						5,272	3,587	(1,685)	0.82%	1.36%	0.06%
Balance carried forward						172,744	172,291	(453)			

* These represent transactions in shares of related parties

Name of the investee company	As at July 1, 2020	Purchases during the period	Bonus / right issue during the period	Sold during the period	As at March 31, 2022	As at March 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying Value	Market value	Unrealised appreciation/ (diminution)	Net assets	Total investments	
Number of shares						Rupees in '000			%		
Balance brought forward						172,744	172,291	(453)			
Leather & Tanneries											
Service Global Footwear Limited	426	-	-	-	426	25	20	(5)	0.00%	0.01%	0.00%
Service Industries	13	-	-	-	13	8	6	(1)	0.00%	0.00%	0.00%
						32	27	(6)	0.01%	0.01%	0.00%
Miscellaneous											
Shifa International Hospitals	-	33,000	-	-	33,000	5,994	6,369	375	1.46%	2.42%	0.05%
Synthetic Products Limited	431	465	34	-	930	19	15	(3)	0.00%	0.01%	0.00%
						6,013	6,384	372	1.46%	2.42%	0.05%
Oil & Gas Exploration Company											
Mari Petroleum Company Limited	10,240	7,400	-	3,040	14,600	22,557	25,835	3,278	5.92%	9.81%	0.01%
Oil & Gas Development Company Limited	-	26,000	-	26,000	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Oilfields Limited	28,924	-	-	28,924	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Petroleum Limited	-	112,000	-	61,000	51,000	4,123	3,713	(410)	0.85%	1.41%	0.00%
						26,680	29,548	2,868	6.77%	11.22%	0.01%
Oil And Gas Marketing											
Attock Petroleum Limited	24,800	2,800	-	14,400	13,200	4,250	3,982	(268)	0.91%	1.51%	0.01%
						4,250	3,982	(268)	0.91%	1.51%	0.01%
Oil And Gas Marketing Companies											
Pakistan State Oil Company Limited	38,700	-	-	38,700	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-	0.00%	0.00%	0.00%
Paper And Board											
Cherat Packaging Limited	-	6,700	-	6,700	-	-	-	-	0.00%	0.00%	0.00%
Packages Limited	32,500	3,400	-	19,200	16,700	9,063	7,354	(1,709)	1.69%	2.79%	0.02%
						9,063	7,354	(1,709)	1.69%	2.79%	0.02%
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	11,750	-	-	11,750	-	-	-	-	0.00%	0.00%	0.00%
Citi Pharma Limited	-	145,000	-	-	145,000	5,212	5,179	(33)	1.19%	1.97%	0.06%
Glaxosmithkline Consumer Healthcare Pakista	-	19,500	-	-	19,500	4,735	4,942	207	1.13%	1.88%	0.02%
Hghnoon Laboratories Limited	1,600	10,800	-	12,400	-	-	-	-	0.00%	0.00%	0.00%
The Searle Company Limited	17,682	26,000	5,304	48,986	-	-	-	-	0.00%	0.00%	0.00%
						9,947	10,121	175	2.32%	3.84%	0.08%
Power Generation & Distribution											
Hub Power Company Limited	35,000	-	-	35,000	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-	0.00%	0.00%	0.00%
REAL ESTATE INVESTMENT TRUST											
Dolmen City REIT	423,500	-	-	423,500	-	-	-	-	0.00%	0.00%	0.00%
						-	-	-	0.00%	0.00%	0.00%
Technology & Communications											
Air Link Communication Ltd	-	93,000	-	-	93,000	5,783	5,015	(767)	1.15%	1.90%	0.02%
Octopus Digital Limited	-	69,530	-	69,530	-	-	-	-	0.00%	0.00%	0.00%
Systems Limited	-	14,900	13,000	1,900	26,000	9,471	9,851	380	2.26%	3.74%	0.02%
TRG Pakistan Limited	-	20,000	-	20,000	-	-	-	-	0.00%	0.00%	0.00%
						15,254	14,866	(388)	3.41%	5.64%	0.04%
Textile Composite											
Gul Ahmed Textile Mills Limited	-	80,852	-	27,500	53,352	2,335	2,532	196	0.58%	0.96%	0.01%
Kohinoor Textile Mills Limited	41	75,000	-	-	75,041	4,916	4,671	(244)	1.07%	1.77%	0.03%
Nishat (Chunian) Limited*	-	302,000	-	85,000	217,000	10,435	11,275	840	2.58%	4.28%	0.09%
						17,686	18,478	792	4.23%	7.02%	0.13%
Total at March 31, 2021						261,669	263,051	1,383			
Total at June 30, 2021						255,985	272,708	17,123			

* These represent transactions in shares of related parties

- 5.1.1** Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by Securities and Exchange Commission of Pakistan (SECP).

Name of security	March 31, 2021	June 30, 2021	March 31, 2021	June 30, 2021
	--- (Number of shares) ---		----- (Rupees in '000) -----	
United Bank Limited	100,000	100,000	13,639	12,220
The Hub Power Company Limited	-	25,000	-	1,992
Maple Leaf Cement Factory Limited	-	200,000	-	9,396
Faysal Bank Limited	250,000	-	6,580	-
Habib Metropolitan Bank Limited	100,000	-	4,450	-
	<u>450,000</u>	<u>325,000</u>	<u>24,669</u>	<u>23,608</u>

- 5.1.2** There is no change in the status of matter related to bonus shares as reported in audited the annual audited financial statements of the Fund for the year ended June 30, 2021. The bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares having market value as at March 31, 2022 amounted to Rs. 0.2522 million (June 30, 2021: Nil).

	Note	March 31, 2022	June 30, 2021
		----- (Rupees in '000) -----	
5.2 Government securities - 'at fair value through profit or loss'			
Market Treasury Bills	5.2.1	-	-
Pakistan Investment Bonds	5.2.2	-	-
Sukuk Certificate	5.2.3	-	-
		<u>-</u>	<u>-</u>

5.2.1 Market Treasury Bills - 'at fair value through profit or loss'

Name of security	Date of issue	Face Value				As at March 31, 2022			Market value as a percentage of	
		As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised gain	Net assets	Total investments

(Rupees in '000) %

Market Treasury Bills

- 3 months	May 20, 2021	-	150,000	150,000	-	-	-	-	-	-
- 3 months	June 3, 2021	-	140,000	140,000	-	-	-	-	-	-
- 3 months	July 2, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	July 15, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	July 29, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	August 12, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	August 26, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	September 9, 2021	-	500,000	500,000	-	-	-	-	-	-
- 3 months	October 7, 2021	-	625,000	625,000	-	-	-	-	-	-
- 3 months	January 27, 2022	-	600,000	600,000	-	-	-	-	-	-

Market Treasury Bills

- 6 months	March 25, 2021	-	100,000	100,000	-	-	-	-	-	-
- 6 months	May 6, 2021	-	110,000	110,000	-	-	-	-	-	-
- 6 months	July 2, 2021	-	500,000	500,000	-	-	-	-	-	-
- 6 months	July 15, 2021	-	500,000	500,000	-	-	-	-	-	-
- 6 months	July 29, 2021	-	1,500,000	1,500,000	-	-	-	-	-	-
- 6 months	August 12, 2021	-	500,000	500,000	-	-	-	-	-	-
- 6 months	August 26, 2021	-	1,051,500	1,051,500	-	-	-	-	-	-
- 6 months	September 9, 2021	-	3,200,000	3,200,000	-	-	-	-	-	-
- 6 months	January 27, 2022	-	500,000	500,000	-	-	-	-	-	-

Total as at March 31, 2022

-

Total as at June 30, 2021

-

5.2.2 Pakistan Investment Bonds - 'at fair value through profit or loss'

Name of security	Date of issue	Face Value				As at March 31, 2022			Market value as a percentage of	
		As at July 01, 2020	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised loss	Net assets	Total investments

(Rupees in '000) %

Pakistan Investment Bonds

- 02 years	August 26, 2021	-	250,000	250,000	-	-	-	-	-	-
Pakistan Investment Bonds										
- 03 years	August 20, 2020	-	350,000	350,000	-	-	-	-	-	-
Pakistan Investment Bonds										
- 05 years	July 12, 2018	-	200,000	200,000	-	-	-	-	-	-
	October 15, 2020	-	200,000	200,000	-	-	-	-	-	-

Total as at March 31, 2022

-

Total as at June 30, 2021

-

5.2.3 Sukuk Certificate - 'at fair value through profit or loss'

Particulars	Number of certificates				Balance as at March 31, 2022			Market value as a percentage of	
	As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised (loss) / gain	Net assets	Total investments
(Rupees in '000)									

GOP Jara - Sukuk - 5 years
(December 15, 2021 - December 15, 2026)

Total as at March 31, 2022

Total as at June 30, 2021

5.3 Unlisted debt security - 'at fair value through profit or loss'

Certificates have a face value of Rs 100,000 each

Name of investee company	Number of certificates					Balance as at March 31, 2022			Market value as a percentage of	
	As at July 1, 2021	Purchased during the year	Matured during the year	Disposed during the year	As at March 31, 2022	Carrying value	Market Value	Appreciation / (diminution)	Net assets	Total investment
(Rupees in '000)										

Byco Petroleum Pakistan Limited - Sukuk
(January 18, 2017)

Total as at March 31, 2022

Total as at June 30, 2021

5.4 Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss - net

Note	(Un-Audited) March 31, 2022	(Audited) June 30, 2021
Market value of investments	263,389	273,292
Carrying value of investments	262,002	256,169
	<u>1,387</u>	<u>17,123</u>

6 PAYABLE TO MCB-ARIF HABIB SAVINGS AND INVESTMENTS LIMITED - MANAGEMENT COMPANY

Management remuneration payable	6.1	1,213	1,186
Sindh sales tax payable on management remuneration	6.2	158	154
Allocated expenses payable		36	39
		<u>1,407</u>	<u>1,379</u>

6.1 The Management Company shall be entitled to an accrued remuneration equal to an amount up to 4% per annum of the average annual Net Assets of the Scheme calculated on daily basis, within allowed expense ratio limit.

6.2 Sindh sales tax on remuneration of the management company has been charged at the rate of 13% (June 30, 2021: 13%)

	Note	(Un-Audited) March 31, 2022	(Audited) June 30, 2021
(Rupees in '000)			
7 ACCRUED AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund (SWWF)	7.1	-	6,269
Provision for Federal Excise Duty			
- on Management fee	7.2	5,872	5,872
- on sales load	7.2	393	393
Legal and professional charges payable		409	22
Auditors' remuneration payable		260	404
Dividend payable		2,784	2,784
Withholding tax payable		20	42
Brokerage payable		352	160
Other payables		91	39
		<u>10,181</u>	<u>15,985</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 for SWWF recognised in the financial statements of the Funds, 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 the financial statements of the Fund.

7.2 Provision for Federal Excise Duty payable on Management fee

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 period ended June 30, 2020. Had the provision for FED not been made, the Net Asset Value of the Fund as at March 31, 2022 would have been higher by Re 0.16 (June 30, 2021: Re 0.15) per unit.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2022 and June 30, 2021.

9 TAXATION

The Fund's income is exempt from income tax as per 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 by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealised capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of the income earned by the Fund in cash during the year ending June 30, 2021 to the unit holders therefore, no provision for taxation has been made in these condensed interim financial statements.

10 EARNINGS / LOSS PER UNIT

Earnings / loss 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 annualised total expense ratio (TER) of the Fund based on the current period results is 4.6% (March 31, 2021: 5.42%) which includes 0.44% (March 31, 2021: 0.78%) representing Government Levy, Sindh Worker's Welfare Fund and the SECP Fee.

12 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

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

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

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

The details of transactions during the current period and balances at period end with related parties / connected persons are as follows:

		(Un-Audited)	
		March 31, 2022	March 31, 2021
		----- (Rupees in '000) -----	
12.1	Details of transactions with connected persons are as follows:		
	MCB-Arif Habib Savings and Investments Limited - Management Company		
	Remuneration (including indirect taxes)	11,855	8,974
	Allocated expenses	342	353
	Selling and marketing expenses	-	3,879
	Arif Habib Limited - Brokerage house		
	Brokerage expense*	60	115
	MCB Bank Limited		
	Purchase of 38,000 shares (2021: 92,038 shares)	5,846	15,903
	Sale of 38,000 shares (2021: 174,950 shares)	6,044	31,233
	Bank charges	15	16
	Profit on bank deposit	20	15
	Dividend income	-	1

	(Un-Audited)	
	March 31, 2022	March 31, 2021
	----- (Rupees in '000) -----	
Nishat Mills Limited		
Purchase of Nil (2021: 89,000) shares	-	9,579
Sale of Nil (2021: 89,000) shares	-	10,366
D.G Khan Cement Company Limited		
Purchase of 60,000 (2021: 172,000) shares	4,035	18,996
Sale of 38,000 (2021: 132,000) shares	3,360	14,310
Adamjee Insurance Company Limited		
Sale of Nil (2021: 250,000) shares	-	10,059
Dividend income	-	194
Power Cement Limited		
Purchase of Nil (2021: 450,000) shares	-	4,815
Sale of 450,000 (2021: Nil) shares	4,140	-
Aisha Steel Mills		
Purchase of 533,500 (2021: 1,100,000) shares	8,868	19,781
Sale of 343,500 (2021: 811,000) shares	5,618	14,940
Fatima Fertilizer Limited		
Purchase of 4,000 (2021: Nil) shares	136	-
Nishat (Chunian) Limited		
Purchase of 302,000 (2021: 115,000) shares	14,392	4,910
Sale of 85,000 (2021: Nil) shares	4,415	-
Dividend Income	375	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period (including indirect taxes)	773	798
CDS charges	27	68

* 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) -----	
12.2 Balances outstanding at period / year end:		
MCB Arif Habib Savings and Investments Limited - Management Company		
Remuneration payable	1,213	1,186
Sindh sales tax payable on management remuneration	158	154
Allocated expenses payable	36	39
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable (including indirect taxes)	81	89
Security deposit	300	300
Group / Associated Companies:		
MCB Bank Limited		
Balance with Bank	2,207	3,218
Profit receivable on bank deposit	35	35
Arif Habib Limited - Brokerage house		
Brokerage payable *	8	12
Next Capital Private Limited - Brokerage House		
Brokerage payable *	6	-
D.G. Khan Cement Company Limited		
60,000 shares(June 30, 2021: 38,000)	4,563	4,481
Power Cement Limited		
Nil shares(June 30, 2021: 450,000)	-	17,719
Fatima Fertilizer Limited		
4,000 shares(June 30, 2021: Nil)	167	-
Nishat (Chunian) Limited		
217,000 shares(June 30, 2021: Nil)	11,275	-
Aisha Steel Mills		
190,000 shares(June 30, 2021: Nil)	2,706	-

* 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.

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

March 31, 2022 (Un-Audited)											
As at July 01, 2021	Issued for cash / conversion in / transferred in	Redeemed / conversion out / transfer out	As at March 31, 2022	As at July 01, 2021	Issued for cash / conversion in / transferred in	Redeemed / conversion out / transfer out	As at March 31, 2022				
(Units)				(Rupees in '000)							
Directors and executives of the Management Company				7	-	-	7	1	-	-	1

March 31, 2021 (Un-Audited)											
As at July 01, 2020	Issued for cash / conversion in / transferred in	Redeemed / conversion out / transfer out	As at March 31, 2021	As at July 01, 2020	Issued for cash / conversion in / transferred in	Redeemed / conversion out / transfer out	As at March 31, 2021				
(Units)				(Rupees in '000)							
Directors and executives of the Management Company*				4,312		4,305	7	44	-	50	0

Mandate Under Discretionary Portfolio				-	21	21	-	-	245	245	-
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*This reflects position of related party / connected persons status as at March 31, 2021

13 GENERAL

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

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

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

15 DATE OF AUTHORISATION FOR ISSUE

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