

MCB PAKISTAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees in '000) -----			
ASSETS			
Bank balances	4	268,402	172,930
Investments	5	879,242	764,495
Dividend and profit receivable		12,844	1,544
Receivable against sale of investments		1,547	32,702
Receivable from National Clearing Company of Pakistan Limited		1,134	1,134
Advances, deposits, prepayments and other receivables		4,137	4,111
Total assets		1,167,306	976,916
LIABILITIES			
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company	6	3,702	2,263
Payable to Central Depository Company of Pakistan Limited - Trustee		202	184
Payable to Securities and Exchange Commission of Pakistan		167	249
Payable against redemption of units		31	31
Payable against purchase of investments		6,300	9,425
Accrued expenses and other liabilities	7	36,961	52,701
Total liabilities		47,363	64,853
NET ASSETS		1,119,943	912,063
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)			
		1,119,943	912,063
CONTINGENCIES AND COMMITMENTS			
	8		
----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		13,203,788	10,525,869
----- (Rupees) -----			
NET ASSET VALUE PER UNIT		84.8198	86.6497

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director

MCB PAKISTAN ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

Note	Nine months ended March 31,		Quarter ended March 31,	
	2022	2021	2022	2021
INCOME				
Income from government securities				
	4,499	7,449	1,361	2,002
Capital (loss)/gain on sale of investments - net	(61,324)	274,007	(45,317)	151,790
Income from term finance certificates	-	574	-	(1)
Income from commercial papers	-	-	-	-
Dividend income	42,295	34,603	17,548	17,699
Profit on bank deposits	7,806	4,650	3,718	1,369
Unrealised Appreciation/(Diminution) in fair value of investments classified as fair value through Profit and Loss -Net	10,338	8,914	34,640	(134,787)
Other income	42	867	15	613
Total (Loss)/Income	3,656	331,064	11,965	38,685
EXPENSES				
Remuneration of MCB-Arif Habib Savings and Investments Limited - Management Company	24,532	21,777	6,430	7,544
Sindh Sales Tax on remuneration of Management Company	3,189	2,831	836	981
Allocated expenses	834	996	286	284
Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,574	1,745	532	529
Sindh Sales Tax on remuneration of Trustee	205	227	69	69
Annual fee to Securities and Exchange Commission of Pakistan	167	199	57	57
Selling and marketing expenses	-	11,084	-	1,833
Brokerage and settlement charges	3,699	9,783	1,045	4,064
Legal and professional charges	511	101	40	33
Auditors' remuneration	630	569	207	207
Other expenses	466	559	45	60
Total expenses	35,807	49,871	9,547	15,661
Net income from operating expenses	(32,151)	281,193	2,418	23,024
(Reversal) / Provision of provision against Sindh Workers' Welfare Fund	(15,700)	5,624	-	460
Net Income for the period before taxation	(16,451)	275,569	2,418	22,563
Taxation	-	-	-	-
Net (loss) / income for the period after taxation	(16,451)	275,569	2,418	22,563
Allocation of net income for the period				
Net income for the period after taxation		275,569		
Income already paid on units redeemed		(137,491)		
		<u>138,078</u>		
Accounting income available for distribution				
Relating to capital gains		138,078		
Excluding capital gains		-		
		<u>138,078</u>		

Earnings per unit 10

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director

MCB PAKISTAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine months ended March 31,		Quarter ended March 31,	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
Net income for the period after taxation	(16,451)	275,569	2,418	22,563
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	(16,451)	275,569	2,418	22,563

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director

MCB PAKISTAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	For Nine months ended March 31,					
	2022			2021		
	(Rupees in '000)					
	Capital Value	Accumulated Losses	Total	Capital Value	Accumulated Losses	Total
Net assets at beginning of the period	1,967,011	(1,054,948)	912,063	2,506,806	(1,207,326)	1,299,480
Issue of 5,794,135 units (2021: 3,410,574 units)						
- Capital value (at net asset value per unit at the beginning of the period)	502,060	-	502,060	234,237	-	234,237
- Element of income	(8,023)	-	(8,023)	38,849	-	38,849
	494,037	-	494,037	273,086	-	273,086
Redemption of 3,116,216 units (2021: 10,007,673 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(270,019)	-	(270,019)	(687,324)	-	(687,324)
- Element of income	6,628	-	6,628	(4,286)	(137,491)	(141,777)
	(263,391)	-	(263,391)	(691,610)	(137,491)	(829,101)
Total comprehensive income for the period	-	(16,451)	(16,451)	-	275,569	275,569
Distribution during the period	-	(6,315)	(6,315)	-	-	-
Net assets at end of the period	2,197,657	(1,077,714)	1,119,943	2,088,282	(1,069,248)	1,019,034
Undistributed loss brought forward						
- Realised		(1,095,583)			(1,136,554)	
- Unrealised		40,635			(70,772)	
		(1,054,948)			(1,207,326)	
Accounting income available for distribution						
- Relating to capital gains		-			138,078	
- Excluding capital gains		-			-	
		-			138,078	
Net loss for the period after Taxation		(16,451)				
Final distribution during the year ended June 30, 2021 at the rate of Rs 0.6 per unit (Declared on July 01, 2021)		(6,315)				
Undistributed loss carried forward		(1,077,714)			(1,069,248)	
Undistributed loss carried forward						
- Realised		(1,088,052)			(1,078,162)	
- Unrealised		10,338			8,914	
		(1,077,714)			(1,069,248)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period	86.6497			68.6797		
Net assets value per unit at end of the period	84.8198			82.6885		

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director

MCB PAKISTAN ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine Months ended March 31,	
	2022	2021
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income for the period before taxation	(16,451)	275,569
Adjustments for non cash and other items:		
Unrealised diminution/(appreciation) in fair value of investments classified as 'at fair value through profit or loss' - net	(10,338)	(8,914)
Reversal of Provision against Sindh Workers' Welfare Fund	(15,700)	5,624
Dividend Income	(42,295)	(34,603)
	(84,784)	237,676
(Increase) / decrease in assets		
Investments	(104,410)	393,790
Dividend and profit receivable	(11,812)	2,006
Receivable against sale of investments	31,155	7,160
Receivable from National Clearing Company of Pakistan Limited	-	2,603
Advances, deposits, prepayments and other receivables	(25)	(1,142)
	(85,092)	404,417
Increase / (decrease) in liabilities		
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company	1,439	(1,581)
Payable to Central Depository Company of Pakistan Limited - Trustee	18	(20)
Payable to Securities and Exchange Commission of Pakistan	(82)	(101)
Payable on redemption of units	-	-
Payable against purchase of investments	(3,125)	(165,692)
Accrued expenses and other liabilities	(40)	(444)
	(1,790)	(167,838)
Dividend received	42,807	33,943
Net cash (Used in)/generated from operating activities	(128,859)	508,198
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	494,037	273,086
Payments against redemption of units	(263,391)	(829,101)
Dividend paid during the period	(6,315)	-
Net cash used in financing activities	224,331	(556,015)
Net (decrease) / increase in cash and cash equivalents during the period	95,472	(47,817)
Cash and cash equivalents at beginning of the period	172,930	198,319
Cash and cash equivalents at end of the period	268,402	150,502

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director

MCB PAKISTAN ASSET ALLOCATION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

MCB Pakistan Asset Allocation Fund (the Fund) was established under a Trust Deed dated November 22, 2007 executed between MCB Asset Management Company Limited as the Management Company and the Central Depository Company of Pakistan Limited as the Trustee. Pursuant to the merger of MCB Asset Management Limited and Arif Habib Investments Limited, the name of the Management Company was changed from MCB Asset Management Company Limited to MCB-Arif Habib Savings and Investments Limited with effect from June 27, 2011. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 17, 2007 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

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 the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.

The Fund is an open-end collective investment scheme categorized as an "Asset Allocation" scheme by the Board of Directors of the Management Company pursuant to Circular 7 of 2009 dated March 6, 2009 issued by the SECP. The units of the Fund were initially offered for public subscription at a par value of Rs 100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.

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

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

2. BASIS OF PREPARATION

Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act 2017 along with part VIIIA of the repealed Companies ordinance, 1984 ; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the 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 IFRS Standards, 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 the requirements of the Trust Deed have been followed.

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.

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.

This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

3. SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the year ended June 30, 2021.

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.

		(Un-audited) March 31, 2022 --- (Rupees in '000) ---	(Audited) June 30, 2021
4. BANK BALANCES	Note		
Savings accounts	5.1	260,716	164,510
Current accounts	5.2	7,686	8,420
		268,402	172,930

5.1 These carry profit at the rates ranging between 8.25% to 12.15% (June 30, 2021: 5.50% to 9.75%) per annum. It includes balance of Rs. 7.692 Million (June 2021- Rs. 0.012 Million) placed with MCB Bank Limited, a related party.

5.2 This represents the balance placed with MCB Bank Limited, a related party.

		(Un-audited) March 31, 2022 ----- (Rupees in '000) -----	(Audited) June 30, 2021
5. INVESTMENTS	Note		
Financial assets 'at fair value through profit or loss'			
Listed equity securities - Ordinary Shares	5.1.1	856,962	742,095
Listed equity securities - Preference Shares	5.1.1.3	22,280	22,400
		879,242	764,495

		(Un-audited) March 31, 2022 (Rupees in '000)	(Audited) 30 June 2021
6. PAYABLE TO MCB-ARIF HABIB SAVINGS AND INVESTMENTS LIMITED - MANAGEMENT COMPANY			
Management remuneration payable	6.1	3,106	1,916
Sindh sales tax payable on management remuneration	6.2	404	249
Sales load payable		98	17
Payable against allocated expenses		94	81
		3,702	2,263

6.1 The Management Company has charged remuneration at a rate of 3.00% per annum of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 During the year, Sindh Sales Tax on management fee has been charged at 13% (June 2021: 13%).

		(Un-audited) March 31, 2022 (Rupees in '000)	(Audited) June 30, 2021
7. ACCRUED EXPENSES AND OTHER LIABILITIES	Note		
Provision against Sindh Workers' Welfare Fund	7.1	-	15,700
Provision for Federal Excise Duty and related tax on	7.2		
- Management fee		19,027	19,027
- Sales load		16,173	16,173
Withholding Tax Payable		13	378
Auditors' remuneration payable		347	497
Brokerage payable		498	662
Others		903	264
		36,961	52,701

7.1 Provision for Sindh Workers' Welfare Fund (SWWF)

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. Accordingly all Asset Management Companies, in consultation with SECP, reversed the cumulative provision for SWWF, on August 13, 2021.

7.2 Federal Excise Duty on remuneration to the Management Company

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 the annual audited financial statements of the Fund for the year ended June 30, 2021. Had the said provision for FED not been recorded in this 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. 2.665 per unit (June 30, 2021: Rs: 1.8076 per unit).

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2022 (June 30, 2021: Nil).

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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations, requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in cash in the manner as explained above, accordingly, no provision for taxation has been made in this condensed interim financial information.

10. EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

11. EXPENSE RATIO

The total annualised expense ratio of the Fund from July 1, 2021 to March 31, 2022 is **4.29%** (March 31, 2021: 5.57%) and this includes **0.43%** (March 31, 2021: 0.89%) representing government levy, Sindh Worker's Welfare Fund, SECP fee etc.

12. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons of the Fund include MCB-Arif Habib Savings and Investments Limited (being the Management Company) and its related entities, the Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes and pension schemes managed by the Management Company, any person or trust beneficially owning (directly or indirectly) ten percent or more of the capital of the Management Company or the net assets of the Fund and directors, key management personnel and officers of the Management Company.

Transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

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

5.1 Financial assets 'at fair value through profit or loss'

5.1.1 Listed equity securities - Ordinary Shares

Ordinary shares have a face value of Rs. 10 each unless stated otherwise

Name of investee company	As at July 1, 2021	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at March 31, 2022	As at March 31, 2022		Unrealised appreciation / (diminution)	Market value as percentage of net assets	Market value as percentage of total investments	Fair value as percentage of issued capital of the investee companies
						Carrying value	Market value				
(Number of shares)						(Rupees in '000)		(%)			
Automobile Assembler											
Honda Atlas Cars(Pakistan) Limited	-	57,500	-	57,500	-	-	-	-	0.00%	0.00%	0.00%
Indus Motor Company Limited	44,140	-	-	44,140	-	-	-	-	0.00%	0.00%	-
Pak Suzuki Motors Company Limited	-	113,000	-	113,000	-	-	-	-	0.00%	0.00%	0.00%
Automobile Parts and Accessories											
Aghvato Industries Limited	70,000	-	-	15,000	54,100	14,844	9,224	(5,620)	0.82%	1.05%	0.15%
Parther Tyres Limited	213,830	30,000	4,526	243,500	4,656	273	159	(114)	0.01%	0.02%	0.00%
Thal Limited	60,400	10,000	-	24,000	46,400	19,520	16,949	(2,571)	1.51%	1.93%	0.05%
						34,637	26,332	(8,305)			
Cement											
Chenab Cement Company Limited	-	236,300	-	40,000	196,300	28,414	27,655	(759)	2.47%	3.15%	0.10%
D.G. Khan Cement Company Limited*	75,870	290,000	-	200,670	165,000	11,125	12,548	1,424	1.12%	1.43%	0.04%
Fauji Cement Company Limited	-	1,730,000	-	-	1,730,000	30,349	31,348	998	2.80%	3.57%	0.00%
Ghariani Cement Ltd	-	200,000	-	-	200,000	5,110	5,130	20	0.46%	0.58%	0.00%
Kohat Cement Company Limited	-	94,000	-	55,000	39,000	8,009	6,704	(1,305)	0.60%	0.76%	0.02%
Lucky Cement Limited	89,506	141,200	-	156,405	54,301	31,653	34,554	2,902	3.09%	3.63%	0.14%
Maple Leaf Cement Factory Limited**	697,500	1,218,137	-	715,637	1,200,000	46,548	43,260	(3,288)	3.98%	4.92%	0.14%
Pioneer Cement Limited	-	120,000	-	37,603	82,397	5,345	6,637	1,292	0.59%	0.75%	0.14%
Power Cement Limited	186,000	-	-	186,000	-	-	-	-	0.00%	0.00%	0.14%
						166,573	167,836	1,264			
Commercial Banks											
MCB Bank Limited	-	120,446	-	120,446	-	-	-	-	0.00%	0.00%	0.00%
Meezan Bank Limited	186,000	75,000	32,400	33,400	260,000	27,780	34,050	6,269	3.04%	3.87%	0.02%
Bank Alfalah Limited*	900,000	140,000	-	78,719	961,281	31,066	32,607	1,541	2.91%	3.71%	0.05%
Bank Al Habib Limited	543,709	85,000	-	628,709	-	-	-	-	0.00%	0.00%	0.00%
Faysal Bank Limited	-	1,850,000	-	117,500	1,732,500	41,808	45,599	3,791	4.07%	5.19%	0.12%
BankIslami Pakistan Limited	-	500,000	-	-	500,000	6,300	6,335	35	-	-	-
Habib Bank Limited	276,731	629,752	-	114,598	671,885	81,856	75,863	(6,096)	6.77%	8.63%	0.04%
Habib Metropolitan Bank Limited	-	765,000	-	-	765,000	32,445	34,043	1,597	3.04%	3.87%	0.07%
United Bank Limited**	327,690	322,310	-	296,000	354,000	44,212	45,282	1,070	4.31%	5.49%	0.03%
						265,570	276,778	11,208			

Name of investee company	As at July 1, 2021	Purchased 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 percentage of net assets	Market value as percentage of total	Par value as percentage of issued capital of the
						Carrying value	Market value	Unrealised appreciation / (depreciation)			
(Number of shares)						(Rupees in '000)			(%)		
Engineering											
Aisha Steel Limited*	-	1,050,000	-	350,000	700,000	9,985	9,968	(17)	0.89%	1.13%	0.09%
Amreli Steels Limited	-	447,500	-	-	447,500	18,307	14,629	(3,678)	1.31%	1.66%	0.11%
Mughal Iron and Steel Industries Limited	-	192,500	-	72,500	120,000	11,814	10,944	(870)	0.98%	1.24%	0.03%
						40,206	35,541	(4,665)			
Food & Personal Care Products											
Murree Brewery Company	21,450	-	-	10,800	10,650	6,196	4,526	(1,670)	0.40%	0.51%	0.04%
Shehzan International Limited	5,115	-	511	-	5,626	1,695	917	(778)	0.08%	0.10%	0.05%
						7,891	5,443	(2,448)			
Insurance											
Adarjee Insurance Company Limited*	14,000	-	-	14,000	-	-	-	-	-	-	-
Oil and Gas Exploration Companies											
Oil and Gas Development Company Limit	100,000	67,000	-	167,000	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Petroleum Limited	-	285,000	-	285,000	-	-	-	-	0.00%	0.00%	0.00%
Mari Petroleum Company Limited	30,520	25,280	-	10,560	45,240	71,897	80,053	8,156	7.15%	9.10%	0.04%
						71,897	80,053	8,156			
Oil and Gas Marketing Companies											
Attock Petroleum Limited	90,000	58,000	-	75,400	72,600	22,993	21,901	(1,092)	1.96%	2.49%	0.07%
Pakistan State Oil Company Limited	-	100,000	-	100,000	-	-	-	-	-	-	-
						22,993	21,901	(1,092)			
Paper And Board											
Packages Limited	115,300	23,750	-	97,050	42,000	22,574	18,494	(4,080)	1.65%	2.10%	0.04%
Cherat Packaging Limited	-	7,700	-	7,700	-	-	-	-	-	-	-
						22,574	18,494	(4,080)			

Name of investee company	As at July 2021	Purchased 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 percentage of net assets	Market value as percentage of total investments	Par value as percentage of issued capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)			
(Number of shares)						(Rupees in '000)			(%)		
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	41,600	-	-	41,600	-	-	-	-	-	-	-
Cit Pharma Limited	-	407,500	-	-	407,500	14,639	14,556	(83)	1.30%	1.66%	(0.01)
GlaxoSmithKline Consumer Healthcare P	-	96,600	-	11,200	85,400	22,040	21,644	(396)	1.93%	2.46%	0.07%
Highteen Laboratories Limited	65,900	10,000	-	36,550	39,350	23,554	24,770	1,216	2.21%	2.82%	0.10%
AGP Limited	-	19,000	-	19,000	-	-	-	-	-	-	-
The Searle Company Limited	350	102,580	105	103,035	-	-	-	-	0.00%	0.00%	0.00%
						60,232	60,970	737			
Power Generation and Distribution											
Hub Power Company Limited	2,256	-	-	2,256	-	-	-	-	0.00%	0.00%	0.00%
Lalpur Power Limited*	705,000	-	-	705,000	-	-	-	-	-	-	-
						-	-	-			
Real Estate Investment Trust											
Dolmen City REIT	1,092,500	-	-	1,092,500	-	-	-	-	-	-	-
						-	-	-			
Refinery											
Pakistan Refinery Limited	358,000	-	-	358,000	-	-	-	-	-	-	-
						-	-	-			
Technology and Communication											
Air Link Communication Ltd	-	248,000	-	-	248,000	15,466	13,375	(2,091)	1.19%	1.52%	0.06%
Ontop Digital Limited	-	208,773	-	208,773	-	-	-	-	0.00%	0.00%	0.00%
Systems Limited	-	34,000	34,000	-	68,000	25,378	25,763	385	2.30%	2.93%	0.02%
						40,843	39,138	(1,706)			
Textile Composite											
Nisbat (Chunian) Limited	-	625,000	-	175,000	450,000	20,941	23,382	2,441	2.09%	2.66%	0.08%
Gul Ahmed Textile Mills Limited	-	159,000	-	37,000	122,000	5,343	5,789	446	0.52%	0.66%	0.02%
Kohinoor Textile Mills Limited	-	180,500	-	-	180,500	11,750	11,236	(514)	1.00%	1.28%	0.38%
Interloop Limited	330,000	173,000	13,960	366,960	150,000	10,348	11,085	727	0.99%	1.26%	0.02%
						48,382	51,492	3,110			

Name of investee company	As at July 1, 2021	Purchased 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 percentage of net assets	Market value as percentage of total investments	Par value as percentage of issued capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)			
(Number of shares)						(Rupees in '000)			(%)		
Leather & Tanneries											
Bata Pakistan Limited	11,200	1,020	-	-	12,220	21,087	29,651	8,564	2.65%	3.37%	0.20%
Service Industries Limited	1	17,250	-	17,250	1	1	1	0	0.00%	0.00%	0.00%
						21,088	29,652	8,564			
Chemicals											
Archroma Pakistan Limited	49,050	2,000	-	41,950	9,100	5,216	5,506	290	0.49%	0.63%	0.03%
						5,216	5,506	290			
Miscellaneous											
Shifa International Hospital Limited	101,000	108,000	2,020	15,020	196,000	38,405	37,828	(577)	3.38%	4.30%	0.33%
Tri-Pak Films	-	2,500	-	2,500	-	-	-	-	-	-	-
						38,405	37,828	(577)			
Total as at March 31, 2022						846,506	856,962	10,456			
Total as at June 30, 2021						703,680	742,095	38,235			

* These denote related parties / connected persons.

** These shares having market value aggregating to Rs 60,212 million (June 2021: Rs 58.8 million) which have been pledged with the National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular No. 11 dated October 28, 2007 issued by the Securities and Exchange Commission of Pakistan.

5.1.1.2 There is no change in the status of matter related to bonus shares as reported in note 5.1.1 to 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. 1,146 million (June 30, 2021: Rs1,7038 million).

5.1.1.3 Listed equity securities - Preference Shares

Name of investee company	As at July 1, 2021	Purchased 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 percentage of net assets	Market value as percentage of investments	Par value as percentage of issued capital of the investee company
						Carrying value	Market value	Unrealised appreciation (diminution)			
						(Rupees in '000)					
Engro Polymer and Chemicals Limited	2,000,000	-	-	-	2,000,000	22,400	22,280	(120)	1.99%	2.53%	0.04%
Total as at March 31, 2022						22,400	22,280	(120)			

These shares carry dividend at the rate of 6 months KIBOR + 3.5% per annum on cumulative basis. The rate prevailing on June 30 and December 31 will be considered.

5.1.1.4 Government Securities-Market Treasury Bills

Tenor	Issue date	Face value				As at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)		
----- (Rupees in 000) ----- % -----										
3 months										
3 months	May 20, 2021	-	200,000	200,000	-	-	-	-	-	-
3 months	June 3, 2021	-	275,000	275,000	-	-	-	-	-	-
3 months	July 2, 2021	-	500,000	500,000	-	-	-	-	-	-
3 months	July 15, 2021	-	700,000	700,000	-	-	-	-	-	-
3 months	July 29, 2021	-	500,000	500,000	-	-	-	-	-	-
3 months	August 12, 2021	-	5,500,000	5,500,000	-	-	-	-	-	-
3 months	August 26, 2021	-	3,000,000	3,000,000	-	-	-	-	-	-
3 months	September 9, 2021	-	500,000	500,000	-	-	-	-	-	-
3 months	October 7, 2021	-	900,000	900,000	-	-	-	-	-	-
3 months	January 27, 2022	-	600,000	600,000	-	-	-	-	-	-

Tenor	Issue date	Face value				As at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)		
----- (Rupees in 000) ----- % -----										
6 months										
6 months	March 25, 2021	-	100,000	100,000	-	-	-	-	-	-
6 months	April 22, 2021	-	5,500,000	5,500,000	-	-	-	-	-	-
6 months	May 6, 2021	-	200,000	200,000	-	-	-	-	-	-
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	-	2,500,000	2,500,000	-	-	-	-	-	-
6 months	September 9, 2021	-	9,700,000	9,700,000	-	-	-	-	-	-
6 months	January 27, 2022	-	500,000	500,000	-	-	-	-	-	-

Tenor	Issue date	Face value				As at December 31, 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)		
----- (Rupees in 000) ----- % -----										
12 months										
12 months	September 10, 2020	-	16,000	16,000	-	-	-	-	-	-
As at March 31, 2022						-----				

As at June 30, 2021						-----				

5.1.1.5 Government Securities-Pakistan Investment Bonds

Particulars	Issue date	Face value				As at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)		
(Rupees in 000)									%	
3 years	August 20, 2020	-	550,000	550,000	-	-	-	-	-	-
5 years	October 15, 2020	-	300,000	300,000	-	-	-	-	-	-
5 years	July 20, 2018	-	450,000	450,000	-	-	-	-	-	-
As at March 31, 2022						-	-	-		
As at June 30, 2021						-	-	-		

5.1.1.6 Government securities - Pakistan Investment Bonds - Floating Rate Bond

Tenor	Issue date	Face value				As at March 31, 2022			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)		
----- (Rupees in 000) ----- % -----										
2 years	August 26, 2021	-	250,000	250,000	-	-	-	-	-	-
3 years	June 18, 2020	-	500,000	500,000	-	-	-	-	-	-
As at March 31, 2022						-	-	-		
As at June 30, 2021						-	-	-		

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

	For the nine months ended March 31, 2022							
	As at July 1, 2021	Issued for cash	Redeemed	As at March 31, 2022	As at July 1, 2021	Issued for cash	Redeemed	As at March 31, 2022
	Units				(Rupees in '000)			
MCB-Arif Habib Savings and Investments Limited - Management Company	-	1,572,494	307,912	1,264,582	-	135,000	25,000	107,262
Associated companies / undertakings								
Adamjee Life Assurance Company Limited-NUIL Fund	51,887	308	52,195	0	4,496	26	4,602	0
Adamjee Life Assurance Company Limited-Investment Multiplier Fund	1,036,747	3,361,879	520,349	3,878,276	89,834	285,529	43,000	328,955
D.G. Khan Cement Company Ltd Employees Provident Fund Trust	35,028	244	-	35,272	3,035	21	-	2,992
Mandate Under Discretionary Portfolio Services	499,824	295,078	329,094	465,808	43,310	25,200	28,550	39,510
Key management personnel	22,573	142	22,715	(0)	1,956	12	1,918	(0)

	For the nine months ended March 31, 2021							
	As at July 1, 2020	Issued for cash	Redeemed	As at March 31, 2021	As at July 1, 2020	Issued for cash	Redeemed	As at March 31, 2021
	Units				(Rupees in '000)			
Associated companies / undertakings								
Adamjee Life Assurance Company Limited (NUIL Fund)	551,649	-	234,326	317,323	45,615	-	20,000	26,239
Adamjee Life Assurance Company Limited. Employees Gratuity Fund	28,189	-	-	28,189	2,331	-	-	2,331
Adamjee Life Assurance Company Limited.IMF	5,453,035	959,381	4,558,881	1,853,535	450,904	79,000	390,000	153,266
D.G. Khan Cement Company Ltd Employees Provident Fund Trust	35,028	-	-	35,028	2,896	-	-	2,896
Adamjee Life Assurance Company Limited - DGF	-	14,358		14,358	-	1,200	-	1,187
Mandate Under Discretionary Portfolio Services	430,757	367,910	257,986	540,681	35,619	28,505	18,902	44,708
Directors and Key management personnel	0	6,449	6,449	0	0	500	507	0

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

	(Un-audited) March 31, 2022	(Un-audited) March 31, 2021
	----- (Rupees in '000) -----	
MCB-Arif Habib Savings and Investments Limited - Management Company		
Remuneration of the Management Company (including indirect taxes)	27,722	24,608
Allocated expenses	834	996
Selling and marketing expenses	-	11,084
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee (including indirect taxes)	1,779	1,972
CDC settlement charges	111	175
MCB Bank Limited - holding company of the Management Company		
Purchase of shares 120,446 (2021: 365,000)	18,358	62,870
Sale of shares 120,446 (2021: 628,519)	19,240	115,177
Dividend income	-	10
Profit on bank balances	27	4
Bank charges	6	7
Sale of securities Face Value 2022: NIL (2021: Rs 50 million)	-	106,348
D. G. Khan Cement Company Limited		
Purchase of shares 290,000 (2021: 800,170)	20,528	87,419
Sale of shares 200,670 (2021: 638,000)	16,704	67,595
Adamjee Insurance Company Limited		
Sale of shares 14,000 (2021: 746,000)	522	32,876
Dividend income	21	879
Arif Habib Limited		
Brokerage expense *	164	456
Power Cement Limited		
Purchase of Shares NIL (2021: 1,375,000)	-	15,283
Sale of shares 186,000 (2021: 475,000)	1,711	5,140
Aisha Steel Mills Limited		
Purchase of Shares 1,050,000 (2021: 2,446,500)	14,977	38,241
Sale of shares 350,000 (2021: 2,446,500)	5,495	53,785
Lalpir Power Limited		
Purchase of shares NIL (2021: 1,800,000)	-	23,400
Sale of shares 705,000 (2021: 1,095,000)	11,047	18,152
Dividend income	705	1,540
Pakgen power limited		
Purchase of shares NIL (2021: 292,500)	-	4,751
Sale of shares NIL (2021: 292,500)	-	6,081
Nishat (Chunian) Limited		
Purchase of shares 625,000 (2021: NIL)	28,958	-
Sale of shares 175,000 (2021: NIL)	9,198	-
Dividend income	990	-
Nishat Mills Limited		
Purchase of Shares NIL (2021: 265,000)	-	28,622
Sale of shares NIL (2021: 265,000)	-	30,589

12.3 Amount outstanding as at period end / year end

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	----- (Rupees in '000) -----	
MCB-Arif Habib Savings and Investments Limited - Management Company		
Management remuneration payable	3,106	1,916
Sindh sales tax payable on management remuneration	404	249
Sales load payable	98	17
Payable against allocated expenses	94	81
Payable against selling and marketing expenses	-	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	179	163
Sindh Sales Tax payable on trustee remuneration	23	21
Security deposits	100	100
MCB Bank Limited - Parent of the Management Company		
Bank balances	7,692	8,432
Arif Habib Limited		
Brokerage payable *	64	173
D.G. Khan Cement Company Limited		
Shares held 165,000 (June 2021: 75,670)	12,548	8,923
Nishat (Chunian) Limited		
Shares held by the Fund 2022: 450,000 (June 2021: 705,000)	23,382	-
Aisha Steel Mills Limited		
Shares held by the Fund 2022: 700,000 (June 2021: NIL)	9,968	-
Lalpir Power Limited		
Shares held by the Fund 2022: NIL (June 2021: 705,000)	-	12,591
Power Cement Limited		
Shares held NIL (June 2021: 186,000)	-	1,787

* The amount disclosed represents the amount of brokerage expense or brokerage payable to related parties / 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 related parties / connected persons.

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the 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).

14 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison.

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company in the meeting held on _____.

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

Chief Executive Officer

Chief Financial Officer

Director