

QUARTERLY REPORT

March 31, 2017
(Unaudited)



Funds Under Management
of
MCB-Arif Habib Savings and Investments Limited

MCB DCF INCOME FUND

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FUND'S INFORMATION

Management Company	MCB-Arif Habib Savings & Investments Limited 24th Floor, Centre Point, Off Shaheed-e-Millat Expressway Near K.P.T. Interchange, Karachi.	
Board of Directors	Mian Mohammad Mansha Chairman Mr. Nasim Beg Vice Chairman Mr. Muhammad Saqib Saleem Chief Executive Officer Dr. Syed Salman Ali Shah Director Mr. Haroun Rashid Director Mr. Ahmed Jahangir Director Mr. Samad A. Habib Director Mr. Mirza Qamar Beg Director	
Audit Committee	Mr. Haroun Rashid Chairman Mr. Ahmed Jahangir Member Mr. Mirza Qamar Beg Member Mr. Nasim Beg Member	
Human Resource & Remuneration Committee	Dr. Syed Salman Ali Shah Chairman Mr. Nasim Beg Member Mr. Haroun Rashid Member Mr. Ahmed Jahangir Member Mr. Muhammad Saqib Saleem Member	
Chief Executive Officer	Mr. Muhammad Saqib Saleem	
Chief Financial Officer & Company Secretary	Mr. Abdul Basit	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B' S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
Bankers	MCB Bank Limited Habib Metropolitan Bank Limited Bank Al-Falah Limited Faysal Bank Limited United Bank Limited Allied Bank Limited NIB Bank Limited Bank Al-Habib Limited NRSP Micro Finance Bank Limited Mobilink Micro Finance Bank Limited U Micro Finance Bank Limited Khushali Micro Finance Bank Limited Tameer Micro Finance Bank Limited Finca Micro Finance Bank Limited	
Auditors	Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountant Progressive Plaza, Beaumont Road, P.O. Box 155411 Karachi, Sindh-75530, Pakistan.	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Transfer Agent	MCB-Arif Habib Savings & Investments Limited 24th Floor, Centre Point, Off Shaheed-e-Millat Expressway Near K.P.T. Interchange, Karachi.	
Rating	AM2++ Asset Manager Rating assigned bt PACRA	

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

Dear Investor,

On behalf of the Board of Directors, I am pleased to present MCB DCF Income Fund accounts review for the nine months ended March 31, 2017.

ECONOMY AND MONEY MARKET OVERVIEW

Positive trends in domestic economy continued where headline indicators point toward continued recovery. Stable inflation along with investment activities/spending on CPEC related projects provide an enabling environment for economy to build upon a stronger growth phase ahead. Responsiveness until now from various indicators including Large Scale Manufacturing, Credit Offtake and Foreign Direct Investment though has been below expectations however, we believe if the current macroeconomic environment alongwith impetus from CPEC in a stable political environment continues, the lagged indicators would soon start reflecting the expected performance. External Account has again worsened highlighting partly the global trade dynamics and machinery imports for CPEC. Till now chronic weaknesses in the balance of payment account has been funded through borrowing; an unsustainable source to rely on.

Trade deficit increased to USD 15.4 billion in eight months of this fiscal year compared to USD 12.1 billion in same period last year. The subdued trend in exports continued with exports falling by the 2% YoY in 8MFY17. Imports continued their trajectory up increasing by 11.2% YoY in 8MFY17. Oil imports increased by 16% courtesy volumetric growth and increase in oil prices post OPEC's decision to curtail output. The imports of machinery increased by 12% as capital goods for the various infrastructural projects continued to flow in. Remittances decreased marginally by 2% to USD 14.06 billion in 9MFY17 from USD 14.38 billion in same period last year. The cushion to Balance of Payments was provided by financial account of USD 4.5 billion where USD 1.28 billion was contributed from Foreign Direct Investment while the rest was covered through borrowings. Foreign Direct Investment was majorly supported through acquisition of Engro Foods and Dawlance by foreign investors. Overall balance of Balance of Payments stood at negative USD 1.0 billion in 8MFY17 compared to positive USD 1.0 billion in same period last year.

Foreign exchange reserves stood at USD 21.6 billion (31st March, 2017). It is pertinent to note that reserves have decreased by USD 2.5 billion from their peak seen in October, 2016 where deteriorating external account position explaining most of the volatility.

Undergoing appreciation of about 0.08% in 9MFY17, PKR continues to remain resilient against USD which also raises concerns given the relative weakness in other developing economies and also reflected from REER as measured by SBP reaching to a high of 126 depicting significant overvaluation.

Fiscal deficit increased to 2.4% (1HFY17) of GDP as against 2.2% in SPY. Total revenue declined by 1% majorly because of reduction in income from defence services and SBP's profit. Expenses increased by 11% with PSDP (16% increase) and defence expenditure (11% increase).

The LSM growth clocked in at 3.5% during the period of 7MFY17 with contribution to growth coming from automobiles, construction and consumer goods.

Inflation continued its upward trajectory with nine month inflation averaging 4.01% compared to 2.64% for 9MFY16. The withering of low base effect along with inherent increases in food and housing pricing triggered inflationary pressures alongwith increases in petroleum prices.

M2 growth posted year to date growth of 6.09% by the end of the March, 2017. The deposits grew seasonally by PKR 217 billion in a week supported by quarter end efforts of banks to expand balance sheet size. Moreover, the abnormal accumulation in currency in circulation (CIC) last year triggered after imposition of withholding tax on cash withdrawals has normalized with CIC to M2 ratio at 19%. The Net Domestic Assets increased by PKR 1,064 billion supported by net government sector borrowings of PKR 600 billion.

FUND PERFORMANCE

During the period under review, the fund generated an annualized return of 6.70% as against its benchmark return of 5.99%. Fund has significantly adjusted its WAM from 2.8 YTM to 1.7 YTM because of stable interest rate outlook during the period. The fund allocation remained notably in Cash and TFCs as at the end of the period under review. At period-end, the fund was 2.9% invested in T-Bills, 11.6% in TDRs, 28.1% in Cash and 21.4% in TFCs. High cash exposure in cash was due to the fact that banks were offering lucrative rates on bank deposits.

The Net Asset of the Fund as at March 31, 2017 stood at Rs. 6,571 million as compared to Rs. 6,849 million as at June 30 2016 registering a decrease of 4.06%.

The Net Asset Value (NAV) per unit as at March 31, 2017 was Rs. 111.3786 as compared to opening NAV of Rs. 106.0443 per unit as at June 30, 2016 registering a decrease of Rs. 5.3343 per unit.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

FUTURE OUTLOOK

While government stands committed to achieving its GDP growth target of 5.7%, we expect it to remain short of desired numbers owing to below par manufacturing growth. LSM growth has posted a modest growth of 3.5% during 7MFY17, against the full year target of 5.9%. The misery of export-oriented sectors continues to haunt the manufacturing industry, as Textile and Leather industry continue to grow at dismal pace. Going forward, the recently announced export package is expected to provide some support to the export sector, nevertheless, the overvalued currency as depicted from REER (~25% overvalued as per SBP) remains a stumbling block in the way of competitiveness of the country.

The direction of general inflation is expected to be shaped by the trend in crude oil prices and currency outlook. While crude oil prices have stabilized and are expected to continue to do so, government has started to increase petroleum prices by increasing sales tax on petroleum products as tax collection so far has been below target. Similarly, the outlook of currency remains worrisome given the deterioration in external factors. Thus, from next year onwards, we might foresee inflation to kick above 5.0%, compared to current average of ~4.0%.

External account remains a threat to the stabilizing economy, as recent data showed current account deficit worsened to 2.7% of GDP, against the target of 1.5% for full fiscal year. Rising imports, along with weak exports and remittances contributed to the aggravation of external account. We expect the same trend to continue for the foreseeable future until the overvaluation of currency vanishes.

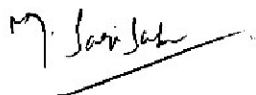
We expect interest rates to remain stable in the short term given stable inflationary trends along with government's increased focus on managing reserves through foreign borrowing. However, exchange rate overvaluation in addition with weak external account suggest a close scrutiny of the emerging trends, as the potential of inflection point remains in a form of monetary tightening.

The China Pakistan Economic Corridor is expected to provide much needed impetus to growth. Growing confidence in the economy has led to increase the quantum of investment from initially desired \$46 billion to more than \$60 billion. Local investor confidence has also improved drastically, after a long time, as witnessed by a gush of investment deals announced in the variety of sectors. Cement, Steel and Auto industry have already announced multiple expansion and green field investment plans with more to come from other industries. Given, the expansionary phase, we expect equity markets to outperform alternate asset classes. Inclusion of Pakistan to MSCI Emerging Market Index is expected to further channel liquidity in the local market. The MSCI specific companies are expected to gain limelight as formal inclusion nears. However, the volatility in global markets lead by uncertainty in global economies after Trump's induction as US President along with political uncertainty due to Panama case would keep the short term market performance in check. However, we reiterate our positive stance on the market.

ACKNOWLEDGMENT

The Board is thankful to the Fund's valued investors, the Securities and Exchange Commission of Pakistan and the Trustees of the Fund for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team.

For and on behalf of Board,



Muhammad Saqib Saleem
Chief Executive Officer
April 21, 2017

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی ڈی سی ایف انکم فنڈ کے 31 مارچ 2017ء کو ختم ہونے والی مدت کے اکاؤنٹس کا جائزہ پیش خدمت ہے۔

معیشت اور بازار کا مجموعی جائزہ

مقامی معیشت میں مثبت رجحانات دیکھنے میں آئے اور اہم معاشی علامات مسلسل بحالی کی طرف اشارہ کر رہی ہیں۔ مستحکم افراط زر کے ساتھ ساتھ سرمایہ کارانہ سرگرمیوں / CPEC پر خرچ سے متعلق پراجیکٹس معیشت کو مضبوط تر ترقی کی راہ پر گامزن رہنے کے لئے معاون ماحول فراہم کر رہے ہیں۔ اگرچہ تاحال مختلف علامات بشمول وسیع پیمانے کی مینوفیکچرنگ، کریڈٹ آف ٹیک اور غیر ملکی براہ راست سرمایہ کاری میں حرکت تو قعات سے کم ہے لیکن ہم سمجھتے ہیں کہ اگر مستحکم سیاسی ماحول میں کلاں معاشیات کے موجودہ ماحول کے ساتھ ساتھ CPEC کی جانب سے ملنے والی قوت جاری رہی تو سسٹ رومی کا مظاہرہ کرنے والی علامات جلد متوقع کارکردگی کی عکاسی کرنے لگیں گی۔ خارجی اکاؤنٹ کی صورتحال دوبارہ خراب ہو گئی ہے جو کچھ حد تک عالمی تجارتی قوتوں اور CPEC کے لئے مشینری کی درآمدات کی غمازی کرتی ہے۔ ادائیگی کے توازن کے اکاؤنٹ میں دیرینہ ضعف کو تاحال قرض کے ذریعے پورا کیا گیا ہے، لیکن اس ذریعے پر ایک محدود حد تک ہی اعتماد کیا جاسکتا ہے۔

تجارتی خسارہ موجودہ مالی سال کے آٹھ ماہ میں بڑھ کر 15.4 بلین امریکی ڈالر تک پہنچ گیا جبکہ گزشتہ سال اسی مدت میں 12.1 بلین امریکی ڈالر تھا۔ برآمدات بدستور سست رومی سے چلتے ہوئے مالی سال 2017ء کے ابتدائی آٹھ ماہ میں 2% YoY کم ہو گئیں۔ درآمدات بدستور سبک رفتاری سے چلتے ہوئے مالی سال 2017ء کے ابتدائی آٹھ ماہ میں 11.2% YoY زیادہ ہو گئیں۔ تیل کی درآمدات میں 16% اضافہ ہوا جس کا سبب OPEC کے پیداوار کم کرنے کے فیصلے کے بعد حجم میں ترقی اور تیل کی قیمتوں میں اضافہ ہے۔ مشینری کی درآمدات میں 12% اضافہ ہوا جس کا سبب انفراسٹرکچر کے مختلف منصوبوں کے لئے capital goods کی بدستور آمد ہے۔ مالی سال 2017ء کے ابتدائی نو ماہ میں ترسیل زر کم ہو کر 14.06 بلین امریکی ڈالر ہو گئی جو 2% معمولی کمی ہے، جبکہ گزشتہ سال اسی مدت میں 14.38 بلین امریکی ڈالر کی ہوئی تھی۔ ادائیگیوں کے توازن کو 4.5 بلین امریکی ڈالر کے مالیاتی اکاؤنٹ کا سہارا فراہم ہوا جس میں غیر ملکی براہ راست سرمایہ کاری نے 1.28 بلین امریکی ڈالر حصہ ڈالا جبکہ بقیہ حصہ قرضوں کے ذریعے پورا کیا گیا۔ غیر ملکی سرمایہ کاروں کے اینگرو فوڈ اور ڈاؤ لینس کے حصول کے ذریعے غیر ملکی براہ راست سرمایہ کاری کو بڑی معاونت حاصل ہوئی۔ مالی سال 2017ء کے ابتدائی آٹھ ماہ میں ادائیگیوں کا مجموعی توازن منفی 1.0 بلین امریکی ڈالر تھا، جبکہ گزشتہ سال اسی مدت میں 1.0 بلین امریکی ڈالر تھا۔

زرمبادلہ کے ذخائر 31 مارچ 2017ء کو 21.6 بلین امریکی ڈالر تھے۔ یہاں یہ بات قابل غور ہے کہ ذخائر اکتوبر 2016ء میں اپنے عروج کی سطح سے 2.5 بلین امریکی ڈالر کم ہو گئے، جبکہ خارجی اکاؤنٹ کی گرتی ہوئی صورتحال عدم استحکام کی بڑی وجہ ہے۔

پاکستانی روپے نے مالی سال 2017ء کے ابتدائی نو ماہ میں 0.08% ترقی کی اور امریکی ڈالر کے بالمقابل پکڑا رہا، جس سے خدشات بھی پیدا ہوتے ہیں کیونکہ دیگر ترقی پزیر معیشتیں نسبتاً کمزور ہیں، اور اسٹیٹ بینک آف پاکستان کے پیکائش کردہ REER سے بھی اس کی عکاسی ہوتی ہے جو 126 کی بلند سطح تک پہنچ گیا جس سے بڑے پیمانے پر بیش قدری ظاہر ہوتی ہے۔

مالیاتی خسارہ بڑھ کر مجموعی قومی پیداوار کا 2.4% ہو گیا (1HFY17) جو SPLY میں 2.2% تھا۔ مجموعی آمدنی 1% کم ہو گئی جس کا بڑا سبب دفاعی خدمات کی آمدنی اور اسٹیٹ بینک آف پاکستان کے منافع میں کمی ہے۔ اخراجات میں 11% اضافہ ہوا، بشمول PSDP (16% اضافہ) اور دفاعی اخراجات (11% اضافہ)۔

LSM ترقی مالی سال 2017ء کے ابتدائی سات ماہ کے دوران 3.5% سے شروع ہوئی، اور اس ترقی میں گاڑیوں، تعمیرات اور صارفی مصنوعات نے کردار ادا کیا۔

افراط زر میں بدستور اضافہ جاری رہا؛ نو ماہ میں افراط زر کا اوسط 4.01% تھا، جبکہ مالی سال 2017ء کے ابتدائی نو ماہ میں 2.64% تھا۔ پہلے سے پست base effect میں بتدریج کمی اور اشیائے خورد و نوش اور ہاؤسنگ کی قیمتوں میں فی نسب اضافہ افراط زر کے دباؤ کے ساتھ ساتھ پیٹرول کی قیمتوں میں اضافے کے محرک بنے۔

M2 میں مارچ 2017ء کے اختتام تک 6.09% year to date ترقی ہوئی۔ اختتام سہ ماہی پر بینکوں کی بیلنس شیٹ کا حجم وسیع کرنے کی کوششوں کی مدد سے ڈپازٹس میں ایک ہفتے میں 217 بلین روپے موسمی ترقی ہوئی۔ علاوہ ازیں، گزشتہ سال نقد رقم نکالنے پر دو ہولڈنگ فنکس عائد کرنے کی وجہ سے زیر گردش روپے (CIC) میں جو غیر معمولی انبار لگ گیا تھا وہ موسمی سطح پر آگیا ہے اور CIC کا M2 سے تناسب 19% ہے۔ حکومتی سیکٹر نے 600 بلین روپے net قرضے لیے جس کی مدد سے net مقامی اثاثہ جات میں 1,064 بلین روپے اضافہ ہوا۔

فنڈ کی کارکردگی

دوران جائزہ مدت کے دوران فنڈ نے ایک سال پر محیط منافع 6.70% حاصل کیا، جبکہ مقررہ معیار 5.99% تھا۔ دوران مدت انٹریسٹ کی مستحکم شرحوں کو مدنظر رکھتے ہوئے فنڈ نے اپنے WAM کو 2.8 YTM سے 1.7 YTM کر دیا۔ زیر جائزہ مدت کے اختتام پر فنڈ کی سرمایہ کاری زیادہ تر نقد اور TFCs میں تھی۔ اختتام مدت پر فنڈ کی سرمایہ کاری 2.9% فی بلز میں، 11.6% فی ڈی آر میں، 28.1% نقد میں اور 21.4% فی ایف سی میں تھی۔ نقد کے بلند exposure کی وجہ سے یہ فنڈ ایک ڈپازٹ پر منافع بخش شرح پیش کی گئی تھی۔

31 مارچ 2017ء کو فنڈ کے net اثاثہ جات 6,571 ملین روپے تھے، جو 30 جون 2016ء کو 6,849 ملین روپے کے مقابلے میں 4.06% کمی ہے۔

31 مارچ 2017ء کو net اثاثہ جاتی قدر (NAV) فی یونٹ 111.3786 روپے تھی، جو آغاز مدت یعنی 30 جون 2016ء کو 106.0443 روپے فی یونٹ کے مقابلے میں 5.3343 روپے فی یونٹ کمی ہے۔

مستقبل کا منظر

اگرچہ حکومت مجموعی مقامی پیداوار میں 5.7% ترقی کے اپنے ہدف کو حاصل کرنے کے لئے ہر عزم ہے، لیکن ہم سمجھتے ہیں کہ وہ مطلوبہ سے کم مینوفیکچرنگ ترقی کے باعث مذکورہ سطح تک پہنچنے میں ناکام رہے گی۔ LSM ترقی نے مالی سال 2017ء کے ابتدائی سات ماہ کے دوران 3.5% معمولی ترقی کی جبکہ پورے سال کا ہدف 5.9% تھا۔ برآمداتی سیکٹرز کی مشکلات کے سائے بدستور مینوفیکچرنگ صنعت پر منڈلا رہے ہیں اور ٹیکنالوجی اور چھوٹے کی صنعت کی ترقی کی رفتار مایوس کن ہے۔

علاوہ ازیں، حالیہ اعلان کردہ برآمداتی ٹیکس سے برآمدات کے شعبے کو کچھ معاونت متوقع ہے، لیکن بیش قدر کرنسی، جیسا کہ REER سے ظاہر ہے (اسٹیٹ بینک آف پاکستان کے مطابق 25% بیش قدری) ملک کی مسابقتی اہلیت کی راہ میں بہت بڑی رکاوٹ ہے۔

عمومی افراط زر کی سمت متوقع طور پر خام تیل کی قیمتوں کے رجحان اور کرنسی کے مستقبل کے منظر کے ذریعے طے ہوگی۔ اگرچہ خام تیل کی قیمتیں مستحکم ہو گئی ہیں اور اُمید کی جارہی ہے کہ مستحکم ہی رہیں گی، حکومت نے پٹرول کی مصنوعات پر سیکز ٹیکس میں اضافے کے ذریعے پٹرول کی قیمتوں میں اضافہ شروع کر دیا ہے کیونکہ تاحال ٹیکس مطلوبہ ہدف سے کم وصول ہوا ہے۔ اسی طرح کرنسی کے مستقبل کا منظر خارجی عناصر میں اخطاط کے باعث بدستور پریشان کن ہے۔ چنانچہ اگلے سال سے افراط زر موجودہ اوسط 4.0% کے مقابلے میں 5.0% سے بلند جاسکتی ہے۔

خارجی اکاؤنٹ استحکام کی راہ پر گامزن معیشت کے لئے بدستور خطرہ بنا ہوا ہے کیونکہ حالیہ اعداد و شمار کے مطابق کرنٹ اکاؤنٹ کا خسارہ بدتر ہو کر مجموعی ملکی پیداوار کا 2.7% ہو گیا، جبکہ مکمل مالی سال کا ہدف 1.5% تھا۔ بڑھتی ہوئی درآمدات کے ساتھ ساتھ کمزور برآمدات اور ترسیل زر سے خارجی اکاؤنٹ مزید بگڑ گیا۔ قابلِ بیش گوئی مستقبل میں کرنسی کی بیش قدری ختم ہونے تک متوقع طور پر یہ رجحان جاری رہے گا۔

توقع ہے کہ مختصر معاد میں افراط زر کے مستحکم رجحانات کے ساتھ ساتھ reserves کو غیر ملکی قرضوں کے حصول کے ذریعے چلانے پر حکومت کی بڑھتی ہوئی توجہ کی بدولت انٹریسٹ کی شرحیں مستحکم رہیں گی۔ تاہم شرح مبادلہ کی بیش قدری کے علاوہ کمزور خارجی اکاؤنٹ اس بات کی طرف اشارہ کر رہے ہیں کہ ابھرتے ہوئے رجحانات کا باریک بینی کے ساتھ جانچ پڑتال کی جائے، کیونکہ کئی مقررہ کی استعداد مالیاتی گرفت کو تنگ کرنے کی صورت میں برقرار ہے۔

چین پاکستان معاشی راہداری متوقع طور پر ترقی کے لئے بے حد مطلوب تحریک فراہم کرے گی۔ معیشت میں بڑھتے ہوئے اعتماد کی بدولت سرمایہ کاری کا حجم ابتدائی مطلوبہ 46 بلین ڈالر سے بڑھ کر 60 بلین ڈالر سے زائد ہو گیا ہے۔ مقامی سرمایہ کاروں کے اعتماد میں بھی ایک طویل عرصے بعد بڑے پیمانے پر اضافہ ہوا ہے، جیسا کہ مختلف شعبوں میں سرمایہ کاریوں کی بھرپور لہر سے ظاہر ہے۔ سیمنٹ، اسٹیل اور گاڑیوں کی صنعتیں پہلے ہی متحدہ قومی اور گرین فیلڈ سرمایہ کاری کے منصوبوں کا اعلان کر چکی ہیں، اور دیگر صنعتوں کی طرف سے بھی ایسے اعلانات متوقع ہیں۔ موجودہ قومیاتی دور کو مد نظر رکھتے ہوئے ہم توقع کرتے ہیں کہ ایکویٹی مارکیٹس متبادل اثاثہ جات کے شعبوں سے سبقت کے جائیں گی۔ MSCI ایمرجنگ مارکیٹ انڈیکس میں پاکستان کی شمولیت کی بدولت توقع ہے کہ مقامی مارکیٹ میں مزید لیکویڈیٹی پہنچے گی۔ MSCI مخصوص کمپنیز متوقع طور پر باقاعدہ شمولیت کے قریب منظر عام پر آئیں گی۔ تاہم ٹرمپ کے امریکی صدر بننے کے بعد عالمی معیشتوں میں عدم یقینی کی وجہ سے عالمی مارکیٹس میں عدم استحکام، اور اس کے ساتھ ساتھ پانا مائندہ سے کے باعث ہونے والی سیاسی عدم یقینی سے مختصر معاد کی مارکیٹ کی کارکردگی کی جانچ ہوتی رہے گی۔ بہر حال، ہم مارکیٹ کے حوالے سے اپنے مثبت نظریے کا اعادہ کرتے ہیں۔

اظہار تشکر

بورڈ فنڈ کے گرام قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ڈسٹریبیوٹر کی مسلسل معاونت اور پشت پناہی کے لئے شکر گزار ہے۔ علاوہ ازیں، ڈائریکٹر مینجمنٹ ٹیم کی کوششوں کو بھی خراج تحسین پیش کرتے ہیں۔

برائے اورین جان بوریڈ

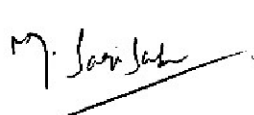
محمد قاسم سلیم

محمد قاسم سلیم
چیف ایگزیکٹو آفیسر
21 اپریل 2017ء

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2017**

		(Un-Audited) March 31, 2017	(Audited) June 30, 2016
	Note	———— (Rupees in '000) ————	
ASSETS			
Balances with banks		2,413,709	2,130,877
Investments	5.	4,581,508	5,446,142
Profit receivables		54,042	105,334
Derivative-future Contract		3,993	5,855
Receivable against Margin Trading System (MTS)		87,996	-
Receivable against sale of investments (equity)		1,260,589	-
Advances, deposits, prepayments and other recievable		194,552	27,774
Total assets		8,596,389	7,715,982
LIABILITIES			
Payable to Management Company		10,286	12,213
Payable to Central Depository Company of Pakistan Limited - Trustee		605	681
Payable to Securities and Exchange Commission of Pakistan - annual fee		3,914	8,712
Payable against redemption of units		-	9,332
Payable against purchase of investment		1,855,953	540,576
Accrued expenses and other liabilities	6.	154,853	295,796
Total liabilities		2,025,611	867,310
NET ASSETS		6,570,778	6,848,672
Unit holders' fund		6,570,778	6,848,672
Contingencies and commitments	7.		
		———— (Number of Units) ————	
NUMBER OF UNITS IN ISSUE		58,994,980	64,583,116
		————— (Rupees) —————	
NET ASSETS VALUE PER UNIT		111.3786	106.0443

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



Chief Executive Officer

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

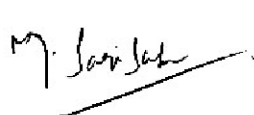


Director

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

		Nine months ended		Quarter ended	
		March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
Note		(Rupees in '000)			
INCOME					
		74,976	597,880	5,482	178,921
		111,861	126,652	35,380	52,058
		77,707	147,177	82,707	26,785
		118,270	91,513	47,385	28,979
		18,134	-	13,817	-
		55,612	4,067	13,746	-
		3,993	-	27,290	-
	5.2	(51,356)	(2,776)	(29,084)	(23,449)
	5.4.3	(26,450)	15,058	(74,621)	(1,416)
		382,748	979,571	122,103	261,878
		(7,701)	(14,439)	(2,036)	(4,570)
EXPENSES					
		78,281	140,674	25,586	43,057
		10,176	45,353	3,326	13,882
		5,897	4,728	1,927	3,272
		4,854	7,975	1,588	2,616
		631	879	206	129
		3,914	7,034	1,279	2,153
		22,379	5,471	12,236	527
		614	675	207	201
		728	644	57	544
		952	1,130	344	343
		128,425	214,563	46,755	66,724
		246,622	750,569	73,312	190,585
		(7,503)	(38,086)	(7,583)	(35,464)
		(21,732)	(111,336)	(21,850)	(106,583)
	6.1	(103,809)	-	(103,809)	-
		321,195	601,147	147,687	48,538
	9	-	-	-	-
		321,195	601,147	147,687	48,538
	10				

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



Chief Executive Officer

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

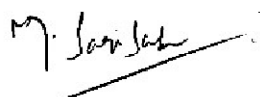


Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

	Nine Months ended		Quarter ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	(Rupees in '000)			
Net income for the period after taxation	321,195	601,147	147,687	48,538
Other comprehensive income:				
<i>Items that are or may be reclassified subsequently to income statement</i>				
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'available-for-sale'	(6,456)	(141,473)	8,567	(29,365)
Total comprehensive income for the period	314,739	459,674	156,254	19,172

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



Chief Executive Officer

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

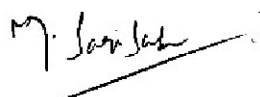


Director

**CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

	Nine Months ended		Quarter ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	(Rupees in '000)			
Undistributed income brought forward	400,889	507,966	573,862	1,152,485
Net element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed	(33,896)	(49,432)	(33,361)	(111,977)
Net income for the period	321,195	601,147	147,687	19,173
Undistributed income carried forward	688,188	1,059,681	688,188	1,059,681

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



Chief Executive Officer

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



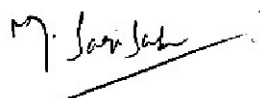
Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDER'S FUND (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

	Half year ended		Quarter ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	(Rupees in '000)			
Net assets at beginning of the period	6,848,672	11,272,806	7,009,440	12,910,590
Issue of 32,968,048 (2016: 73,014,807) units and 5,253,435 (2016: 12,628,382) units for the nine months and quarter ended respectively	3,514,169	7,668,711	568,963	1,259,099
Redemption of 38,556,184 (2016: 86,942,642) units and 10,868,991 (2016: 37,903,692) units for the nine months and quarter ended respectively	(4,136,038)	(9,260,355)	(1,193,313)	(4,040,651)
	(621,869)	(1,591,644)	(624,350)	(2,781,552)
	6,226,803	9,681,162	6,385,090	10,129,038
Element of loss / (income) and capital (losses) / gains included in prices of units issued less those in units redeemed				
- amount representing realised loss and capital losses transferred to income statement arising from capital gain and unrealised gain arising from other income	7,503 21,732	38,086 111,336	7,583 21,850	35,464 106,583
- amount representing unrealised (income) / loss that forms part of unit holders' fund - transferred to distribution statement	33,896 63,131	49,432 198,854	33,361 62,794	111,977 254,024
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing unrealised income	(33,896)	(49,432)	(33,361)	(111,977)
Net income for the period transferred from the distribution statement				
Capital gain on sale of investments	77,707	147,177	82,707	26,785
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at 'fair value through profit or loss'	(26,450)	15,058	(74,621)	(1,416)
Net unrealised diminution on re-measurement of investments classified as 'available-for-sale'	(6,456)	-	8,567	-
Other net income for the period	269,939 314,739	297,439 459,674	139,602 156,254	(6,196) 19,173
Net assets at end of the period	6,570,778	10,290,258	6,570,778	10,290,258

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



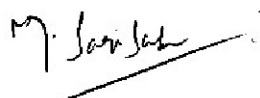
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

		Half year ended		Quarter ended	
		March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	Note	(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period before taxation		321,195	601,147	147,687	48,538
Adjustments for non - cash and other items					
Net unrealised appreciation in the fair value of investments classified as 'held-for-trading'		26,450	(15,058)	74,621	1,416
Reversal of provision against debt securities		7,701	14,439	2,036	24,308
Net element of loss / (income) and capital losses / (gains) in prices of units issued less those in units redeemed					
arising from capital gain and unrealised gain		7,503	38,086	7,583	35,464
arising from other income		21,732	111,336	21,850	106,583
		384,582	749,950	253,778	216,309
(Increase) / decrease in assets					
Investments - net		824,027	301,258	(1,524,634)	140,836
Profit and other receivables		51,292	266,382	5,770	128,656
Receivable against Margin Trading System (MTS)		(87,996)	-	269,901	-
Receivable against sale of investments (equity)		(1,260,589)	-	(2,645,304)	-
Fair Value Derivative		1,862	-	(15,580)	-
Advance against subscription of term finance certificates		-	(270,000)	-	355,000
Advances, deposits, prepayments and other recievale		(166,778)	(743)	(45,274)	(195)
		(638,182)	296,897	(3,955,121)	624,296
Increase / (Decrease) in liabilities					
Payable to Management Company		(1,927)	(16,449)	(685)	(4,728)
Payable to Trustee		(76)	19	(32)	(174)
Payable to Securities and Exchange Commission of Pakistan - annual fee		(4,798)	(2,586)	1,279	2,153
Payable against redemption of units		(9,332)	-	-	-
Payable against purchase of investment		1,315,377	-	928,239	-
Accrued expenses and other liabilities		(140,943)	427,094	(152,042)	496,876
		1,158,301	408,077	776,759	494,127
Net cash generated from operating activities		904,701	1,454,924	(2,924,584)	1,334,732
CASH FLOWS FROM FINANCING ACTIVITIES					
Net receipts against issuance of units		3,514,169	7,668,711	568,963	1,259,099
Net payments on redemption of units		(4,136,038)	(9,260,355)	(1,193,313)	(4,040,651)
Net cash (used in) from financing activities		(621,869)	(1,591,644)	(624,350)	(2,781,552)
Net increase / (decrease) in cash and cash equivalents during the period					
		282,832	193,515	(3,548,934)	(1,116,586)
Cash and cash equivalents at the beginning of period		2,130,877	2,327,525	5,962,643	3,637,625
Cash and cash equivalents at the end of period	12	2,413,709	2,521,040	2,413,709	2,521,040

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB DCF Income Fund (the Fund) was established under a Trust Deed dated, November 09, 2006, executed between MCB Asset Management Company Limited (now merged with and into ArifHabib Investments Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was amended through a supplemental Trust Deed dated January 21, 2007. The Fund was approved by SECP as a Collective Investment Scheme under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) on December 12, 2006.
- 1.2 Pursuant to the merger of MCB Asset Management Company Limited with and into ArifHabib Investments Limited (AHIL), the name of AHIL has been changed to MCB-ArifHabib Savings and Investments Limited.
- 1.3 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 24th Floor, Centre Point, Off. Shaheed-e-Millat Expressway, Near KPT Interchange, Karachi, Pakistan.
- 1.4 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.
- 1.5 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 fund in medium term assets in order to provide higher return to the unit holders.
- 1.6 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2++' dated June 08, 2016 to the Management Company and a stability rating of 'A+(f)' dated December 09, 2016 to the Fund.
- 1.7 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.
- 2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2016.
- 2.3 These condensed interim financial statements are unaudited.
- 2.4 These condensed interim financial statements are presented in Pak rupees, which is the functional and presentation currency of the Fund. Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

3. ACCOUNTING POLICIES AND ESTIMATES

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended June 30, 2016. The accounting policies and methods of computation adopted in preparation of this condensed interim financial statements are same as those applied in preparation of financial statements of the Fund for the year ended June 30, 2016.

4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management policies are consistent with those disclosed in the financial statements of the Fund as at and for the year ended June 30, 2016.

5. INVESTMENTS

'At fair value through profit or loss' - held-for-trading

Government securities

Note	(Un-Audited) March 31, 2017 ----- (Rupees in '000) -----	(Audited) June 30, 2016
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5.1	245,570	712,082
-----	---------	---------

Listed equity securities

5.2	1,494,905	435,855
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Debt securities

- Listed

5.3	846,272	1,008,726
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- Unlisted

5.4	994,012	1,139,767
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	1,840,284	2,148,493
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Available-for-sale

Government securities

5.5	750	1,718,958
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Loans and receivables

Term Deposit Receipts

5.6	1,000,000	430,754
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	4,581,508	5,446,142
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**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

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

Name of investee company	Note	Face value					Balance as at March 31, 2017			Market value as a percentage of net assets	Market value as a percentage of total investment
		As at July 01, 2016	Purchased during the period	Disposed off during the period	Matured during the year	As at March 31, 2017	Carrying value	Market value	Appreciation / (diminution)		
(Rupees in '000)											
Treasury Bills - 12 months	5.1.1	-	2,650,000	1,470,000	1,180,000	-	-	-	-	-	-
Treasury Bills - 6 months *	5.1.1	200,000	3,250,000	3,100,000	100,000	250,000	245,710	245,570	(140)	3.74	5.36
Treasury Bills - 3 months	5.1.1	515,000	3,849,000	4,164,000	200,000	-	-	-	-	-	-
Treasury Bills - 2 months	5.1.1	-	280,000	280,000	-	-	-	-	-	-	-
Total as at March 31, 2017		715,000	10,029,000	9,014,000	1,480,000	250,000	245,710	245,570	(140)	3.74	5.36
Total as at June 30, 2016		1,002,500	41,250,060	36,840,000	4,697,560	715,000	712,082	712,082	-	10.40	13.07

* These include treasury bills with market value of Rs.196.46 million which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in term of Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

5.2 Investments - 'at fair value through profit or loss - held-for-trading'

Listed Equity Securities

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, 2017				Market value as a % of net assets of the Fund	% of the paid-up capital of the company
	As at July 01, 2016	Purchases during the year	Bonus / right issue during the year	Sales during the year	As at March 31, 2017	Cost	Market value	Appreciation / (Diminution)		
(Rupees in '000)										
CABLE & ELECTRICAL GOODS										
Pak Elektron	2,731,000	15,697,500		16,056,500	2,372,000	210,838	218,461	7,623	3.32	0.48
TPL Trakker Ltd	-	10,299,000		10,299,000	-	-	-	-	-	-
					2,372,000	210,838	218,461	7,623		
CEMENT										
Cherat Cement	-	1,032,500		1,032,500	-	-	-	-	-	-
D.G. Khan Cement *	-	3,345,000		3,078,000	267,000	62,519	62,051	(468)	0.94	0.06
Fauji Cement Co Ltd	83,500	6,674,500		5,776,500	981,500	42,418	41,890	(527)	0.64	0.07
Lucky Cement	-	-		-	-	-	-	-	-	-
Maple Leaf Cement Factory Ltd	-	1,731,000		1,656,500	74,500	9,212	9,242	30	0.14	0.01
Pakcem Limited	10,000	37,000		47,000	-	-	-	-	-	-
Pioneer Cement Ltd	-	628,500		628,500	-	-	-	-	-	-
Power Cement Limited	-	603,500		603,500	-	-	-	-	-	-
					1,323,000	114,149	113,184	- 965		
COMMERCIAL BANKS										
Askari Bank Limited	-	5,500		5,500	-	-	-	-	-	-
Bank Al Falah Limited	-	-		-	-	-	-	-	-	-
Bank Of Punjab	-	-		-	-	-	-	-	-	-
Paymal Bank Limited	-	5,000		5,000	-	-	-	-	-	-
Habib Bank Limited	-	6,500		6,500	-	-	-	-	-	-
National Bank Of Pakistan	-	-		-	-	-	-	-	-	-
United Bank Limited	-	-		-	-	-	-	-	-	-
					-	-	-	-	-	-
ENGINEERING										
Amreli Steels Limited	-	1,923,500		1,923,500	-	-	-	-	-	-
International Steels Ltd	-	5,824,500		3,274,000	2,550,500	334,645	328,861	(5,784)	5.00	0.59
					2,550,500	334,645	328,861	- 5,784		
FERTILIZER										
Engro Corporation Limited	145,000	4,340,000		4,241,000	244,000	90,056	89,797	(259)	1.37	0.05
Engro Fertilizer Limited	1,322,500	13,816,000		14,023,000	1,115,500	75,543	69,897	(5,645)	1.06	0.08
Fatima Fertilizer Company *	-	3,146,500		3,145,000	1,500	58	58	1	0.00	-
Fauji Fertilizer Bin Qasim Ltd	-	3,195,000		2,640,000	555,000	29,394	28,988	(406)	0.44	0.06
Fauji Fertilizer Company Ltd	51,000	1,386,000		1,264,000	173,000	18,855	17,923	(932)	0.27	0.01
					2,089,000	213,905	206,663	- 7,242		
FOOD & PERSONAL CARE PRODUCTS										
Engro Foods Limited	27,000	3,414,000		3,108,000	333,000	58,871	54,093	(4,778)	0.82	0.04
					333,000	58,871	54,093	- 4,778		
INSURANCE										
Adami Insurance Co. Ltd *	-	1,102,000		1,102,000	-	-	-	-	-	-
OIL & GAS EXPLORATION COMPANIES										
Oil & Gas Development Co Ltd	40,500	3,655,500		3,690,500	5,500	864	816	(48)	0.01	-
Pakistan Oilfields Limited	-	299,500		299,500	-	-	-	-	-	-
Pakistan Petroleum Ltd	3,500	346,000		349,500	-	-	-	-	-	-
					5,500	864	816	- 48		
OIL AND GAS MARKETING COMPANIES										
Haseco Petroleum	7,500	1,260,000		1,267,500	-	-	-	-	-	-
Pakistan State Oil Co Ltd.	22,000	1,782,500		1,649,000	155,500	66,598	65,857	(741)	1.00	0.06
Sui Northern Gas *	160,500	451,000		611,500	-	-	-	-	-	-
Sui Southern Gas *	1,218,000	14,000		1,232,000	-	-	-	-	-	-
					155,500	66,598	65,857	- 741		
PHARMACEUTICALS										
Searle Company	63,000	16,000		79,000	-	-	-	-	-	-
POWER GENERATION & DISTRIBUTION										
Hub Power Company Ltd	20,000	195,000		206,500	8,500	1,125	1,114	(11)	0.02	-
K-Electric Ltd***	819,000	47,920,000		45,324,000	3,415,000	30,483	27,935	(2,548)	0.43	0.01
Kot Addu Power Co. Ltd	-	151,500		70,500	81,000	6,512	6,497	(15)	0.10	0.01
					3,504,500	38,120	35,546	- 2,574		
REFINERY										
Attock Refinery Limited	40,000	3,838,500		3,351,500	527,000	240,200	236,523	(3,678)	3.60	0.62
					527,000	240,200	236,523	- 3,678		
TECHNOLOGY & COMMUNICATIONS										
Hum Network**	-	305,000		305,000	-	-	-	-	-	-
P.T.C.L. "A"	207,000	4,997,500		5,010,000	194,500	3,236	3,145	(91)	0.05	0.01
TRG Pakistan	-	10,861,500		10,861,500	-	-	-	-	-	-
					194,500	3,236	3,145	- 91		
TEXTILE COMPOSITE										
Nishat (Chunian) Limited *	-	12,507,500		10,750,000	1,757,500	111,386	106,452	(4,934)	1.62	0.73
Nishat Mills Ltd *	-	2,769,000		2,010,500	758,500	128,460	125,304	(3,156)	1.91	0.22
					2,516,000	239,846	231,756	- 8,090		
As at 31 March 2017										
					15,570,500	1,521,272	1,494,905	- 26,367		
As at 30 June 2016										
						440,216	435,855	(4,361)		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

* These represents transactions with related parties

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

*** These have a face value of Rs.3.5 per share.

The movement in equity securities represent spread transactions entered into by the Fund. The Fund purchases equity securities in ready settlement market and sells the securities in future settlement market on the same day, resulting in spread income due to difference in ready and future stock prices.

5.3 Debt securities - Term finance certificates of Rs.5,000 each (unless stated otherwise) - at fair value through profit or loss - held-for-trading - Listed

Name of investee company	Number of Certificates				Balance as at March 31, 2017			Market value as at March 31, 2017	
	As at July 01, 2016	Purchased during the period	Matured during the period	Disposed during the period	As at March 31, 2017	Carrying value	Market value	Appreciation / (diminution)	Market value as a percentage of net assets
									of total investment

Commercial banks									
Bank Alfalah Limited (February 20, 2013)	72,631	-	-	-	72,631	370,381	371,765	1,384	5.66
Habib Bank Limited (February 19, 2016) TFC-I*	6,000	-	-	1,500	4,500	449,887	449,370	(517)	6.84
Faysal Bank Limited (December 27, 2010)	10,000	-	-	-	10,000	25,240	25,137	(103)	0.38
						845,509	846,272	763	12.88
									18.47
Financial services									
Saudi Pak Leasing Company Limited (March 13, 2010) (refer note 5.4.1)	10,000	-	-	-	10,000	27,549	(27,549)		
Less: Provision charged during the period						(0)	(0)	-	(0.00)
									(0.00)
Total listed securities						845,509	846,272	763	

5.4 Debt securities - Term finance certificates of Rs.5,000 each (unless stated otherwise) - at fair value through profit or loss - held-for-trading - Unlisted

Name of investee company	Number of Certificates				Balance as at March 31, 2017			Market value as at March 31, 2017	
	As at July 01, 2016	Purchased during the period	Matured during the period	Disposed during the period	As at March 31, 2017	Carrying value	Market value	(diminution) / Appreciation	Market value as a percentage of net assets
									of total investment

Commercial banks									
Askari Bank Limited (September 30, 2014)	56,000	-	-	-	56,000	285,314	285,035	(280)	4.34
Bank Alfalah Limited (December 02, 2009)	40,250	-	-	-	40,250	136,098	135,127	(971)	2.06
Bank Alfalah Limited (December 02, 2009) Fixed	18,235	-	-	-	18,235	65,053	62,978	(2,074)	0.96
Bank AL Habib Limited (March 17, 2016) TFC-II	54,000	-	-	2,500	51,500	257,336	260,370	3,033	3.96
Standard Chartered Bank (Pakistan) Limited (June 29, 2012)	41,000	-	-	4,000	37,000	185,420	185,093	(328)	2.82
						929,222	928,602	(619)	14.13
									20.27
Balance carried forward						929,222	928,602	(619)	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

Name of investee company	Number of Certificates				Balance as at March 31, 2017		Market value as a percentage of net assets	Market value as a percentage of total
	As at July 01, 2016	Purchased during the period	Matured during the period	Disposed during the period	As at March 31, 2017	Carrying value	Appreciation / (diminution)	

						(Rupees in '000)		---
Balance brought forward						929,222	928,602	(619)
Chemicals and fertilizer								
Engro Fertilizers Limited (July 09, 2014) Sukuk	15,800	-	-	-	15,800	65,496	65,410	(86)
Fátima Fertilizer Company Ltd (Nov 28, 2016) Sukuk	-	260	-	260	-	-	-	-
						65,496	65,410	(86)
Financial services								
Security Leasing Corporation Limited (March 13, 2008) (refer note 5.4.1)	10,000	-	-	-	10,000	2,898		
Less: Provision charged during the period						(2,898)		
						0	0	-
Security Leasing Corporation Limited - Sukuk (March 18, 2010) (refer note 5.4.1)	5,000	-	-	-	5,000	1,432		
Less: Provision charged during the period						(1,432)		
						0	0	-
Household goods								
New Allied Electronics Industries (Private) Limited (May 15, 2007) (refer note 5.4.1)	10,400	-	-	-	10,400	21,983		
Less: Provision held						(21,983)		
						-	-	-
New Allied Electronics Industries (Private) Limited - Sukuk (July 25, 2007) (refer note 5.4.1)	112,000	-	-	-	112,000	35,000		
Less: Provision held						(35,000)		
						-	-	-
Total unlisted securities						994,718	994,012	(705)
Total as at March 31, 2017						1,840,226	1,840,284	57
Total as at June 30, 2016						2,140,668	2,148,493	7,821

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

5.4.1 Due to continuous default on repayment of coupon by the issuer, the Fund has classified said investment as non-performing debt securities. The Fund has suspended further accrual of mark-up there against.

5.4.2 Details of non-compliant investment with the investment criteria as specified by the Securities and Exchange Commission of Pakistan

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, 2017, 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 gross assets
		(Rupees in '000)		%		
New Allied Electronics Industries (Private) Limited	Term finance certificates	21,983	21,983	-	0.00	0.00
New Allied Electronics Industries (Private) Limited	Sukuk certificates	35,000	35,000	-	0.00	0.00
Security Leasing Corporation Limited	Privately placed term finance certificates	2,898	2,898	-	0.00	0.00
Security Leasing Corporation Limited	Sukuk certificates	1,432	1,432	-	0.00	0.00
Saudi Pak Leasing Company Limited	Term finance certificates	27,549	27,549	-	0.00	0.00
Note					(Un-Audited) March 31, 2017	(Audited) June 30, 2016
					———— (Rupees in '000) ————	

5.4.3 Net unrealized appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss - held-for-trading'

Carrying value investments	5.1, 5.2, 5.3 & 5.4	3,607,208	3,292,967
Market value investments		3,580,758	3,296,428
		<u>(26,450)</u>	<u>3,461</u>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

5.5 Government securities - 'available for sale'

Name of investee company	Face value				Balance as at March 31, 2017			Market value as a percentage of net assets	Market value as a percentage of total investment	
	As at July 01, 2016	Purchased during the period	Disposed off during the period	Matured during the year	As at March 31, 2017	Carrying value	Market value / (diminution)			
										_____%
										_____(Rupees in '000)
Pakistan Investment Bonds - 10 years	143,000	243,000	386,000	-	-	-	-	-	-	
Pakistan Investment Bonds - 05 years	726,300	1,300,800	2,026,400	-	700	739	750	10	0.02	
Pakistan Investment Bonds - 03 years	705,900	100,000	805,900	-	-	-	-	-	-	
Total as at March 31, 2017	1,575,200	1,643,800	3,218,300	-	700	739	750	10	0.02	
Total as at June 30, 2016	5,855,600	15,359,500	19,639,900	-	1,575,200	1,703,924	1,718,958	15,034	32.00	

5.6 Term Deposit Receipts - Loans and receivables

Name of Financial institution	Profit / mark-up rate %	Maturity date	At March 31, 2017 _____(Rs. in '000)____	Value as a percentage of	
				net assets	Value as a percentage of investment
				_____%	
JS Bank Limited	6.89%	May 4, 2017	400,000	6.09	8.73
Zarai Taraqati Bank Limited	6.50%	May 24, 2017	600,000	9.13	13.10
Total as at March 31, 2017			1,000,000		
Total as at June 30, 2016			430,754		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

		(Un-Audited) March 31, 2017	(Audited) June 30, 2016
	Note	— (Rupees in '000) —	
6. ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Workers' Welfare Fund	6.1	17,381	121,190
Federal Excise Duty and other related taxes payable on management fee	6.2	99,060	99,060
Federal Excise Duty and other related taxes payable on sales load	6.2	27,933	27,933
Sale Load Payable - MCB Bank Limited		642	-
Auditors' remuneration		619	599
Withholding tax payable		1,612	41,598
Payable against redemption of units			
Payable against purchase of investment			
Others		7,605	5,416
		<u>154,853</u>	<u>295,796</u>

6.1 Provision for Workers' Welfare Fund

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs.0.5 million in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable Sindh High Court (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). During the period, the SCP passed a judgment on November 10, 2016, declaring the insertion of amendments introduced in the Finance Act pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh WWF Act, 2014. The Mutual Funds Association of Pakistan (MUFAP) believes that the Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP has obtained a legal opinion on these matters and based on such legal advice, has recommended to all its members on January 12, 2017 the following:

- i. The provision against the Federal WWF held by the Mutual Funds till June 30, 2015 to be reversed on January 12, 2017; and
- ii. Provision against Sindh WWF, on prudent basis, should be made from the date of enactment of the Sindh WWF Act, 2014 (i.e. May 21, 2015) with effect from January 12, 2017.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

The above decisions were communicated to SECP and the Pakistan Stock Exchange Limited on January 12, 2017 and SECP vide its letter dated February 01, 2017 advised MUFAP that the adjustments relating to the above should be prospective and supported by adequate disclosure in the financial statements of Mutual Funds. Accordingly, the Fund has recorded these adjustments in its books on January 12, 2017. As on March 31, 2017 the impact of reversal of federal WWF and provision of Sindh WWF are as follows:

	Amount -- (Rupees in '000) --
Reversal of Federal WWF (As at June 30, 2015)	121,190
Charge of Sindh WWF	17,381

The cumulative net effect of WWF is Rs.103.81 million, had the provision of Federal WWF not reversed and Sindh WWF not charged in the books of accounts of the fund the Net Asset value of the Fund would be lower by Re.1.7596 as at March 31, 2017.

6.2 Federal excise duty on Remuneration of Management Company

The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On September 4, 2013, a Constitutional Petition was filed in the Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the period ended, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan. Thereafter, during the pendency of the present civil petition, the Supreme Court has suspended the operation of the impugned judgment of the SHC. The matter is still pending adjudication.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED amounting to Rs 126.993 million (June 30, 2016: Rs 126.993 million) made for the period from June 13, 2013 till June 30, 2016 is being retained in the condensed interim financial information of the Fund as the matter is pending before the Supreme Court of Pakistan. 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, 2017 would have been higher by Rs2.15 per unit (June 30, 2016: Rs 1.97).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

7. CONTINGENCIES AND COMMITMENTS

7.1 CONTINGENCIES

The appeal filed with the Appellate Tribunal Inland Revenue in respect of the claim of super tax, as reported in note 13.1 to the annual financial statements of the Fund for the year ended June 30, 2016, has been decided in favor of the Fund which has not been challenged by the Tax Department before the relevant appellate forum till the date of these condensed interim Financial Statements.

7.2 COMMITMENTS

	March, 31 2017	June, 30 2016
	— (Rupees in '000) —	
Release against Marginal Trading System which had not been settled	26,048	-
Future sale transactions of equity securities entered into by the Company in respect of which the transactions have not been settled	595,364	440,768
	621,412	440,768

8. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2017 is 1.94% which includes 0.30% representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

9. TAXATION

- 9.1** The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. 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 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. The management intends to distribute at least 90% of the income earned during the year by the Fund to the unit holders. Accordingly, no provision has been made in this condensed interim financial statement.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

10 EARNINGS PER UNIT

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

Nine Months ended		Quarter ended	
March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
----- (Rupees in '000) -----			

11 CASH AND CASH EQUIVALENTS

Bank balances	2,413,709	2,521,040	2,413,709	2,521,040
	<u>2,413,709</u>	<u>2,521,040</u>	<u>2,413,709</u>	<u>2,521,040</u>

12 TRANSACTIONS WITH CONNECTED PERSONS

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:

----- Un-audited -----			
Nine months ended		Quarter ended	
March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
----- (Rupees in '000) -----			

Transactions during the period:

**MCB Arif Habib Savings and
Investments Limited -
Management Company**

Remuneration of Management

Company including indirect taxes	88,457	186,027	28,912	56,939
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Expense allocated by Management

Company including indirect taxes	5,897	4,728	1,927	3,272
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Issue of Nil units (2016: 499,349 units)

and Nil units (2016: 499,349 units) for the nine months and quarter ended respectively	-	55,000	-	55,000
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**Central Depository Company
of Pakistan Limited - Trustee**

Remuneration for the period

(including sales tax)	5,485	8,854	1,794	2,745
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Settlement charges	1,612	339	852	8
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**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

	Un-audited			
	Nine months ended		Quarter ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	(Rupees in '000)			
Group / Associated Companies				
MCB Bank Limited				
Profit on deposit accounts	161	1,867	5	328
Bank charges	18	80	10	22
 Purchase of Securities Face Value Nil (2016: 350,000,000) and Face value Nil (2016: 200,000,000) for the nine months and quarter ended respectively	 - -	 392,911 -	 - -	 218,648 -
 Sale of Securities Face Value Nil (2016: 2,950,000,000) and Face Value Nil (2016: 2,100,000,000) for the nine months and quarter ended respectively	 - -	 4,378,966 -	 - -	 2,898,462 -
Silk Bank Limited				
Purchase of Securities Face Value 100,000,000 (2016: 957,000,000) and Face value 100,000,000 (2016: Nil) for the nine months and quarter ended respectively	105,494	953,380	105,494	-
 Sale of Securities Face Value 800,000,000 (2016: 560,000,000) and Face Value Nil (2016: 400,000,000) for the nine months and quarter ended respectively	826,805	697,717	-	399,594
Arif Habib Limited *				
Brokerage expense	23	50	1	7
Next Capital Limited *				
Brokerage expense	213	334	137	63
Adamjee Insurance Company Limited ISF				
Issue of 1,164,994 units (2016: Nil units) and Nil units (2016: Nil units) for the nine months ended respectively	125,000	-	-	-
 Redemption of 1,164,994 units (2016: Nil units) and nil units (2016: Nil units) for the nine months and quarter ended respectively	125,135	-	-	-
Adamjee Life Assurance Company Limited - Non Unlisted Investment Linked Fund				
Issue of 1,164,994 units (2016: 1,097,205 units) and Nil units (2016: 729,279 units) for the nine months				

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

and quarter ended respectively	125,000	120,000	-	80,000
Redemption of 1,164,994 units (2016: 45,760 units) and Nil units (2016: Nil units) for the nine months period and quarter ended respectively	125,135	5,000	-	-
Adamjee Life Assurance Company Limited - Investment Secure Fund II Issuance of 465,998 (2016: Nil) units and Nil (2016: Nil) units for the nine months and quarter ended respectively	50,000		-	
Redemption of 465,998 (2016: Nil) units and Nil (2016: Nil) units for the nine months and quarter ended respectively	50,054		-	
Nishat (Chunian) Limited Dividend income	8,574		-	
D.G. Khan Cement Company Limited Dividend income	1,536		-	
Nishat Mills Limited Dividend income	1,270		-	
Unit holders holding 10% or more units:				
Gul Ahmed Energy Limited Issuance of 7,206,457 (2016: Nil) units and Nil (2016: Nil) units for the nine months and quarter ended respectively	772,780	-	-	-
Mandate under Discretionary Portfolio Services Issue of Nil units (2016: 161,691 units) and Nil units (2016: Nil units) for the nine months period and quarter ended respectively	-	17,597	-	-
Redemption of 1,731,512 units (2016: 14,521 units) and 1,421,352 units (2016: 14,521 units) for the nine months period and quarter ended respectively	184,938	1,601	151,733	1,601
Key management personnel Issue of 137,641 units (2016: 43,520 units) and 9,981 units (2016: Nil units) for the nine months period and quarter ended respectively	14,748	4,660	1,079	-
Redemption of 307,559 units (2016: 100,033 units) and 20,924 units (2016: 912 units) for the nine months period and quarter ended respectively	32,989	5,781	2,300	100

* The amount disclosed represents the amount of brokerage paid 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.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

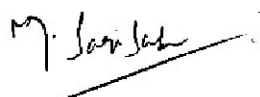
	(Un-Audited) March 31, 2017	(Audited) June 30, 2016
	———— (Rupees in '000) ————	
Amount outstanding as at period / year end:		
MCB Arif Habib Savings and Investments Limited		
- Management Company		
Remuneration payable to Management Company	8,548	9,976
Sales tax payable on management fee	1,111	1,397
Sales load payable	51	151
Sales tax payable on sales load	7	21
Expense allocated by Management Company	570	666
Legal and professional charges	-	2
Central Depository Company of Pakistan Limited - Trustee		
Security deposit	200	200
Remuneration payable	535	681
Sales tax payable on Trustee fee	70	-
Group / Associated Companies		
MCB Bank Limited		
Bank balance	1,645	16,385
Profit receivable on deposit accounts	-	43
Sales load payable	568	-
Sales tax payable on sales load	74	-
MCB Employees Provident Fund		
1,183,412 units held as at March 31, 2017 (June 30, 2016: 1,183,412 units)	131,807	125,494
MCB Employees Pension Fund		
1,183,412 units held as at March 31, 2017 (June 30, 2016: 1,183,412 units)	131,807	125,494
D.G Khan Cement Company Limited - Employees Provident Fund Trust		
3,560 units held as at March 31, 2017 (June 30, 2016: 3,560 units)	396	377
Adamjee Life Assurance Company Limited - Employees Gratuity Fund		
26,342 units held as at Mar 31, 2017 (2016: 26,342)	2,934	2,793
Arif Habib Limited		
Brokerage payable	2	-
Next Capital Limited		
Brokerage payable	116	33

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017**

Nishat (Chunian) Limited		
1,757,500 shares held as at Mar 31, 2017 (2016: Nil units)	106,452	-
Nishat Mills Ltd		
758,500 shares held as at Mar 31, 2017 (2016: Nil)	125,304	-
Fatima Fertilizer Company Limited		
1,500 shares held as at Mar 31, 2017 (2016: Nil)	58	-
D.G. Khan Cement		
267,000 shares held as at Mar 31, 2017 (2016: Nil)	62,051	-
Unit holders holding 10% or more units:		
Gul Ahmed Energy Limited		
7,206,457 units held as at Mar 31, 2017 (2016: Nil)	802,645	-
Mandate under discretionary portfolio services		
Nil units held as at March 31, 2017		
(June 30, 2016: 1,731,152 units)	-	183,579
Key management personnel		
7,967 units held as at March 31, 2017		
(June 30, 2016: 177,885 units)	887	19,813

13 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 21, 2017. by the Board of Directors of the Management Company.



Chief Executive Officer

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



Director

MCB-Arif Habib Savings and Investments Limited

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