

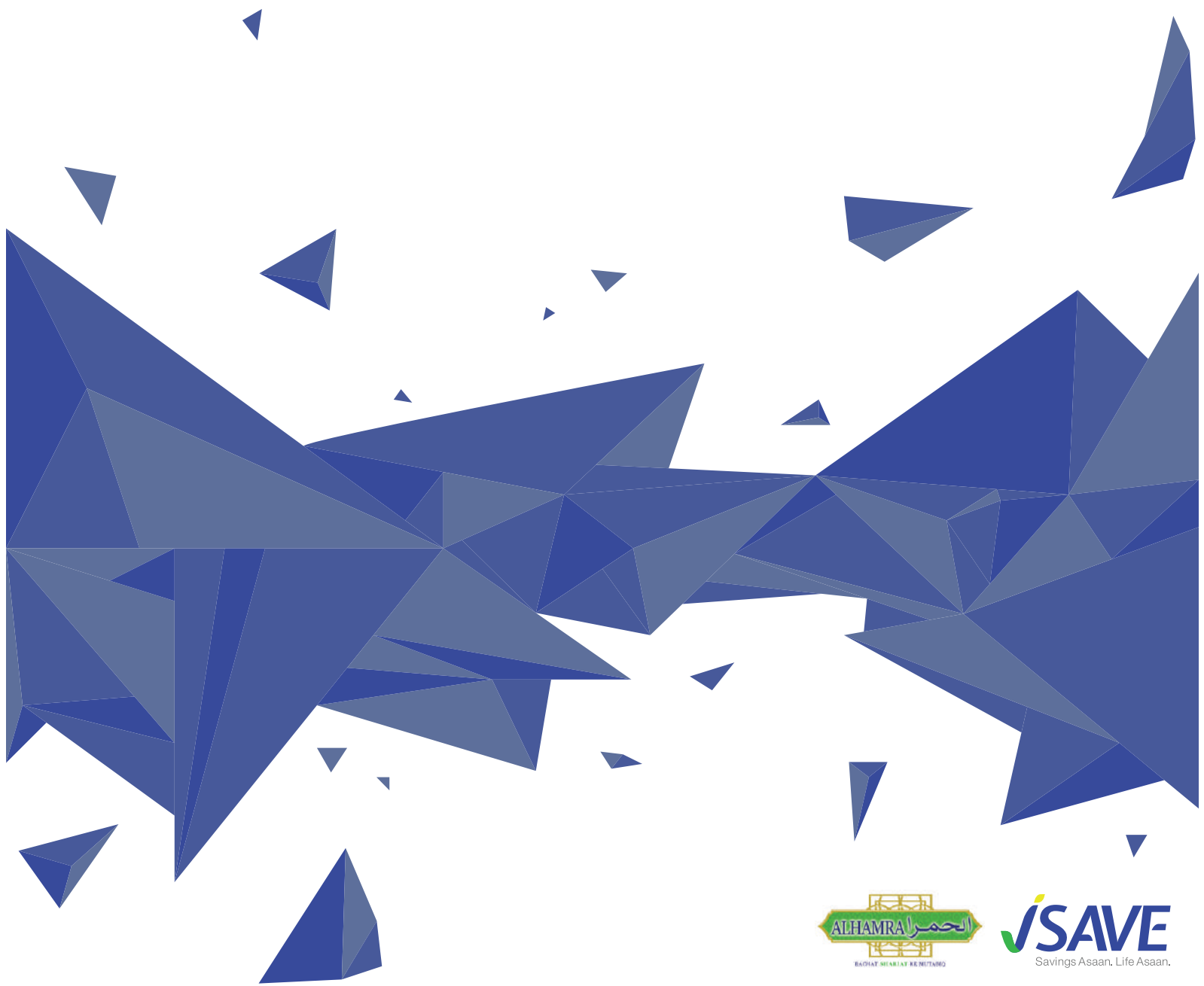


**MCB-ARIF HABIB**  
Savings and Investments Limited

# QUARTERLY REPORT

SEPTEMBER  
**2021**  
(UNAUDITED)

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



# **PAKISTAN PENSION FUND**

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## FUND'S INFORMATION

<b>Management Company</b>	<b>MCB-Arif Habib Savings &amp; Investments Limited</b> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
<b>Board of Directors</b>	Mr. Haroun Rashid Mr. Nasim Beg Mr. Muhammad Saqib Saleem Mr. Ahmed Jahangir Mr. Kashif A. Habib Mirza Qamar Beg Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Vice Chairman Chief Executive Officer Director Director Director Director Director
<b>Audit Committee</b>	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Mr. Kashif A. Habib Syed Savail Meekal Hussain	Chairman Member Member Member Member
<b>Human Resource &amp; Remuneration Committee</b>	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Syed Savail Meekal Hussain Ms. Mavra Adil Khan Mr. Muhammad Saqib Saleem	Chairman Member Member Member Member Member
<b>Chief Executive Officer</b>	Mr. Muhammad Saqib Saleem	
<b>Chief Operating Officer &amp; Chief Financial Officer</b>	Mr. Muhammad Asif Mehdi Rizvi	
<b>Company Secretary</b>	Mr. Altaf Ahmad Faisal	
<b>Trustee</b>	<b>Central Depository Company of Pakistan Ltd.</b> 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	
<b>Bankers</b>	Zari Taraqiati Bank Limited Habib Metropolitan Bank Limited Bank Al Falah Limited Allied Bank Limited National Bank Pakistan Askari Bank Limited JS Bank Limited Faysal Bank Limited Habib Bank Limited MCB Bank Limited Bank Al Habib Limited Soneri Bank Limited	
<b>Auditors</b>	<b>Yousuf Adil</b> Chartered Accountants Cavish Court, A-35, Block-7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-753550.	
<b>Legal Advisor</b>	<b>Bawaney &amp; Partners</b> 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
<b>Transfer Agent</b>	<b>MCB-Arif Habib Savings &amp; Investments Limited</b> Adamjee House, 2nd Floor I.I. Chundrigar Road, Karachi.	
<b>Rating</b>	<b>AM1</b> Asset Manager Rating assigned by PACRA	

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Pakistan Pension Fund** accounts review for the quarter ended September 30, 2021.

### **Economy and Money Market Review**

The fiscal year started on a robust note as Covid-19 vaccination drive gathered paced which helped to lift lockdowns across the county. The economic recovery was higher than expected as lagged impact of monetary easing, higher remittances and government incentives such as TERF facilities provided impetus to economic growth. The GDP growth clocked at 3.94 per cent in FY21 with government expecting the economic growth to clock at 4.8 per cent for FY22.

However, the robust recovery in domestic demand, coupled with higher international commodity prices, led to a strong pick-up in imports and a rise in the current account deficit. This put pressure on the local currency as rupee depreciated by 13.1 per cent against USD during this quarter.

Current account deficit posted a deficit of USD 2,290 million in the first two months of fiscal year compared to a surplus of USD 838 million in the corresponding period of the last year. The deterioration came in primarily on the back of higher imports which grew by 67.8 per cent in the first two months compared to export growth of 35.4 per cent Trade Deficit increased by 100.2 per cent to USD 6.8 billion compared to USD 3.4 billion last year. Foreign exchange reserves of central bank saw an increase of USD 1.6 billion as Pakistan received USD 2.75 billion from the IMF under its new SDR allocation to back economically vulnerable countries combating the coronavirus pandemic.

Inflation remained a concern for the government as rising commodities continued to create challenges for policy makers. Headline inflation represented by CPI averaged 8.58 per cent during the quarter, with food inflation averaging 9.5 per cent during the period. Inflation was also effected by increase in fuel prices on account of increase in international oil and LNG prices. Nevertheless, core inflation as measured by Non Food Non Energy was still controlled and averaged 6.5 per cent for the period. The MPC committee conducted two monetary policies during the quarter and increased policy rate by 25bps in the Sep-21 meeting. SBP increased the interest rate to control the current account deficit and prevent the overheating of the economy as it noted the need to gradually increase the interest rates to protect the nascent economic growth.

On the fiscal side FBR Tax collection increased by 38 per cent over last year in this quarter to clock at PKR 1,395 billion compared to target of PKR 1,211 billion exceeding it by PKR 186 billion. This was on the back of higher custom duty and sales tax due to higher import.

Secondary markets yields have increased significantly in the quarter as SBP has started the monetary tightening cycle. The recent depreciation in rupee along with persistently high commodity prices will add pressure to inflation and we expect average FY22 inflation to clock above the range of 7-9 per cent forecasted by SBP. 3Y, 5Y and 10Y bonds saw a rise of 73 bps, 46 bps and 51 bps respectively during the period.

### **Equity Market Review**

The KSE-100 index closed the first quarter down by 5.2 per cent compared to a positive return of 17.9 per cent same period last year. Weakness in macroeconomic indicators, uncertainty over Pak-Afghan relations post US exit from Afghanistan, and MSCI's decision to downgrade Pakistan from Emerging Market to Frontier Market all weighted heavily on the index. Foreigners continued to offload as they sold stocks worth of near USD 83 million, while on the local front Individuals and Banks added about USD 33/21 million respectively to their positions. During the quarter, average trading volumes saw a decline to 412 million shares compared to about 669 million shares during the preceding quarter. Similarly, average trading value during the quarter saw a drop of 35 per cent over last quarter to near USD 85 million.

Cements, Oil & Gas Exploration companies, Refinery, Oil & Gas Marketing companies, & Fertilizer sectors were the major contributors to index decline posting negative returns of 20.2 per cent/6.2 per cent/35.4 per cent/10.8/2.2 per cent, respectively. In the cement sector, unprecedented surge in international

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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coal prices amid price control measures by GoP created a weak near-term earnings outlook for the sector leading to selling pressure. Moreover, decline in E&Ps and OMCs were largely on the account of continuous accumulation of circular debt. In the case of Refineries, delay in approval of refinery policy dragged the entire sector performance.

### FUND PERFORMANCE

#### ***Debt Fund***

The debt sub-fund generated an annualized return of 9.90 per cent during the period under review. The fund's exposure towards PIBs stood at 14.1 per cent and exposure in cash was 60.6 per cent at period end.

The Net Assets of the Fund as at September 30, 2021 stood at Rs. 522.35 million as compared to Rs. 495.01 million as at June 30, 2021 registering an increase of 5.52 per cent

The Net Asset Value (NAV) per unit as at September 30, 2020 was Rs. 325.23 as compared to opening NAV of Rs. 317.31 per unit as at June 30, 2021 registering an increase of Rs. 7.92 per unit.

#### ***Money Market Fund***

The money market sub-fund generated a return of 7.79 per cent during the period. The fund's exposure towards cash stood at 99.4 per cent

The Net Assets of the Fund as at September 30, 2021 stood at Rs. 555.91 million as compared to Rs. 533.36 million as at June 30, 2021 registering an increase of 4.23 per cent

The Net Asset Value (NAV) per unit as at September 30, 2021 was Rs. 285.52 as compared to opening NAV of Rs. 280.02 per unit as at June 30, 2021 registering an increase of Rs. 5.5 per unit.

#### ***Equity Fund***

The Equity sub-fund generated a return of -4.75 per cent against the KSE-100 return of -5.056 per cent. The sub-fund slightly increased its overall equity exposure to 95.0 per cent. Sector-wise, the sub-fund mainly held exposure in Commercial Banks and Cement.

The Net Assets of the Fund as at September 30, 2021 stood at Rs. 937.12 million as compared to Rs. 904.78 million as at June 30, 2021 registering an increase of 3.57 per cent

The Net Asset Value (NAV) per unit as at September 30, 2021 was Rs. 557.29 as compared to opening NAV of Rs. 585.07 per unit as at June 30, 2021 registering a decrease of Rs. -27.78 per unit.

### **Economy & Market – Future Outlook**

The government has set a GDP growth target of 4.8 per cent for fiscal year 2022 (FY22). Covid-19 vaccination drive is continuing with success as over 50 million people have received the first dose of coronavirus vaccine. This has helped to lift lockdown across the country and we expect the Covid-19 situation to remain under control. Broader economy also appears to be operating close to pre-covid levels gauged by LSM growth, cement sales, auto sales, etc. However, the recent surge in commodity prices poses challenges to both to Fiscal and External Accounts. Due to the recent government steps to curtail demand we see some downside risks to government growth target. We expect GDP growth to clock higher as compared to previous year but it is likely to remain lower than the government target of 4.8 per cent

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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The robust recovery in domestic demand on the back of pro-growth measures by the government, coupled with higher international commodity prices, has led to a strong pick-up in imports and a rise in the current account deficit. The current account deficit is expected to increase to USD 13.1 billion (4.0 per cent of GDP) in FY22, amid rising international crude oil prices along with general increase in international commodity prices. The Current Account deficit is likely to further weaken the local currency and we expect the exchange rate to close the year around 176 PKR/USD. Swift resumption of IMF program will be a key prerequisite to keep the financial account in positive zone. SBP has indicated that the flexible market determined exchange rate and gradual tightening of interest rates would be used in tandem to ensure sustainable current account position. The remittances along with bilateral and multilateral flows would also be crucial in managing our external position.

CPI averaged 8.9 per cent in FY21. The expected utility adjustments, currency depreciation and higher international commodities prices will lead to increase in inflation in this year. We expect Average FY22 inflation to clock at 9.7 per cent with inflation going in double digits in second half of the fiscal year. Based on our expected inflation, the real interest rates now fall into negative range thus requiring adjustments in the monetary policy during the current fiscal year. However, SBP has shown its focus to avoid any shocks to economic growth and will gradually increase interest rate to achieve mildly positive interest rate over the medium term. We expect the Policy Rate to reach 9.0 per cent by the end of the year.

From capital market perspective, particularly equities, the recent correction in stock prices have opened up valuation. The market has priced in expected interest rate increase and currency depreciation. Market cap to GDP ratio has declined to 15.9 per cent, a discount of 43 per cent from its historical average. Similarly, risk premiums are close to 5.9 per cent, compared to historical average of 1.5 per cent signifying unusual returns for long term investors. We believe a micro view of sectors and stock will remain important and investment selection should focus on companies which trade at a deep discount to their intrinsic value. Similarly, focus should also revert back to companies that are expected to exhibit stellar earnings growth over the medium term.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year. On the other hand, government bonds yields may continue to rise given expected increase in interest rates. We remain cautious at the current levels of bond yields and would continue to monitor the data points to capitalize on opportunities.

### **Mutual Fund Industry Review**

The Net Assets of the open end mutual fund industry increased by about 1.4 per cent during the quarter to PKR 1,032 billion at the end of 1QFY22. Total money market funds grew by about 1.1 per cent since June 2021. Within the money market sphere, the conventional funds dominated as they grew by about 8.1 per cent to PKR 308 billion while Islamic funds declined by 9.9 per cent to PKR 164 billion. In addition, the total fixed Income funds increased by about 8.5 per cent since June 2021, as the conventional income funds grew by 13.6 per cent to PKR 143 billion. Equity and related funds declined by 4.4 per cent over last quarter as market witnessed a decline in the quarter eroding AUMS and concern over macroeconomic and geopolitical factors kept investors at bay.

In terms of the segment share, Money Market funds were the leader with a share of around 46 per cent, followed by Equity and Equity related funds with a share of 28 per cent and Income funds having a share of 26 per cent as at the end of 1QFY22.

### **Mutual Fund Industry Outlook**

The recent increase in interest rates along with prospect of further monetary tightening would increase flows in the money market funds. The money markets funds by virtue of its short duration would be the ideal for investors with a short term horizon and low risk profile. However recent correction in stock prices have opened up valuations and long term investors would look to add equity exposure at these attractive levels. Our operations remained seamless and given our competitive edge due to aggressive investment

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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in digital access and online customer experience, the environment provides an opportunity with growing number of investors available online.

### ACKNOWLEDGMENT

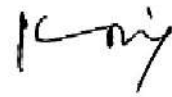
The Board is thankful to the Fund's valued investors, the Securities and Exchange Commission of Pakistan and the Trustees of the Fund for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team.

On behalf of Directors,



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**Muhammad Saqib Saleem**  
Chief Executive Officer  
October 22, 2021



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**Kashif A. Habib**  
Director

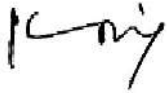


### میوچل فنڈز صنعت کے مستقبل کا منظر

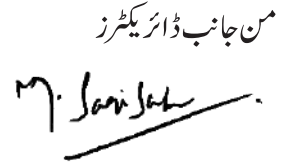
سود کی شرحوں میں حالیہ اضافے کے ساتھ ساتھ مزید مالیاتی سختی سے money مارکیٹ فنڈز میں آمدات میں اضافہ ہوگا۔ Money مارکیٹ فنڈز اپنی مختصر مدت کی بدولت ایسے سرمایہ کاروں کے لیے موزوں ترین ثابت ہوں گے جو محدود مدت کے لیے اور کم خطرات کے ساتھ کام کرنا چاہتے ہیں۔ تاہم اسٹاک کی قیمتوں میں حالیہ تصحیح نے valuations کو کشادہ کر دیا ہے اور سرمایہ کار ان پُرکشش سطحوں پر ایکوٹی میں پیسہ لگانا چاہیں گے۔ ہمارے آپریشنز بلا رکاوٹ جاری رہے، اور ڈیجیٹل رسائی اور آن لائن سہولیات میں بھرپور سرمایہ کاری کے نتیجے میں ہمیں جو سبقت حاصل ہے اس کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے استفادہ کر سکے۔

### اظہار تشکر

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



کاشف اے حبیب  
ڈائریکٹر



محمد ثاقب سلیم  
چیف ایگزیکٹو آفیسر  
22 اکتوبر 2021ء

الطرفہ آمدات بھی اہم کردار ادا کریں گی۔

مالی سال 2021ء میں سی پی آئی کا اوسط 8.9 فیصد تھا۔ متوقع یوٹیلیٹی تریمیات، روپے کی قدر میں کمی اور بلند ترین الاقوامی اشیائی قیمتوں کے نتیجے میں سال رواں کے دوران افراط زر میں اضافہ ہوگا۔ ہماری توقع کے مطابق مالی سال 2022ء کا افراط زر کا اوسط 9.7 فیصد ہوگا، اور سال کے نصف آخر میں افراط زر دو ہندسوں میں پہنچ جائے گی۔ ہماری متوقع افراط زر کی بنیاد پر حقیقی شروخ سود اب منفی حد میں آرہی ہے، چنانچہ موجودہ مالی سال کے دوران مالیاتی پالیسی میں تریمیات درکار ہیں۔ تاہم ایس بی پی نے معاشی ترقی کو متوقع دھچکوں سے محفوظ رکھنے پر توجہ مرکوز کی ہے اور درمیانی مدت میں معتدل حد تک مثبت شرح سود حاصل کرنے کے لیے شروخ سود میں بتدریج اضافہ کیا جائے گا۔ ہماری توقع کے مطابق پالیسی شرح اختتام سال تک 9.0 فیصد تک پہنچ جائے گی۔

کیپیٹل مارکیٹ، خصوصاً ایکویٹیز، کے تناظر میں، اسٹاک کی قیمتوں میں حالیہ تصحیح کے نتیجے میں تعیین قدر کھل گئی ہے۔ مارکیٹ نے شرح سود میں متوقع اضافے اور روپے کی قدر میں کمی کو مد نظر رکھا ہوا ہے۔ مارکیٹ cap کا جی ڈی پی کے ساتھ تناسب کم ہو کر 15.9 فیصد ہو گیا ہے، جو اس کے قدیم اوسط سے 43 رعایت ہے۔ اسی طرح خطرات کے پرمیئم تقریباً 5.9 فیصد ہیں، اور ان کے قدیم اوسط 1.5 فیصد کے ساتھ تقابل سے طویل المیعاد سرمایہ کاروں کے لیے غیر معمولی منافعوں کا عندیہ ملتا ہے۔ ہم سمجھتے ہیں کہ شعبوں اور اسٹاک کی مجموعی تصویر اہمیت کی حامل رہے گی، اور سرمایہ کاری کے انتخاب میں ایسی کمپنیوں پر توجہ مرکوز ہونی چاہیے جو اپنی خلقی قدر سے گہری رعایت پر تجارت کرتی ہیں۔ اسی طرح ایسی کمپنیوں کی طرف بھی توجہ دوبارہ مرکوز ہونی چاہیے جن کی درمیانی مدت کی آمدنی میں زبردست ترقی متوقع ہے۔

قرض حاملین کے لیے ہم توقع کرتے ہیں کہ بازار زر کے فنڈ سال بھر بلا رکاوٹ پالیسی شروخ کی عکاسی جاری رکھیں گے۔ دوسری جانب، شروخ سود میں متوقع اضافے کی بدولت حکومتی بانڈز کے منافع جات میں اضافہ جاری رہ سکتا ہے۔ ہم بانڈز کے منافع جات کی موجودہ سطحوں کے حوالے سے محتاط ہیں اور ڈیٹا کے نکات کی نگرانی جاری رکھیں گے تاکہ مواقع سے فائدہ اٹھایا جاسکے۔

### میوچل فنڈ کی صنعت کا جائزہ

اوپن end میوچل فنڈ صنعت کے net اثاثہ جات مالی سال 2022ء کی پہلی سہ ماہی کے دوران تقریباً 1.4 فیصد بڑھ کر اختتام مدت پر 1,032 بلین روپے تھے۔ مجموعی money مارکیٹ فنڈز میں جون 2021ء کے مقابلے میں 1.1 فیصد اضافہ ہوا۔ Money مارکیٹ کے دائرہ کار میں روایتی فنڈز حاوی رہے اور 8.1 فیصد بڑھ کر 308 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 9.9 فیصد گھٹ کر 164 بلین روپے ہو گئے۔ علاوہ ازیں، مجموعی فلکسڈ انکم فنڈز میں جون 2021ء کے مقابلے میں 8.5 فیصد اضافہ ہوا اور روایتی انکم فنڈز 13.6 فیصد بڑھ کر 143 بلین روپے ہو گئے۔ ایکویٹی اور متعلقہ فنڈز میں گزشتہ سہ ماہی کے مقابلے میں 4.4 فیصد کمی ہوئی کیونکہ دوران مدت مارکیٹ میں تنزل دیکھا گیا جس کے نتیجے میں اثاثہ جات تحت الانظامیہ (AUMs) گھٹ گئے اور کلاں معاشیاتی اور ارضی سیاسی عوامل پر خدشات نے سرمایہ کاروں کو دُور رکھا۔ شعبہ جاتی اعتبار سے مالی سال 2022ء کی پہلی سہ ماہی کے اختتام پر money مارکیٹ فنڈز تقریباً 46 فیصد شراکت کے ساتھ سب سے آگے تھے، جبکہ ایکویٹی اور متعلقہ فنڈز کی شراکت 28 فیصد اور انکم فنڈز کی 26 فیصد تھی۔

## Money مارکیٹ فنڈ

دوران مدت Money مارکیٹ ذیلی فنڈ نے 7.79 فیصد منافع حاصل کیا۔ فنڈ کی نقد میں سرمایہ کاری 99.4 فیصد تھی۔

30 ستمبر 2021ء کو فنڈ کے net اثاثہ جات 555.91 ملین روپے تھے، جو 30 جون 2021ء کی سطح 533.36 ملین روپے کے مقابلے میں 4.23 فیصد اضافہ ہے۔

30 ستمبر 2021ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 285.52 روپے تھی، جو 30 جون 2021ء پر ابتدائی این اے وی 280.02 روپے کے مقابلے میں 5.5 روپے فی یونٹ اضافہ ہے۔

## ایکویٹی فنڈ

ایکویٹی ذیلی فنڈ نے (4.75) فیصد منافع حاصل کیا جبکہ کے ایس ای-100 کا منافع -5.056 فیصد تھا۔ ذیلی فنڈ نے ایکویٹی میں اپنی مجموعی سرمایہ کاری میں معمولی اضافہ کر کے اسے 95.0 فیصد کر دیا۔ شعبہ جاتی اعتبار سے ذیلی فنڈ کی زیادہ تر سرمایہ کاری کمرشل بینکوں اور سیمنٹ میں تھی۔

30 ستمبر 2021ء کو فنڈ کے net اثاثہ جات 937.12 ملین روپے تھے، جو 30 جون 2021ء کی سطح 904.78 ملین روپے کے مقابلے میں 3.57 فیصد اضافہ ہے۔

30 ستمبر 2021ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 557.29 روپے تھی، جو 30 جون 2021ء پر ابتدائی این اے وی 585.07 روپے کے مقابلے میں 27.78 روپے فی یونٹ کمی ہے۔

## معیشت اور بازار - مستقبل کا منظر

حکومت نے مالی سال 2022ء کے لیے جی ڈی پی میں ترقی کا ہدف 4.8 فیصد مقرر کیا ہے۔ کووڈ-19 ویکسین مہم کامیابی کے ساتھ جاری ہے اور پانچ کروڑ سے زیادہ افراد پہلی خوراک حاصل کر چکے ہیں۔ اس کی بدولت ملک بھر میں لاک ڈاؤن ختم کرنے میں مدد ملی ہے اور ہم اُمید کرتے ہیں کہ کووڈ کی صورتحال قابو میں رہے گی۔ وسیع تر معیشت قبل از کووڈ سطحوں کے قریب چلتی ہوئی نظر آرہی ہے جس کی پیمائش ایل ایس ایم میں ترقی، سیمنٹ کی فروخت، گاڑیوں کی فروخت وغیرہ سے ہوتی ہے۔ تاہم اشیاء کی قیمتوں میں حالیہ اضافہ مالیاتی اور خارجی اکاؤنٹس، دونوں کو مشکلات سے دوچار کر دے گا۔ طلب میں کمی کے حالیہ حکومتی اقدامات کے سبب ترقی کے حکومتی اہداف کی تکمیل کو خطرات لاحق ہو گئے ہیں۔ ہم توقع کرتے ہیں کہ جی ڈی پی میں سال گزشتہ کے مقابلے میں زیادہ ترقی ہوگی، لیکن زیادہ امکان اس بات کا ہے کہ یہ 4.8 فیصد کے حکومتی ہدف سے نیچے رہے گی۔

حکومتی ترقیاتی اقدامات اور بلند ترین بین الاقوامی اشیائی قیمتوں کے باعث مقامی طلب میں بھرپور بحالی ہوئی ہے اور اس کے نتیجے میں درآمدات اور کرنٹ اکاؤنٹ خسارے میں بھرپور اضافہ ہوا ہے۔ خام تیل کی بین الاقوامی قیمتوں اور اشیاء کی عمومی قیمتوں میں اضافے کی صورتحال میں مالی سال 2022ء میں کرنٹ اکاؤنٹ خسارہ بڑھ کر 13.1 بلین ڈالر (جی ڈی پی کے 4.0 فیصد) تک پہنچ سکتا ہے۔ خدشہ ہے کہ یہ خسارہ مقامی روپے کو مزید کمزور کرے گا، اور اختتام سال پر شرح مبادلہ تقریباً 176 ڈالر فی روپیہ ہو جانے کا امکان ہے۔ آئی ایم ایف پروگرام کی تیز رفتار بحالی مالیاتی گوشوارے کو مثبت احاطے میں رکھنے کے لیے کلیدی شرط ہوگی۔ ایس بی پی نے اشارہ دیا ہے کہ کرنٹ اکاؤنٹ کی قابل بقاء صورتحال یقینی بنانے کے لیے مارکیٹ کی متعین کردہ چکدار شرح مبادلہ اور سود کی شرحوں میں بتدریج سختی کو بھی استعمال کیا جائے گا۔ ہماری خارجی صورتحال کو سنبھالنے میں ترسیلات کے ساتھ ساتھ دوطرفہ اور کثیر



## ڈائریکٹر رپورٹ

ٹانوی مارکیٹس کی پیداواروں میں دورانِ سہ ماہی قابلِ ذکر اضافہ ہوا ہے کیونکہ اسٹیٹ بینک آف پاکستان نے مالیاتی سختی کا دورہ شروع کر دیا ہے۔ روپے کی قدر میں حالیہ کمی کے ساتھ مسلسل بلند اشیائی قیمتوں سے افراطِ زر پر دباؤ میں اضافہ ہوگا اور مالی سال 2022ء کے لیے افراطِ زر کا اوسط متوقع طور پر اسٹیٹ بینک آف پاکستان کی پیش گوئی کردہ سطح 7 تا 9 فیصد سے بلند ہوگا۔ تین سالہ، پانچ سالہ اور دس سالہ بانڈز میں دورانِ مدت بالترتیب 73 بی پی ایس، 46 بی پی ایس اور 51 بی پی ایس اضافہ ہوا۔

### ایکویٹی مارکیٹ کا جائزہ

کے ایس ای-100 انڈیکس نے پہلی سہ ماہی کا اختتام سال گزشتہ کی مماثل مدت کے 17.9 فیصد مثبت منافع کے بالمقابل 5.2 فیصد کم پر کیا۔ کلاں معاشی اشاروں میں ضعف، امریکا کے افغانستان سے انخلاء کے بعد پاک افغان تعلقات میں غیر یقینی صورتحال، اور ایم ایس سی آئی کے پاکستان کی درجہ بندی کو امریکہ کی جنگ مارکیٹ سے گرا کر فرٹینر مارکیٹ کر دینے کا فیصلہ، یہ سب عوامل انڈیکس پر بہت بھاری پڑے۔ غیر ملکیوں نے سرمایہ کاری میں کمی کا سلسلہ جاری رکھا اور تقریباً 83 ملین ڈالر کے اسٹاک فروخت کیے، جبکہ مقامی سطح پر افراد اور بینکوں نے بالترتیب 33 اور 21 ملین ڈالر کا اضافہ کیا۔ دورانِ سہ ماہی اوسط تجارتی حجم میں 412 ملین حصص کی کمی ہوئی جبکہ اس کے بالمقابل گزشتہ سہ ماہی کے دوران 669 ملین حصص کی کمی ہوئی تھی۔ اسی طرح، اوسط تجارتی قدر گزشتہ سہ ماہی کے مقابلے میں 35 فیصد کم ہو کر تقریباً 85 ملین ڈالر ہو گئی۔

انڈیکس کے تنزل میں اہم ترین کردار ادا کرنے والے شعبوں میں سیمنٹ، تیل اور گیس کی دریافت کی کمپنیاں، ریفرنسری، تیل اور گیس کی مارکیٹنگ کی کمپنیاں شامل ہیں جنہوں نے بالترتیب 20.2 فیصد، 6.2 فیصد، 35.4 فیصد، 10.8 فیصد اور 2.2 فیصد منفی منافع پوسٹ کیا۔ حکومت پاکستان کے قیمتوں پر قابو پانے کے اقدامات کے پس منظر میں کونسل کی قیمتوں میں بین الاقوامی سطح پر بلا نظیر اضافے سے سیمنٹ کے شعبے میں قریب المدتی منافع کا کمزور امکان، اور اس کے نتیجے میں فروخت کا دباؤ، پیدا ہو گیا۔ اس کے علاوہ ای اینڈ پی اور او ایم سی میں تنزل کی بڑی وجہ گردش قرضے کا مسلسل جمع ہونا ہے۔ ریفرنسری پالیسی کی منظوری میں تاخیر کے باعث ریفرنسریز کے پورے شعبے کی کارکردگی سست روی کا شکار ہوئی۔

### فنڈ کی کارکردگی

#### Debt فنڈ

زیر جائزہ مدت کے دوران Debt ذیلی فنڈ کا ایک سال پر محیط منافع 9.90 فیصد تھا۔ اختتام مدت پر فنڈ کی سرمایہ کاری پاکستان انویسٹمنٹ بانڈز (پی آئی بی) میں 14.1 فیصد اور نقد میں 60.6 فیصد تھی۔ 30 ستمبر 2021ء کو فنڈ کے Inet اثاثہ جات 522.35 ملین روپے تھے، جو 30 جون 2021ء کی سطح 495.01 ملین روپے کے مقابلے میں 5.52 فیصد اضافہ ہے۔ 30 ستمبر 2021ء کو Inet اثاثہ جاتی قدر (این اے وی) فی یونٹ 325.23 روپے تھی، جو 30 جون 2021ء پر ابتدائی این اے وی 317.31 روپے کے مقابلے میں 7.92 روپے فی یونٹ اضافہ ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے پاکستان پینشن فنڈ کے گوشواروں مختتمہ سہ ماہی 30 ستمبر 2021ء کا جائزہ پیش خدمت ہے۔

## معیشت اور بازار کا جائزہ

مالی سال کا بھرپور آغاز ہو واجب کو وڈ۔19 ویکسین کی مہم میں تیز رفتاری سے ملک بھر میں لاک ڈاؤن ختم کرنے میں مدد ملی۔ معیشت میں بحالی متوقع سے زیادہ ہوئی کیونکہ مالیاتی تسہیل کی سست رفتار اثر پذیری، ترسیلات زر میں اضافے، اور حکومتی ترغیبات مثلاً TERF سہولتوں نے معاشی ترقی کو محرک فراہم کیا۔ مالی سال 2021ء میں مجموعی ملکی پیداوار (جی ڈی پی) میں 3.94 فیصد ترقی ہوئی اور اگلے مالی سال 2022ء کے لیے حکومت کو 4.8 فیصد معاشی ترقی کی توقع ہے۔

تاہم مقامی طلب کی بھرپور بحالی، اور اس کے ساتھ بلند ترین الاقوامی اشیائی قیمتوں، کے نتیجے میں درآمدات اور کرنٹ اکاؤنٹ خسارے میں اضافہ ہوا۔ چنانچہ مقامی روپے پر دباؤ پڑا جس کی قدر میں دوران سہ ماہی امریکی ڈالر کے مقابلے میں 13.1 فیصد کمی ہوئی۔ کرنٹ اکاؤنٹ نے مالی سال کے پہلے دو ماہ میں 2,290 ملین ڈالر خسارہ پوسٹ کیا جبکہ اس کے بالمقابل سال گزشتہ مماثل مدت میں 838 ملین ڈالر فاضل تھے۔ اس ابتری کی بنیادی وجہ درآمدات میں اضافہ تھی جس میں پہلے دو ماہ کے دوران 67.8 فیصد اضافہ ہوا جبکہ اس کے بالمقابل برآمدات میں 35.4 فیصد اضافہ ہوا۔ تجارتی خسارہ 100.2 فیصد بڑھ کر 6.8 بلین ڈالر ہو گیا جبکہ اس کے بالمقابل سال گزشتہ 3.4 بلین ڈالر تھا۔ مرکزی بینک میں غیر ملکی زرمبادلہ کے ذخائر میں 1.6 بلین ڈالر کا اضافہ ہوا کیونکہ پاکستان کو آئی ایم ایف سے اس کے نئے ایس ڈی آر اختصاص کے تحت 2.75 بلین ڈالر موصول ہوئے جس کا مقصد کورونا وائرس وبا سے نبرد آزما ضرر پذیر ممالک کی معاشی معاونت ہے۔

افراط زر (مہنگائی) حکومت کے لیے مسئلہ بنی رہی اور بڑھتی ہوئی اشیائی قیمتوں نے پالیسی سازوں کو مشکلات سے دوچار رکھا۔ مجموعی افراط زر، جس کی ترجمانی صارفین قیمت کے انڈیکس (سی پی آئی) سے ہوتی ہے، کا اوسط دوران سہ ماہی 8.58 فیصد تھا، اور اشیائے خورد و نوش کے افراط زر کا اوسط 9.5 فیصد تھا۔ بین الاقوامی سطح پر تیل اور ایل این جی کی قیمتوں میں اضافے کے نتیجے میں ایندھن کی قیمتوں میں اضافہ بھی افراط زر پر اثر انداز ہوا۔ اس کے باوجود بنیادی افراط زر، جس کی پیمائش اشیائے خورد و نوش اور توانائی کے علاوہ سے ہوتی ہے، قابو میں تھی اور اس کا اوسط برائے مدت 6.5 فیصد تھا۔ مانیٹری پالیسی کمیٹی (ایم پی سی) نے دوران سہ ماہی دو اجلاس منعقد کیے اور ستمبر 2021ء کے اجلاس میں پالیسی کی شرح میں 25 بیسیس پوائنٹس (بی پی ایس) کا اضافہ کیا۔ اسٹیٹ بینک آف پاکستان نے سود کی شرح میں اضافہ کیا تاکہ کرنٹ اکاؤنٹ خسارے اور معیشت میں بڑھتی ہوئی حرارت کو قابو میں رکھا جائے کیونکہ نوزائیدہ معاشی ترقی کی حفاظت کے لیے سود کی شرحوں میں بتدریج اضافے کی ضرورت ہوتی ہے۔

مالیاتی جانب ایف بی آر کی ٹیکس وصولی میں دوران سہ ماہی سال گزشتہ کے مقابلے میں 38 فیصد اضافہ ہوا؛ 1,395 بلین روپے، جو 1,211 بلین روپے کے ہدف سے 184 بلین روپے زیادہ ہیں۔ اس کی وجہ بلند تر درآمدات کے باعث بلند تر کسٹم ڈیوٹی اور سیلز ٹیکس ہیں۔

# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

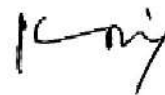
September 30, 2021 (Un-Audited)						
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	June 30, 2021 (Audited)
Note		(Rupees '000)				
<b>Assets</b>						
	6	29,820	439,928	554,541	1,024,289	995,664
	7	899,902	154,630	-	1,054,532	1,015,817
		8,508	-	-	8,508	1,378
		93	5,733	3,340	9,166	6,794
		5,682	99,841	-	105,523	207,353
		5,030	25,389	273	30,692	4,371
<b>Total assets</b>		<b>949,035</b>	<b>725,521</b>	<b>558,154</b>	<b>2,232,710</b>	<b>2,231,377</b>
<b>Liabilities</b>						
		1,339	738	774	2,851	2,709
		112	62	65	239	229
	9	75	41	43	159	464
		-	199,464	-	199,464	272,262
	8	10,386	2,862	1,366	14,614	22,568
<b>Total liabilities</b>		<b>11,912</b>	<b>203,167</b>	<b>2,248</b>	<b>217,327</b>	<b>298,232</b>
<b>Net assets</b>		<b>937,123</b>	<b>522,354</b>	<b>555,906</b>	<b>2,015,383</b>	<b>1,933,145</b>
Participants' sub funds (as per condensed interim Statement of Movement in Participants' sub funds)						
		<b>937,123</b>	<b>522,354</b>	<b>555,906</b>		
----- (Number of units) -----						
<b>Number of units in issue</b>	11	<b>1,681,562</b>	<b>1,606,119</b>	<b>1,946,976</b>		
----- (Rupees) -----						
<b>Net assets value per unit</b>		<b>557.2900</b>	<b>325.2300</b>	<b>285.5200</b>		
<b>Contingencies and commitments</b>	12					

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements .

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

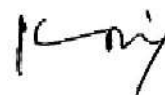
	Quarter ended September 30, 2021				For the
	Equity Sub-Fund	Debt Sub-Fund	Money market sub Market Sub-Fund	Total	Quarter ended September 30, 2020
Note	(Rupees '000)				
<b>Income</b>					
Investments at fair value through profit or loss:					
- Net capital gain / (loss) on sale of investments	2,251	11	726	2,988	19,854
- Dividend income on shares	12,669	-	-	12,669	3,123
- Income from Government Securities	-	6,858	5,131	11,989	14,424
- Income from Term Finance Certificates	-	1,065	-	1,065	3,742
- Income on Commercial Papers	-	-	-	-	2,887
- Unrealised gain / (loss) on revaluation of investments - net	(65,923)	360	-	(65,563)	97,324
Profit on bank and term deposits	517	2,590	5,243	8,350	3,503
Income on NCCPI Deposit Against Exposure Deposit	-	-	-	-	8
<b>Total income</b>	<b>(50,486)</b>	<b>10,884</b>	<b>11,100</b>	<b>(28,502)</b>	<b>144,865</b>
<b>Expenses</b>					
Remuneration of Pension Fund Manager	3,590	1,949	2,063	7,602	6,869
Sales tax and Federal Excise Duty on remuneration of Pension Fund Manager	467	253	268	988	894
Remuneration of Central Depository Company Limited - Trustee	299	162	172	633	584
Sales tax on remuneration of trustee	39	21	22	82	77
Annual fee - Securities and Exchange Commission of Pakistan (SECP)	75	41	43	159	114
Auditors' remuneration	65	34	35	134	124
Custody and settlement charges	118	92	2	212	201
Securities transaction cost	375	71	54	500	1,109
Bank charges	3	67	33	103	16
<b>Total expenses</b>	<b>5,031</b>	<b>2,690</b>	<b>2,692</b>	<b>10,413</b>	<b>9,988</b>
Reversal of provision of Sindh Workers' Welfare Fund (SWWF) 8	8,551	4,532	2,234	15,317	(2,802)
<b>Net (loss) / income from operating activities</b>	<b>(46,966)</b>	<b>12,726</b>	<b>10,642</b>	<b>(23,598)</b>	<b>132,075</b>
Element of income / (loss) and capital gains / (losses) included in the prices of units sold less those in units redeemed - net	2,301	110	99	2,510	5,209
<b>Net (loss) / income for the period before taxation</b>	<b>(44,665)</b>	<b>12,836</b>	<b>10,741</b>	<b>(21,088)</b>	<b>137,284</b>
Taxation 13	-	-	-	-	-
<b>Net (loss) / income for the period</b>	<b>(44,665)</b>	<b>12,836</b>	<b>10,741</b>	<b>(21,088)</b>	<b>137,284</b>
<b>Earnings per unit</b> 15					

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

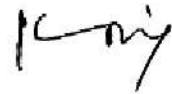
	Quarter ended September 30, 2021				For the
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Quarter ended September 30, 2020
	----- (Rupees '000) -----				
Net (loss) / income for the period after taxation	(44,665)	12,836	10,741	(21,088)	137,284
Other comprehensive income for the period	-	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(44,665)</b>	<b>12,836</b>	<b>10,741</b>	<b>(21,088)</b>	<b>137,284</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

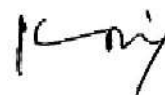
	Quarter ended September 30, 2021				For the Quarter ended September 30, 2020
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees '000)				
<b>Net assets at the beginning of the period</b>	904,780	495,006	533,359	1,933,145	1,723,322
Amount received on issuance of units	116,700	46,769	30,611	194,080	187,778
Amount paid on redemption of units	(37,391)	(32,147)	(18,706)	(88,244)	(222,171)
	79,309	14,622	11,905	105,836	(34,393)
Element of (loss) / Income and capital (losses) / gains included in prices of units issued less those in units redeemed - net	(2,301)	(110)	(99)	(2,510)	(5,209)
Net Income / (loss) for the period	(44,665)	12,836	10,741	(21,088)	137,284
<b>Net assets at the end of the period</b>	<b>937,123</b>	<b>522,354</b>	<b>555,906</b>	<b>2,015,383</b>	<b>1,821,004</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021				For the
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Quarter ended September 30, 2020
Note	(Rupees '000)				
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Net (loss) / income for the period	(44,665)	12,836	10,741	(21,088)	137,284
<b>Adjustments for non cash and other items:</b>					
Net capital loss / (gain) on sale of investments at fair value through profit or loss	(2,251)	(11)	(726)	(2,988)	(19,584)
Unrealised loss on revaluation of investments - at fair value through profit or loss - net	65,923	(360)	-	65,563	(97,324)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those redeemed:	(2,301)	(110)	(99)	(2,510)	(5,209)
	61,371	(481)	(825)	60,065	(122,387)
<b>(Increase) / decrease in assets</b>					
Investments	(80,370)	(21,646)	726	(101,290)	(126,354)
Dividend receivable	(7,130)	-	-	(7,130)	(2,117)
Interest receivable	(38)	(1,713)	(621)	(2,372)	(936)
Receivable against sale of investment	11,812	90,018	-	101,830	(12,329)
Advance, deposits and other receivables	(1,322)	(25,000)	1	(26,321)	(4)
	(77,048)	41,659	106	(35,283)	(141,740)
<b>(Decrease) / increase in liabilities</b>					
Payable to Pension Fund Manager	58	50	34	142	211
Payable to Central Depository Company of Pakistan Limited - Trustee	3	4	3	10	16
Annual fee - Securities and Exchange Commission of Pakistan	(137)	(86)	(82)	(305)	(364)
Payable against purchase of investments	(7,434)	(65,364)	0	(72,798)	(13,536)
Payable against redemption of units	-	-	-	-	-
Accrued and other liabilities	(1,212)	(4,491)	(2,251)	(7,954)	13,691
	(8,722)	(69,887)	(2,296)	(80,905)	18
<b>Net cash (used in) / generated from operating activities</b>	<b>(69,064)</b>	<b>(15,873)</b>	<b>7,726</b>	<b>(77,211)</b>	<b>(126,825)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Receipts from issuance of units	116,700	46,769	30,611	194,080	187,778
Payments on redemption of units	(37,391)	(32,147)	(18,706)	(88,244)	(222,171)
<b>Net cash generated from / (used in) financing activities</b>	<b>79,309</b>	<b>14,622</b>	<b>11,905</b>	<b>105,836</b>	<b>(34,393)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>10,245</b>	<b>(1,251)</b>	<b>19,631</b>	<b>28,625</b>	<b>(161,218)</b>
Cash and cash equivalents at beginning of the period	19,575	441,179	534,910	995,664	390,143
<b>Cash and cash equivalents at end of the period</b>	<b>29,820</b>	<b>439,928</b>	<b>554,541</b>	<b>1,024,289</b>	<b>228,925</b>

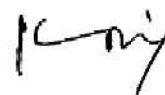
12

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The Pakistan Pension Fund (the Fund) was established under a Trust Deed executed between MCB-Arif Habib Savings and Investments Limited as Pension Fund Manager and Muslim Commercial Financial Services (Private) Limited (MCFSL) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 24, 2007 and was executed on June 04, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). Habib Metropolitan Bank Limited (HMBL) was appointed as the new Trustee in place of MCFSL through a revised Trust Deed dated June 16, 2011 which was approved by SECP on July 07, 2011. Central Depository Company of Pakistan Limited was appointed as the new Trustee in place of HMBL through a revised Trust Deed dated July 21, 2014 which was approved by SECP on July 23, 2014.
- 1.2 The Fund is an open-end pension fund consisting of three sub-funds namely; Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any sub-fund purchased out of contributions depends on the Allocation Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.
- 1.3 MCB-Arif Habib Savings and Investments Limited has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.4 The Pakistan Credit Rating Agency (PACRA) has assigned Management quality rating of "AM1" dated October 06, 2021 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company Limited as Trustee of the Fund.

## 2. BASIS OF COMPLIANCE

### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Such standards comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- The requirements of the Constitutive Documents, Voluntary Pension System Rules, 2005 (VPS Rules), The Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the directives issued by the SECP.

Wherever the requirements of the Constitutive Documents, the VPS Rules, NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the VPS Rules (2005) or the requirements of the said directives prevail.

- 2.2 This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2021.

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

**2.3** The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 30 September 2021 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2021, whereas 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 quarter ended 30 September 2020.

**2.4** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.

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

## **3. SIGNIFICANT ACCOUNTING POLICIES**

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

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant and does not have any significant impact on the Fund's operations or a change in accounting policies of the Fund, therefore, have not been detailed in these condensed interim financial statements.

## **4. Estimates and Judgements**

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 30 June 2021.

## **5. Financial Risk Management**

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended 30 June 2021.

## **6 BALANCES WITH BANKS**

		Sep 30, 2021 (Un-audited)			(Audited) June 30, 2021
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund (Rupees '000)	
				Total	
In saving accounts	6.1	29,820	439,928	554,541	1,024,289
					995,664

**6.1** These are the savings accounts and carry interest at the rate ranging from 5.75% to 8.85% (June 30, 2021: 5.5% to 8.85%) per annum.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**7 INVESTMENTS**

		<b>Sep 30, 2021 (Un-audited)</b>			
		<b>Equity</b>	<b>Debt</b>	<b>Money</b>	<b>(Audited)</b>
		<b>Sub-Fund</b>	<b>Sub-Fund</b>	<b>Market</b>	<b>June 30, 2021</b>
		<b>Sub-Fund</b>	<b>Sub-Fund</b>	<b>Sub-Fund</b>	<b>Sub-Fund</b>
		<b>Total</b>	<b>Total</b>	<b>Total</b>	<b>Total</b>
		<b>(Rupees '000)</b>	<b>(Rupees '000)</b>	<b>(Rupees '000)</b>	<b>(Rupees '000)</b>
		<b>Note</b>	<b>Note</b>	<b>Note</b>	<b>Note</b>
<b>At fair value through profit or loss</b>					
Listed equity securities	7.1	<b>899,902</b>	<b>-</b>	<b>-</b>	<b>883,204</b>
Government securities	7.2	<b>-</b>	<b>107,102</b>	<b>-</b>	<b>78,290</b>
Debt securities - Term Finance Certificates / Sukuks	7.3	<b>-</b>	<b>47,528</b>	<b>-</b>	<b>54,323</b>
Commercial Paper	7.4	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<b>899,902</b>	<b>154,630</b>	<b>-</b>	<b>1,015,817</b>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**7.1 Listed equity securities - at fair value through profit or loss**

**Equity Sub-Fund**

Name of the Investee Company	Number of shares				Balance as at Sep 30, 2021			Market value as a % of net assets of the sub-fund	Market value as a % of the paid up capital of the investee company
	As at July 01, 2021	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at Sep 30, 2021	Carrying Value	Unrealised (loss) / gain		
								(Rupees '000)	(%)
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
<b>Automobile Assembler</b>									
Honda Atlas Cars(Pakistan) Limited	28,000	-	-	-	28,000	9,682	7,377	(2,305)	0.80
Indus Motors Company Limited	16,800	-	-	1,800	15,000	18,812	17,522	(1,290)	2.00
Pak Suzuki Motors Company Limited	26,000	5,500	-	-	31,500	10,902	8,428	(2,474)	1.00
						<b>39,396</b>	<b>33,327</b>	<b>(6,069)</b>	<b>3.80</b>
<b>Automobile Parts &amp; Accessories</b>									
Agriauto Industries Limited	43,500	-	-	-	43,500	11,936	9,783	(2,153)	1.00
Atlas Battery Limited	-	-	-	-	-	-	-	-	-
Atlas Battery Limited	-	11,000	1,650	-	12,650	3,795	3,038	(757)	0.10
Thal Limited	45,000	-	-	-	45,000	19,025	17,476	(1,549)	2.00
						<b>34,756</b>	<b>30,297</b>	<b>(4,459)</b>	<b>3.00</b>
<b>Cable &amp; Electrical Goods</b>									
Pak Elektron Limited	-	150,000	-	-	150,000	4,781	4,133	(648)	0.40
						<b>4,781</b>	<b>4,133</b>	<b>(648)</b>	<b>0.40</b>
<b>Cement</b>									
Attock Cement Pakistan Limited	101,500	-	-	-	101,500	18,252	14,297	(3,955)	1.50
Bestway Cement Limited	48,600	-	-	-	48,600	7,850	6,892	(958)	0.70
Cherat Cement Company Limited	-	42,000	-	-	42,000	5,655	6,015	360	0.60
Gharibwal Cement Ltd	134,500	-	-	134,500	-	-	-	-	-
Kohat Cement Company Limited	127,010	67,000	-	-	194,010	38,200	33,358	(4,842)	3.60
Lucky Cement Limited	81,150	-	-	11,150	70,000	60,441	50,603	(9,838)	5.40
Maple Leaf Cement Factory Limited	783,000	57,000	-	-	840,000	39,416	29,568	(9,848)	3.20
Pioneer Cement Limited	194,000	-	-	93,000	101,000	13,238	8,919	(4,319)	1.00
						<b>183,052</b>	<b>149,652</b>	<b>(33,400)</b>	<b>16.00</b>
<b>Chemical</b>									
Archroma Pakistan Limited	10,500	7,150	-	-	17,650	10,103	11,025	922	1.20
Berger Paints Pakistan	135,000	-	-	135,000	-	-	-	-	-
Engro Polymer and Chemicals Limited	307,714	-	-	100,000	207,714	9,812	11,439	1,627	1.20
						<b>19,915</b>	<b>22,464</b>	<b>2,549</b>	<b>2.40</b>
									<b>0.10</b>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

Name of the Investee Company	Number of shares					Balance as at Sep 30, 2021			Market value as a % of net assets of the sub-fund	Market value as a % of the paid up capital of the investee company
	As at July 01, 2021	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at Sep 30, 2021	Carrying Value	Market value (Rupees '000)	Unrealised (loss) / gain		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise										
Commercial banks										
Allied Bank Limited	195,000	-	-	-	195,000	14,459	13,260	(1,199)	1.40	-
Bank Alfalah Limited	580,000	-	-	-	580,000	18,664	18,763	99	2.00	-
Bank Al Habib Limited	348,460	-	-	-	348,460	24,434	24,096	(338)	2.60	-
Bank Of Punjab	830,000	-	-	-	830,000	6,972	6,773	(199)	0.70	-
Faysal Bank Limited	-	715,500	-	-	715,500	14,439	18,832	4,393	2.00	0.10
Habib Bank Limited	462,000	-	-	-	462,000	56,535	50,520	(6,015)	5.40	-
Habib Metropolitan Bank Limited	340,000	123,000	-	-	463,000	18,857	20,141	1,284	2.20	-
Meezan Bank Limited	80,000	-	12,000	-	92,000	9,233	12,874	3,641	1.40	-
United Bank Limited	442,134	65,030	-	-	507,164	62,069	60,129	(1,940)	6.40	-
						225,662	225,388	(274)	24.10	0.10
Engineering										
Anreli Steels Limited	-	338,500	-	-	338,500	14,421	13,252	(1,169)	1.40	0.10
Mughal Iron & Steel Industries Limited	-	129,000	-	-	129,000	14,993	12,593	(2,400)	1.30	-
						29,414	25,845	(3,569)	2.70	0.10
Fertilizer										
Engro Fertilizer Limited	474	-	-	-	474	33	33	-	-	-
Engro Corporation Limited	67,920	65,000	-	-	132,920	39,315	37,184	(2,131)	4.00	-
						39,348	37,217	(2,131)	4.00	-
Food & Personal Care Products										
Murree Brewery Company	14,500	-	-	-	14,500	8,436	7,337	(1,099)	0.80	0.10
National Foods Limited	675	-	-	-	675	155	143	(12)	-	-
Shezan International Limited	13,255	-	-	-	13,255	4,392	4,232	(160)	0.50	0.20
The Organic Meat Company Limited	288,000	-	-	58,000	230,000	8,450	8,264	(186)	0.90	0.20
						21,433	19,976	(1,457)	2.20	0.50
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	280,000	-	-	-	280,000	9,338	8,534	(804)	0.90	0.10
						9,338	8,534	(804)	0.90	0.10
Insurance										
EFU General Insurance Limited	2,300	-	-	-	2,300	267	250	(17)	-	-
						267	250	(17)	-	-
Leather & Tanneries										
Bata Pakistan Limited	4,380	-	-	-	4,380	7,509	7,768	259	0.80	0.10
Service Industries	-	5,500	-	-	5,500	2,418	2,453	35	0.30	-
						9,927	10,221	294	1.10	0.10

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

Name of the Investee Company	Number of shares				Balance as at Sep 30, 2021			Market value as a % of net assets of the sub-fund	Market value as a % of the paid up capital of the investee company
	As at July 01, 2021	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at Sep 30, 2021	Carrying Value	Market value (Rupees '000)		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
Miscellaneous									
Shifa International Hospitals	27,200	40,800	-	-	68,000	14,930	13,086	(1,844)	1.40
Tri-Pak Films	47,500	-	-	-	47,500	8,716	9,405	689	1.00
						23,646	22,491	(1,155)	2.40
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	23,820	6,940	-	-	30,760	46,779	47,782	1,003	5.10
Oil & Gas Development Company Limited	370,200	-	-	70,000	300,200	28,528	25,157	(3,371)	2.70
Pakistan Oilfields Limited	39,700	-	-	-	39,700	15,636	14,901	(735)	1.60
Pakistan Petroleum Limited	236,155	-	-	-	236,155	20,505	17,690	(2,815)	1.90
						111,448	105,530	(5,918)	11.30
Oil And Gas Marketing Companies									
Attock Petroleum Limited	52,000	-	-	-	52,000	16,694	15,080	(1,614)	1.60
Pakistan State Oil Company Limited	150,500	-	-	10,500	140,000	31,395	28,139	(3,256)	3.00
						48,089	43,219	(4,870)	4.60
Paper And Board									
Packages Limited	39,700	8,300	-	-	48,000	25,903	22,529	(3,374)	2.40
Security Papers Limited	4,600	-	-	-	4,600	665	615	(50)	0.10
						26,568	23,144	(3,424)	2.50
Pharmaceuticals									
Abbott Laboratories (Pakistan) Limited	29,750	-	-	5,500	24,250	19,215	18,742	(473)	2.00
Glaxosmithkline Consumer Healthcare Pakistan Limited	-	35,000	-	-	35,000	9,792	8,928	(864)	1.00
Highnoon Laboratories Limited	15,000	-	-	-	15,000	9,000	9,295	295	1.00
Ibl Healthcare Limited	1	-	-	-	1	-	-	-	-
The Searle Company Limited	32,321	-	-	-	32,321	7,842	6,513	(1,329)	0.70
						45,849	43,478	(2,371)	4.70



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Name of the Investee Company	Number of shares					Balance as at Sep 30, 2021			Market value as a % of net assets of the sub-fund	Market value as a % of the paid up capital of the investee company	
	As at July 01, 2021	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at Sep 30, 2021	Carrying Value	Unrealised (loss) / gain	Market value (Rupees '000)			
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise											
<b>Power Generation &amp; Distribution</b>											
Hub Power Company Limited	400,000	-	-	60,000	340,000	27,088	(2,088)	25,000	2.70	-	
						27,088	(2,088)	25,000	2.70	-	
<b>Technology &amp; Communications</b>											
Advanceon Limited	96,000	-	-	-	96,000	8,801	3,042	11,843	1.30	-	
TRG Pakistan Limited	35,000	25,000	-	-	60,000	9,826	(126)	9,700	1.00	-	
						18,627	2,916	21,543	2.30	-	
<b>Textile Composite</b>											
Gul Ahmed Textile Mills Limited	393,360	-	-	40,000	353,360	17,926	1,442	19,368	2.10	0.10	
Interloop Limited	272,500	-	-	-	272,500	19,083	311	19,394	2.10	-	
Kohinoor Textile Mills Limited	135,800	-	-	-	135,800	10,212	(781)	9,431	1.00	0.10	
						47,221	972	48,193	5.20	0.20	

Total as at September 30, 2021 (Un-Audited)

Total as at June 30, 2021 (Audited)

965,825	899,902	(65,923)
780,083	883,204	103,121

7.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL) as security against settlement of the Sub-Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by SECP:

	(Un-Audited) Sep 30, 2021	(Audited) June 30, 2021	(Un-Audited) Sep 30, 2021	(Audited) June 30, 2021
	(Rupees '000)			
Bank Alfalah limited	50,000	50,000	1,644	1,609
Oil & Gas Development Company Limited	100,000	100,000	8,160	9,503
The Hub Power Company Limited	110,995	110,995	8,141	8,843
	260,995	260,995	17,945	19,955

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

## 7.2 Government securities - at fair value through profit or loss

### Debt Sub-Fund

Name of security	Issue date	Maturity date	Face value			Balance as at Sep 30, 2021			Market value as % of net assets of sub-funds	
			As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at Sep 30, 2021	Carrying Value	Market value		Unrealised (loss) / gain
(Rupees '000)										
<b>Pakistan Investment Bonds - FRB</b>										
Pakistan Investment Bonds - 3 years	22-OCT-20	22-OCT-23	-	100,000	100,000	-	-	-	-	
Pakistan Investment Bonds - 5 years	06-MAY-21	06-MAY-26	-	175,000	100,000	75,000	73,719	73,748	29	
							73,719	73,748	29	
<b>Pakistan Investment Bonds</b>										
Pakistan Investment Bonds - 5 years	12-JUL-18	12-JUL-23	50,000.00	200,000	250,000	-	-	-	-	
Pakistan investment bonds - 5 years	15-OCT-20	15-OCT-25	25,000.00	125,000	125,000	25,000	23,002	23,097	95	
Pakistan Investment Bonds - 15 years	31-OCT-06	31-OCT-21	3,500.00	-	-	3,500	3,507	3,507	-	
Pakistan Investment Bonds - 3 years	20-AUG-20	20-AUG-23	-	100,000	100,000	-	-	-	-	
Pakistan Investment Bonds - 3 years	05-AUG-21	05-AUG-24	-	600,000	600,000	-	-	-	-	
Pakistan Investment Bonds - 20 years	10-JUN-04	10-JUN-24	1,900.00	-	-	1,900	1,945	1,918	(27)	
							28,454	28,522	68	
<b>Treasury Bills</b>										
<b>Market Treasury Bills - 3 months</b>										
09-SEP-21	02-DEC-21	02-DEC-21	-	500,000	500,000	-	-	-	-	
02-JUL-21	23-SEP-21	23-SEP-21	-	825,000	825,000	-	-	-	-	
15-JUL-21	07-OCT-21	07-OCT-21	-	500,000	500,000	-	-	-	-	
26-AUG-21	18-NOV-21	18-NOV-21	-	500,000	500,000	-	-	-	-	
12-AUG-21	04-NOV-21	04-NOV-21	-	500,000	500,000	-	-	-	-	
29-JUL-21	21-OCT-21	21-OCT-21	-	500,000	500,000	-	-	-	-	
<b>Market Treasury Bills - 6 months</b>										
25-MAR-21	23-SEP-21	23-SEP-21	-	250,000	250,000	-	-	-	-	
09-SEP-21	10-MAR-22	10-MAR-22	-	600,000	595,000	5,000	4,836	4,832	(4)	
26-AUG-21	24-FEB-22	24-FEB-22	-	500,000	500,000	-	-	-	-	
29-JUL-21	27-JAN-22	27-JAN-22	-	500,000	500,000	-	-	-	-	
12-AUG-21	10-FEB-22	10-FEB-22	-	500,000	500,000	-	-	-	-	
15-JUL-21	13-JAN-22	13-JAN-22	-	500,000	500,000	-	-	-	-	
02-JUL-21	30-DEC-21	30-DEC-21	-	500,000	500,000	-	-	-	-	
							4,836	4,832	(4)	
<b>Total as at Sep 30, 2021 (Un-Audited)</b>							107,009	107,102	93	
Total as at June 30, 2021 (Audited)							78,202	78,290	88	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**Money Market Sub-Fund**

Name of security	Issue Date	Maturity date	Face value			Balance as at Sep 30, 2021			Market value as % of net assets of sub-funds
			As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at Sep 30, 2021	Carrying Value	Market value	
Treasury Bills									
Market Treasury Bills - 3 months	29-JUL-21	21-OCT-21	-	500,000	500,000	-	-	-	0.00%
	09-SEP-21	02-DEC-21	-	500,000	500,000	-	-	-	0.00%
	02-JUL-21	23-SEP-21	-	500,000	500,000	-	-	-	0.00%
	12-AUG-21	04-NOV-21	-	500,000	500,000	-	-	-	0.00%
	26-AUG-21	18-NOV-21	-	500,000	500,000	-	-	-	0.00%
	15-JUL-21	07-OCT-21	-	500,000	500,000	-	-	-	0.00%
Market Treasury Bills - 6 months	25-MAR-21	23-SEP-21	-	525,000	525,000	-	-	-	0.00%
	09-SEP-21	10-MAR-22	-	500,000	500,000	-	-	-	0.00%
	02-JUL-21	30-DEC-21	-	500,000	500,000	-	-	-	0.00%
	26-AUG-21	24-FEB-22	-	500,000	500,000	-	-	-	0.00%
	29-JUL-21	27-JAN-22	-	500,000	500,000	-	-	-	0.00%
	15-JUL-21	13-JAN-22	-	500,000	500,000	-	-	-	0.00%
12-AUG-21	10-FEB-22	-	500,000	500,000	-	-	-	0.00%	

**Total as at Sep 30, 2021 (Un-Audited)**

Total as at June 30, 2021 (Audited)

**7.3 Debt securities - Term finance certificates / Sukuks - at fair value through profit or loss**

**Debt Sub-Fund**

Name of security	Issue date	Number of certificates			Balance as at Sep 30, 2021			Market value as % of net assets of sub-funds
		As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at Sep 30, 2021	Carrying Value	Market value	
Term finance certificates								
Jahangir Siddiqui & Company Limited	18-Jul-17	5,000	-	-	5,000	11,095	11,312	2.17%
The Bank of Punjab Limited	23-Dec-16	50	-	-	50	5,041	5,091	0.97%
Sukuks								
Meezan Bank Limited	9-Jan-20	30	-	-	30	31,125	31,125	5.96%
Total as at Sep 30, 2021 (Un-Audited)						47,261	47,528	267
Total as at June 30, 2021 (Audited)						53,401	54,323	922



## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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### 12. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

### 13. TAXATION

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

### 14. EXPENSE RATIO

#### **Equity Sub Fund**

The annualized total expense ratio of the Fund based on the current period results is 2.1% and this includes 0.24% representing government levy, SECP fee etc.

#### **Debt Sub Fund**

The annualized total expense ratio of the Fund based on the current period results is 2.06% and this includes 0.23% representing government levy, SECP fee etc.

#### **Money Sub Fund**

The annualized total expense ratio of the Fund based on the current period results is 1.94% and this includes 0.23% representing government levy, SECP fee etc.

### 15. EARNINGS PER UNIT

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

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

## 16 TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

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

### 16.1 Transactions during the period

	Quarter ended September 30, 2021 (Un-Audited)				Quarter ended Sep 30, 2020 (Un-Audited)
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund (Rupees '000)	Total	
<b>MCB Arif Habib Savings and Investments Limited - Pension Fund Manager</b>					
Remuneration (including indirect taxes)	4,057	2,202	2,331	8,590	7,763
<b>Central Depository Company of Pakistan Limited - Trustee</b>					
Remuneration (include indirect taxes)	338	183	194	715	661
Settlement charges	79	92	2	173	201
<b>Group / Associated companies</b>					
<b>MCB Bank Limited</b>					
Mark-up earned	-	30	-	30	30
Bank charges	1	1	1	3	2
<b>Arif Habib Limited - Brokerage House</b>					-
Brokerage expense*	13	1	1	15	9

### 16.2 Balances outstanding at period end:

	September 30, 2021 (Un-Audited)				June 30, 2021 (Audited)
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund (Rupees '000)	Total	
<b>MCB Arif Habib Savings and Investments Limited - Pension Fund Manager</b>					
Remuneration payable	154	653	685	1,492	2,398
Sindh sales tax payable on remuneration	1,185	85	89	1,359	311
<b>Central Depository Company of Pakistan Limited - Trustee</b>					
Remuneration payable	99	55	57	211	202
Sindh sales tax payable on remuneration	13	7	8	28	27
Security deposit	200	200	200	600	600
<b>Group / Associated companies</b>					
<b>MCB Bank Limited</b>					
Bank Balance	1,144	1,449	962	3,555	2,458
<b>Arif Habib Limited - Brokerage House</b>					
Brokerage payable*	13	1	1	15	77

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**16.3 Unit Holders' Fund**

**FOR THE QUARTER ENDED SEPTEMBER 30, 2021 (Un-Audited)**

	As at July 01, 2021	Issued for cash	Redeemed	As at Sep 30, 2021	As at July 01, 2021	Issued for cash	Redeemed	As at Sep 30, 2021
	(Units)			(Rupees)				
<b>MCB Arif Habib Savings and Investments Limited - Pension Fund Manager *</b>								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	147,552	-	-	140,546
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	80,314	-	-	82,319
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	84,006	-	-	85,656
<b>Key management personnel</b>								
- Pakistan Pension Fund - Equity	7,094	575	33	7,636	4,150	334	20	4,255
- Pakistan Pension Fund - Debt	935	244	49	1,130	297	78	16	368
- Pakistan Pension Fund - Money Market	192	59	14	237	54	17	4	68

**FOR THE QUARTER ENDED SEPTEMBER 30, 2020 (Un-Audited)**

	As at July 01, 2020	Issued for cash	Redeemed	As at Sep 30, 2020	As at July 01, 2020	Issued for cash	Redeemed	As at Sep 30, 2020
	(Units)			(Rupees)				
<b>MCB Arif Habib Savings and Investments Limited - Pension Fund Manager</b>								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	111,135	-	-	130,221
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	75,518	-	-	77,062
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	79,587	-	-	80,652
<b>Key management personnel</b>								
- Pakistan Pension Fund - Equity	4,602	5,181	2,757	7,026	2,028	2,696	1,432	3,628
- Pakistan Pension Fund - Debt	3,150	284	3,268	166	940	86	985	51
- Pakistan Pension Fund - Money Market	887	80	920	47	235	21	246	13

\* The unit holder also holds 10% or more of the units in the Plan.

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

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### 17 GENERAL

**17.1** Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

**17.2** Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. However, no significant rearrangements or reclassifications were made in these condensed interim financial statements to report.

### 18 FAIR VALUE MEASUREMENTS

Fair value is 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

#### **Fair value hierarchy**

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

### 19 Impact of COVID-19

A novel strain of coronavirus (COVID-19) was classified as a pandemic by the World Health Organization on March 11, 2020, impacting countries globally. Measures taken to contain the spread of the virus, including lock-downs, travel bans, quarantines, social distancing, and closures of non-essential services and factories triggered significant disruptions to businesses worldwide and in Pakistan, resulting in an economic slowdown. During the lockdown that lasted from March to May 2020, the funds continued their activity, as the Pakistan Stock Exchange and the money markets continued trading. Management Company is of the view that while COVID-19 and its resulting containment measures have affected the economy, investors' confidence and adequate steps from the government and regulators have spearheaded recovery and subsequent events reflect that in due course, things would be normalised.



**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

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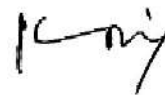
**20 DATE OF AUTHORISATION FOR ISSUE**

These interim financial statements were authorized for issue on October 22, 2021 by the Board of Directors of the Pension Fund Manager.

For MCB-Arif Habib Savings and Investments Limited  
(the Pension Fund Manager)



Chief Executive Officer



Director

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

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