



MCB-ARIF HABIB
Savings and Investments Limited

QUARTERLY REPORT

MARCH
2022
(UNAUDITED)

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



MCB PAKISTAN STOCK MARKET FUND

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FUND'S INFORMATION

Management Company	MCB-Arif Habib Savings & Investments Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	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
Audit Committee	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Mr. Kashif A. Habib Syed Savail Meekal Hussain	Chairman Member Member Member Member
Human Resource & Remuneration Committee	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
Chief Executive Officer	Mr. Muhammad Saqib Saleem	
Chief Operating Officer & Chief Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Faisal Ahmad	
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 Silk Bank Limited Bank Al Habib Limited Habib Bank Limited Allied Bank Limited Bank Alfalah Limited Habib Metropolitan Bank Limited Standard Chartered Bank Limited United Bank Limited JS Bank Limited National Bank Of Pakistan	
Auditors	Ernst & Young Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road, P.O.Box 15541 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 Adamjee House, 2nd Floor I.I. Chundrigar Road, Karachi.	
Rating	AM1 Asset Manager Rating assigned by PACRA	

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

Dear Investor,

On behalf of the Board of Directors, we are pleased to present **MCB Pakistan Stock Market Fund** accounts review for the nine months & quarter ended March 31, 2022.

Economy and Money Market Review

Political turmoil in the country has taken the central stage in past few weeks where we witnessed ruling party coalition government lost majority in the National Assembly and overthrown by opposition led coalition. In the backdrop of weak economic environment, the transition resulted in significant volatility in equity, fixed income and exchange rate markets. In heightened political environment, markets will increasingly focus on efforts of the new government on policies and measures taken to stabilize the economy.

The fiscal year (July – June) started on strong note with government's renewed focus on reviving growth through several incentives in fiscal year 2022 (FY22) budget to spur growth. This was in addition to lagged impact of monetary easing and incentives on capital investment at lower rates (TERF), which further supported to growth premise. However, the sharp recovery in domestic demand, coupled with rising international commodity prices, led to a strong pick-up in imports and a commensurate increase in the current account deficit. The start of Russia Ukraine conflict inflicted additional misery as international commodities prices spiked up further to multi-year high.

The country posted a current account deficit of USD 12.1bn in 8MFY22 compared to a surplus of USD 1.0bn in the corresponding period last year. This was the largest CAD since FY18, when country witnessed a deficit of USD 10.6bn in first eight months of the fiscal year. The deterioration came in primarily on the back of higher imports which grew by 49.1% in 8MFY22 compared to export growth of 28.1%. Trade Deficit increased by 70.2% to USD 27.3bn compared to USD 16.0bn in same period last year. The unprecedented increase in imports mainly came from historic high prices of our commodity basket including crude oil, palm oil, coal coupled with one time vaccines imports. As per our estimates, prices contributed more than two-third of the increase in import bill.

Foreign exchange reserves of central bank saw a decrease of USD 5.3bn on account of higher current account deficit and debt repayments. Pakistan was also unable to timely roll over commercial loan of USD 2.2bn from China which put further pressure on reserves. In addition, a USD 900mn penalty payment to settle Reko Dik case further dragged the reserves to 22 months' low of USD 11.3bn, implying an import cover of hardly a couple of months. These outflows coupled with widening current account deficit led PKR to lost ground against USD by 14.1% since start of the fiscal year.

Inflation remained a concern as rising commodities continued to create challenges for policy makers. Headline inflation represented by CPI averaged 10.7% in 9MFY22 compared to 8.4% in 9MFY21. The rise mainly came from higher food prices, elevated energy costs (both electricity and fuel) and second round impact of PKR depreciation, which keeps the prices of imported commodities high. Core inflation as measured by Non Food Non Energy also depicted an upward trend as it increased to 9.5% in March 2022 compared to 6.9% in June 2021. The SBP increased policy rate by a cumulative 525bps to 12.75% in the fiscal year to counter inflationary pressures and slow aggregate demand.

On the fiscal side FBR tax collection increased by 29.1% in 9MFY22 to PKR 4,382bn compared to PKR 3,394bn during same period last year. This exceeded the target of 4,134bn by 248bn. The improved tax collection was primarily on the back of higher custom duty and sales tax collected on import stage.

Secondary markets yields have increased significantly in 9MFY22 as SBP 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 inflation numbers to remain elevated in medium term. Bond yields for tenors of 3 years, 5 years and 10 years witnessed a rise of 2.4%, 2.1% and 1.4%, respectively during the period.

Equity Market Review

The KSE-100 Index posted a negative return of 5.1% (2,427 points drop) in 9MFY22 compared to a positive return of 29.5% in same period last year. Challenging macros (rising interest rates, depreciating PKR and

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

widening twin deficits), uncertainty on political front, high commodity prices, and MSCI's decision to downgrade Pakistan from Emerging Market to Frontier Market all weighed heavily on the index during the period under review.

Cement, Technology, and Refinery sector remained the major index dampeners, contributing 1,288 points, 733 points, and 542 points to the index fall, respectively. In the cement sector, unprecedented surge in international coal prices (USD 250/ton compared to an average of USD 72.5/ton last year) created a weak near-term earnings outlook for the sector leading to selling pressure. Moreover, decline in Technology sector was largely on the account of a company specific event which led to a sell-off. In the case of Refinery, delay in approval of refinery policy and continuous accumulation of circular debt led to the decline.

Foreign institutional investors continued their selling spree, adding another USD 271.1 million during the 9MFY22. This amount was absorbed primarily by local individuals and corporates with net inflow of USD 82.3mn and USD 81.1mn, respectively. During the 9 months, average trading volumes saw a decline to 305mn shares compared to 483mn shares same period last year. Similarly, average trading value during 9MFY22 saw a drop of 48% over 9MFY21 to ~ USD 61mn.

FUND PERFORMANCE

During the period, PSM generated a return of -4.87% as compared to a return of -5.13% witnessed by the KSE100 Index. Overall equity exposure stood at 92.5% on March 31, 2022. The fund remained vigilant of the external factors and the investment strategy was maneuvered considering the fundamental developments. The allocation was mainly held in Commercial Banks, Cement and Oil & Gas Exploration Companies.

The Net Assets of the fund as at March 31, 2022 stood at Rs. 10,684 million as compared to Rs. 12,397 million as at June 30, 2021 registering a decrease of 13.82%.

The Net Asset Value (NAV) per unit as at March 31, 2022 was Rs. 98.5829 as compared to opening NAV of Rs. 103.6294 per unit as at June 30, 2021 registering a decrease of 5.0465 per unit.

Economy & Market – Future Outlook

The ongoing Russia – Ukraine war has kept international commodity prices at elevated levels which have exacerbated fears about the import bill and external outlook going forward. In addition, due to political pressure the government resorted to the populist move to absorb the hike in international energy prices and keep petroleum prices unchanged. This have undermined the structural reform process and put the IMF program on hold. Going forward the new government will have to engage with the IMF and find the right balance of growth and external account sustainability.

We estimate GDP to grow by 4.5% this year, slightly lower than the government target of 4.8%. We expect Agriculture, Industrial and Services sectors to grow by 4.5%, 4.1% and 4.5% respectively. Industrial sector growth is likely to remain robust but below government's target due to demand compression as a result of monetary tightening. Agriculture sector growth on the other hand is likely to exceed government estimates due to growth in wheat and cotton crop. The Covid vaccination roll out has been quite successful which is anticipated to unleash Services growth as this segment was the most affected by the pandemic.

The persistently elevated international commodities prices especially petroleum, palm oil, fertilizers and steel, has led to a strong pick-up in imports and a rise in the current account deficit, which we expect to close the year around USD 19.0bn (5.7% of GDP). This would be the largest current account deficit since fiscal year 2018, when the country posted CAD of USD 19.2bn (6.1% of GDP). Responding to a high CAD, we expect PKR to depreciate further to end the fiscal year near PKR 192 against a dollar.

Successful resumption of the IMF program will be a key prerequisite to keep the financial account in positive zone. The SBP is expected to continue to discourage unnecessary imports and use flexible market determined exchange rate and appropriate monetary policy setting to ensure sustainable external account position. The remittances along with bilateral and multilateral flows would also be crucial in managing our external position.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022

We expect Average FY22 and FY23 inflation to clock at 11.6% and 13.8% respectively assuming international oil stays above USD 100/bbl. The recent hike in commodity prices and the resultant currency depreciation is likely to keep inflation numbers elevated in near term. In the recent monetary policy held in April-22 SBP increased policy rate by 250bps to 12.25% due to significant uncertainty around outlook for international commodities and global financial condition as result of Russia Ukraine war. As per the SBP the recent rate hike increased forward looking interest rates to mildly positive territory. Thus we may be at the end of monetary tightening cycle.

From capital market perspective, particularly equities, the recent correction in stock prices have opened up valuation. The market has priced in interest rate increase and currency depreciation. Market cap to GDP ratio has declined to 13.4%, a discount of 69% from its historical average. Similarly, risk premiums are close to 6.0%, compared to historical average of 1.9% signifying deep discount at which market is trading. 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. The market is currently trading at PER of 5.7x, while offering a dividend yield of 8.3%.

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 remain at elevated levels given inflationary pressure. We remain cautious at the current levels of bond yields and would continue to monitor the data points to capitalize on opportunities.

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,



Muhammad Saqib Saleem
Chief Executive Officer
April 20, 2022



Nasim Beg
Director/Vice Chairman
April 20, 2022

ڈائریکٹرز رپورٹ

منافع پیش کیا جا رہا ہے۔
قرض حاملین کے لیے ہم توقع کرتے ہیں کہ بازار زر کے فنڈ سال بھر بلا رکاوٹ پالیسی شرحوں کی عکاسی جاری رکھیں گے۔ دوسری جانب حکومتی بانڈز کے منافع جات افراط زر کے دباؤ کے باعث بلند سطحوں پر برقرار رہیں گے۔ ہم بانڈز کے منافعوں کی موجودہ سطحوں کے حوالے سے محتاط ہیں اور ڈیٹا پوائنٹس کی نگرانی جاری رکھیں گے تاکہ مواقع سے فائدہ اٹھایا جاسکے۔

اظہارِ شکر

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

من جانب ڈائریکٹرز



نسیم بیگ
ڈائریکٹر /وائس چیئرمین
20 اپریل 2022ء



محمد ثاقب سلیم
چیف ایگزیکٹو آفیسر
20 اپریل 2022ء

ہے۔ زراعت، صنعت اور خدمات کے شعبوں میں بالترتیب 4.5 فیصد، 4.1 فیصد اور 4.5 فیصد ترقی متوقع ہے۔ صنعتی شعبے کی ترقی تیز رفتار ہو سکتی لیکن حکومتی ہدف سے کم رہے گی کیونکہ مالیاتی سختی کے نتیجے میں طلب سکڑ گئی ہے۔ البتہ گندم اور کپاس کی بہتر فصل کی بدولت زراعت کے شعبے کی ترقی حکومتی تخمینوں سے سبقت لے جاسکتی ہے۔ کووڈ ویکسینیشن کا دور کافی کامیاب رہا جس کے نتیجے میں خدمات کے شعبے میں بحالی متوقع ہے کیونکہ یہ شعبہ واء سے سب سے زیادہ متاثر ہوا تھا۔

مسلسل بڑھی ہوئی بین الاقوامی اشیائی قیمتوں، خصوصاً پٹرولیم، پام تیل، کھاد اور اسٹیل، کے نتیجے میں درآمدات میں بھرپور بحالی اور کرنٹ اکاؤنٹ خسارے میں اضافہ ہوا ہے جو اختتام سال پر ہمارے اندازے کے مطابق تقریباً 19.0 بلین ڈالر (جی ڈی پی کا 5.7 فیصد) ہوگا۔ یہ مالی سال 2018ء میں ہونے والے 19.2 بلین ڈالر خسارے (جی ڈی پی کا 6.1 فیصد) کے بعد تاحال سب سے بڑا خسارہ ہوگا۔ اس بلند خسارے کے رد عمل میں ہم سمجھتے ہیں کہ روپے کی قدر میں مزید کمی ہوگی اور مالی سال کے اختتام پر یہ تقریباً 192 روپے بالمقابل ایک ڈالر ہوگا۔

آئی ایم ایف پروگرام کی کامیابی بحالی مالیاتی اکاؤنٹ کو مثبت محل وقوع میں رکھنے کے لیے کلیدی شرط ہوگی۔ اسٹیٹ بینک آف پاکستان متوقع طور پر غیر ضروری درآمدات کی حوصلہ شکنی جاری رکھے گا اور مارکیٹ سے تعین کردہ لچکدار شرح مبادلہ اور موزوں مالیاتی پالیسی کے ذریعے خارجی اکاؤنٹ کے استحکام کو یقینی بنائے گا۔ ترسیلات زربع دو جہتی اور کثیر الجہتی آمدات بھی خارجی اکاؤنٹ کو سنبھالنے میں اہم عوامل ثابت ہوں گے۔

افراط زر کا اوسط مالی سال 2022ء میں 11.6 فیصد اور مالی سال 2023ء میں 13.8 فیصد متوقع ہے بشرطیکہ تیل کی بین الاقوامی قیمت 100 ڈالر فی بیرل برقرار رہے۔ اشیائی قیمتوں میں حالیہ اضافہ اور اس کے نتیجے میں ہونے والی روپے کی قدر میں کمی کے باعث افراط زر کے قریب المیاد میں بلند رہنے کا امکان ہے۔ حالیہ مانیٹری پالیسی منعقدہ اپریل 2022ء میں اسٹیٹ بینک آف پاکستان (ایس بی پی) نے پالیسی شرح میں 250 بی پی ایس اضافہ کر کے اسے 12.25 فیصد کر دیا کیونکہ روس اور یوکرین کے مابین جنگ کے باعث بین الاقوامی اشیائی قیمتوں اور عالمی مالی حالات میں غیر یقینی صورتحال پیدا ہو گئی ہے۔ ایس بی پی کے مطابق شرح میں حالیہ اضافے کے نتیجے میں forward looking شروع سود بڑھ کر معتدل حد تک مثبت محل وقوع میں آگئی ہیں۔ چنانچہ مالیاتی سختی کے دور کا اختتام متوقع ہے۔

کیپیٹل مارکیٹ، خصوصاً ایکویٹیز کے تناظر سے، اسٹاک کی قیمتوں میں حالیہ تصحیح سے valuation کھل گئی ہے۔ مارکیٹ نے سود کی شرح میں اضافے اور روپے کی قدر میں کمی سے فائدہ اٹھایا ہے۔ مارکیٹ cap کا مجموعی ملکی پیداوار (جی ڈی پی) کے ساتھ تناسب کم ہو کر 13.4 فیصد ہو گیا ہے جو اس کے قدیم اوسط سے 69 فیصد کمی ہے۔ اسی طرح، رسک پرمیئم 6.0 فیصد کے قریب ہیں جو اپنے قدیم اوسط 1.9 فیصد کے مقابلے میں مارکیٹ میں جاری تجارت میں گہری رعایت کی نشاندہی کرتے ہیں۔ ہم سمجھتے ہیں کہ سیکٹرز اور اسٹاک کی خورد تصویراہم رہے گی اور سرمایہ کاری کے انتخاب کا انحصار ایسی کمپنیوں پر ہونا چاہیے جو اپنی اندرونی قدر میں گہری رعایت پر تجارت کرتی ہیں۔ فی الوقت مارکیٹ میں 5.7 گنا PER پر تجارت ہو رہی ہے جبکہ 8.3 فیصد ڈیویڈنڈ

ڈائریکٹر رپورٹ

ڈالرنی ٹن گزشتہ سال) نے کونلے کے شعبے کے قریب المیہ مستقبل کے امکانات کمزور کر دیئے جس کے نتیجے میں اس پر فروخت کا دباؤ پڑا۔ ٹیکنالوجی کے شعبے میں تنزلی کی سب سے بڑی وجہ کمپنی سے متعلق ایک خاص واقعہ تھا جس کے نتیجے میں ایک فروخت ناگزیر ہو گئی۔ ریفائنری کے شعبے میں ریفائنری پالیسی کی منظوری میں تاخیر اور گردش قرض کا مسلسل جمع ہونا تنزلی کا سبب بنے۔ غیر ملکی ادارہ جاتی سرمایہ کاروں نے فروخت کا سلسلہ جاری رکھا اور مالی سال 2022ء کے ابتدائی نو ماہ کے دوران مزید 271.1 ملین ڈالر کا اضافہ کیا۔ اس رقم کے بنیادی خریدار مقامی افراد اور کارپوریٹ ادارے تھے۔ جسکی خالص آمد یا ترتیب 82.3 ملین ڈالر اور 81.1 ملین ڈالر تھی۔ زیر جائزہ مدت کے دوران اوسط تجارتی حجم کم ہو کر 305 ملین حصص ہو گئے، جبکہ گزشتہ سال مماثل مدت میں 483 ملین حصص تھے۔ اسی طرح ابتدائی نو ماہ کے دوران اوسط تجارتی قدر 48 فیصد کم ہو کر 61 ملین ڈالر ہو گئی۔

فنڈ کی کارکردگی

اس عرصے کے دوران پی ایس ایم نے کے ایس ای 100 انڈیکس کے ((5.13 فیصد کے منافع کے مقابلے میں ((4.87 فیصد کا منافع حاصل کیا۔ 31 مارچ 2022ء کو مجموعی طور پر ایکویٹی ایکسپوزر 92.5 فیصد رہا۔ فنڈ بیرونی عوامل سے چوکس رہا اور بنیادی پیش رفت کو مد نظر رکھتے ہوئے سرمایہ کاری کی حکمت عملی اپنائی گئی۔ یہ مختص بنیادی طور پر کمرشل بینکوں، سیمنٹ اور تیل اور گیس کی تلاش کرنے والی کمپنیوں میں منعقد کیا گیا تھا۔

31 مارچ 2022ء کو فنڈ کے خالص اثاثے 10,684 ملین روپے رہے جبکہ 30 جون 2021ء کو فنڈ کے خالص اثاثے 12,397 ملین روپے تھے، جو کہ 13.82 فیصد کی کمی ہے۔

31 مارچ 2022ء تک خالص اثاثہ قدر (این اے وی) فی یونٹ 98.5829 روپے رہی جبکہ 30 جون 2021ء کو (این اے وی) 103.6294 روپے رہی جو کہ 5.0465 روپے فی یونٹ کی کمی درج ہے

معیشت اور بازار - مستقبل کے امکانات

روس اور یوکرین کے مابین جاری جنگ نے بین الاقوامی اشیائی قیمتوں کو بلند سطحوں پر رکھا ہوا ہے جس کے باعث درآمداتی بل اور خارجی جہت کے امکانات سے متعلق اندیشوں میں اضافہ ہوا ہے۔ مزید براں، حکومت نے سیاسی دباؤ کے باعث populist (یعنی عوام کی مملکت کا) قدم اٹھایا تاکہ توانائی کی بین الاقوامی قیمتوں کو جذب کیا جاسکے اور پٹرولیم کی قیمتوں کو غیر تبدیل شدہ رکھا جاسکے۔ اس کے نتیجے میں بنیادی ڈھانچے سے متعلق اصلاح کے عمل میں رکاوٹ پیدا ہوئی اور آئی ایم ایف پروگرام التواء کا شکار ہو گیا ہے۔ مستقبل میں نئی حکومت کو آئی ایم ایف کے ساتھ مربوط ہو کر ترقی اور خارجی اکاؤنٹ کے استحکام کے مابین درست توازن تلاش کرنا ہوگا۔

ہمارے اندازے کے مطابق مجموعی ملکی پیداوار (جی ڈی پی) میں اس سال 4.5 فیصد اضافہ ہوگا، جو حکومتی ہدف 4.8 فیصد سے کچھ کم

ڈائریکٹر رپورٹ

افراط زر باعث تشویش بنی رہی کیونکہ بڑھتی ہوئی اشیائی قیمتوں کی وجہ سے پالیسی ساز مشکلات کا شکار رہے۔ مجموعی افراط زر، جس کی ترجمانی صارفی قیمت کے انڈیکس (سی پی آئی) سے ہوتی ہے، کا اوسط مالی سال 2022ء کے ابتدائی نو ماہ میں 10.7 فیصد تھا، جبکہ مالی سال 2021ء کے ابتدائی نو ماہ میں 8.4 فیصد تھا۔ اس اضافے کی بنیادی وجہ اشیائے خورد و نوش کی بڑھتی ہوئی قیمتیں، توانائی (بجلی اور ایندھن، دونوں) کی لاگتوں میں اضافہ، اور پاکستانی روپے کی قدر میں کمی کے دوسرے مرحلے کا اثر تھیں، جس سے درآمد شدہ اشیاء کی قیمتیں بلند رہتی ہیں۔ بنیادی افراط زر، جس کی پیمائش اشیائے خورد و نوش اور توانائی کے علاوہ سے ہوتی ہے، میں بھی اضافے کا رجحان رہا اور مارچ 2022ء میں 9.5 فیصد تک جا پہنچی، جبکہ جون 2021ء میں 6.9 فیصد تھی۔ اسٹیٹ بینک آف پاکستان (ایس بی پی) پالیسی شرح میں مجموعی طور پر 525 بیس پوائنٹس (بی پی ایس) کا اضافہ کر کے اسے 12.75 فیصد تک لے گیا تاکہ افراط زر کے دباؤ اور مجموعی طلب میں سست روی کا مقابل کیا جاسکے۔

مالیاتی جہت میں فیڈرل بورڈ آف ریونیو (ایف بی آر) کی ٹیکس وصولی مالی سال 2022ء کے ابتدائی نو ماہ میں 29.1 فیصد بڑھ کر 4,382 بلین روپے تک پہنچ گئی جو 4,134 بلین روپے کے ہدف سے 248 بلین روپے زیادہ تھی، جبکہ گزشتہ سال مماثل مدت کے دوران 3,394 بلین روپے تھی۔ اس بہتر کارکردگی کی بنیادی وجہ درآمد کے مرحلے پر پہلے سے زیادہ کسٹم ڈیوٹی اور سیلز ٹیکس کی وصولی ہے۔

ثانوی مارکیٹوں کے منافع جات میں مالی سال 2022ء میں قابل ذکر اضافہ ہوا ہے کیونکہ ایس بی پی نے مالیاتی سختی کے دور کا آغاز کر دیا۔ روپے کی قدر میں حالیہ کمی کے ساتھ ساتھ مسلسل بڑھی ہوئی اشیائی قیمتوں سے افراط زر پر دباؤ میں اضافہ ہوگا اور افراط زر کا اوسط درمیانی مدت میں متوقع طور پر بلند رہے گا۔ تین، پانچ اور دس سالہ بانڈز کے منافع جات میں دوران مدت بالترتیب 2.1، 2.4 اور 1.4 فیصد اضافہ ہوا۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 2022ء کے ابتدائی نو ماہ میں کراچی اسٹاک ایکسچینج (کے ایس ای) 100 انڈیکس نے 5.1 فیصد منفی منافع پوسٹ کیا (2,427 پوائنٹس کمی) جبکہ گزشتہ سال کی مماثل مدت میں 29.5 فیصد مثبت منافع ہوا تھا۔ دقت آمیز مجموعی عوامل (سود کی بڑھتی ہوئی شرحوں، روپے کی گرتی ہوئی قدر اور پھیلتے ہوئے جڑواں خساروں)، سیاسی میدان میں غیر یقینی صورتحال، بلند اشیائی قیمتوں، اور MSCI کے پاکستان کی درجہ بندی کو امر جنگ مارکیٹ (اُبھرتی ہوئی مارکیٹ) سے کم کر کے 'فونڈیشنر مارکیٹ' (متوسط درجے کی مارکیٹ) کرنے کے فیصلے، تمام نے زیر جائزہ مدت کے دوران انڈیکس پر شدید بوجھ ڈالا۔

سیمینٹ، ٹیکنالوجی اور ریفرنسری کے شعبوں نے بالترتیب 1,288 پوائنٹس، 733 پوائنٹس، اور 542 پوائنٹس کمی کے ساتھ انڈیکس کو سب سے زیادہ متاثر کیا۔ کونسل کی بین الاقوامی قیمتوں میں فقید المثال اضافے (250 ڈالر فی ٹن سال رواں بالمقابل اوسطاً 72.5

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی پاکستان اسٹاک مارکیٹ فنڈ کے گوشواروں کا جائزہ برائے نومبر اور دسمبر ماہی مختتمہ 31 مارچ 2022ء پیش خدمت ہے۔

معیشیت اور بازار زر کا جائزہ

گزشتہ کچھ ہفتوں کے دوران ملک میں سیاسی افراتفری توجہ کا مرکز بنی رہی۔ حکمران جماعت نے قومی اسمبلی میں اکثریت کھودی اور حزب اختلاف کی قیادت میں بننے والے اتحاد کے ہاتھوں حکومت کا تختہ الٹ گیا۔ یہ تبدیلی پہلے سے ہی کمزور معاشی ماحول کے پس منظر میں ایکوٹی، مقررہ آمدنی اور شرح مبادلہ کی مارکیٹوں میں عدم استحکام کا باعث بنی۔ اس مضطرب سیاسی ماحول میں مارکیٹیں نئی حکومت کی معیشیت کو مستحکم کرنے کی پالیسیوں اور اقدام کی منتظر ہیں۔

مالی سال (جولائی-جون) کا آغاز مضبوط نوٹ کے ساتھ ہوا جس میں حکومت کی جانب سے مالی سال 2022 (FY22) کے بجٹ میں کئی مراعات کے ذریعے ترقی کی بحالی پر نئی توجہ مرکوز کی گئی۔ یہ مالیاتی تسہیل کے تاخیری اثر اور کم شرحوں (TERF) پر سرمایہ کاری کی ترغیبات پر مستزاد تھا جس سے ترقی کو مزید معاونت حاصل ہوئی۔ تاہم مقامی طلب میں تیز رفتار بحالی اور اس کے ساتھ ساتھ بڑھتی ہوئی بین الاقوامی اشیائی قیمتوں کے نتیجے میں درآمدات میں بھی بھرپور بحالی ہوئی اور کرنٹ اکاؤنٹ خسارے میں متناسب اضافہ ہوا۔ روس اور یوکرین کے مابین تنازعے کے باعث مشکلات میں اضافہ ہوا کیونکہ بین الاقوامی اشیائی قیمتیں کئی برسوں کی بلند ترین سطح پر پہنچ گئیں۔

مالی سال 2022ء کے ابتدائی آٹھ ماہ میں ملک کا کرنٹ اکاؤنٹ خسارہ 12.1 بلین ڈالر تھا، جبکہ گزشتہ سال کی مماثل مدت میں 1.0 بلین ڈالر فاضل (منافع) تھا۔ یہ مالی سال 2018ء کے ابتدائی آٹھ ماہ میں ہونے والے 10.6 بلین ڈالر خسارے سے تاحال سب سے زیادہ خسارہ تھا۔ اس کی بنیادی وجہ ابتدائی آٹھ ماہ درآمدات میں 49.1 فیصد اضافہ تھی، جبکہ برآمدات میں اضافہ 28.1 فیصد تھا۔ تجارتی خسارہ 70.2 فیصد بڑھ کر 27.3 بلین ڈالر ہو گیا، جبکہ گزشتہ سال کی مماثل مدت میں 16.0 بلین ڈالر تھا۔ درآمدات میں یہ فقید المثال اضافہ ہماری اشیائی basket کی قدیم بلند قیمتوں کی بدولت ہوا، بشمول خام تیل، پام تیل، کونڈ اور اس کے ساتھ ساتھ ویکسین کی یکبار درآمد۔ ہمارے اندازے کے مطابق درآمداتی بل میں قیمتوں کا دو تہائی حصہ تھا۔

مرکزی بینک کے زیر مبادلہ کے ذخائر میں 5.3 بلین ڈالر کمی ہوئی جس کی وجہ کرنٹ اکاؤنٹ کا بلند تر خسارہ اور ادائیگی عرصہ میں اضافہ تھا۔ علاوہ ازیں، پاکستان چین سے 2.2 بلین ڈالر کے تجارتی قرض کی بروقت تجدید نہیں کر سکا جس کے باعث ذخائر پر مزید باؤ پڑا۔ مزید برآں، ریکوڈک معاملے کو نمٹانے کے لیے 900 ملین ڈالر جرمانے کی ادائیگی کے باعث ذخائر گزشتہ 22 ماہ کی پست ترین سطح 11.3 بلین ڈالر پر پہنچ گئے، یعنی بمشکل کچھ ماہ کا درآمداتی cover۔ یہ اخراجات بمع پھیلتے ہوئے کرنٹ اکاؤنٹ خسارے کے نتیجے میں روپے کی ڈالر کے مقابلے میں قدر مالی سال کے آغاز سے 14.1 فیصد کم ہو گئی۔

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2022

		(Un-audited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
ASSETS			
Balances with banks	5.	522,936	265,332
Investments	6.	10,122,239	11,903,844
Receivable against sale of investments		205,018	499,859
Dividend and profit receivables		73,053	16,830
Advances, deposits and other receivables		17,713	74,522
Total assets		10,940,959	12,760,387
LIABILITIES			
Payable to Management Company		56,154	63,617
Payable to Trustee		1,085	1,258
Payable to the Securities and Exchange Commission of Pakistan		1,751	2,286
Payable against purchase of investments		117,894	24,138
Accrued expenses and other liabilities	7.	80,013	202,766
Payable against redemption of units		386	69,140
Total liabilities		257,283	363,204
NET ASSETS		10,683,676	12,397,182
Unit holders' fund (as per statement attached)		10,683,676	12,397,182
Contingencies and Commitments	8.		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		108,372,550	119,629,978
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		98.5829	103.6294

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

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



Chief Executive Officer



Chief Financial Officer



Director

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

	Note	Nine months ended		Quarter ended	
		March 31,		March 31,	
		2022	2021	2022	2021
----- (Rupees in '000) -----					
INCOME					
(Loss) / gain on sale of investments - net		(594,619)	2,080,432	(211,386)	979,074
Dividend income		578,976	332,507	209,158	195,537
Income from Government securities		279	1,380	-	-
Profit on balances with banks		23,840	10,847	8,508	2,044
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss' - net	6.1	(319,539)	619,535	65,798	(848,665)
Other income		108	101	44	44
Total income		(310,955)	3,044,802	72,122	328,034
EXPENSES					
Remuneration of the Management Company		172,954	169,465	51,779	58,150
Sindh Sales Tax on remuneration of the Management Company		22,484	22,030	6,731	7,559
Remuneration of the Trustee		9,507	9,225	2,944	3,155
Sindh Sales Tax on remuneration of the Trustee		1,236	1,199	383	410
Annual fee of the Securities and Exchange Commission of Pakistan		1,751	1,695	539	582
Allocated expenses		8,756	8,473	2,697	2,907
Selling and marketing expenses		113,822	110,151	35,059	37,797
Auditors' remuneration		916	716	300	272
Securities transaction cost		39,782	70,016	12,393	28,491
Settlement and bank charges		2,989	4,212	967	2,232
Legal and professional charges		513	101	42	33
Fees and subscriptions		20	33	6	7
(Reversal) / provision for Sindh Workers' Welfare Fund		(120,605)	52,950	-	3,729
Total expenses		254,125	450,266	113,840	145,324
Net (loss) / income for the period before taxation		(565,080)	2,594,535	(41,719)	182,710
Taxation	9.	-	-	-	-
Net (loss) / income for the period		(565,080)	2,594,535	(41,719)	182,710
Earnings per unit	10.				
Allocation of net income for the period after taxation					
Net (loss) / income for the period			2,594,535		
Income already paid on units redeemed			(575,174)		
			<u>2,019,361</u>		
Accounting income available for distribution:					
- Relating to capital gains			2,019,361		
- Excluding capital gains			-		
			<u>2,019,361</u>		

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

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



Chief Executive Officer



Chief Financial Officer



Director

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

	Nine months ended		Quarter ended	
	March 31,		March 31,	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
Net (loss) / income for the period	(565,080)	2,594,535	(41,719)	182,710
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	(565,080)	2,594,535	(41,719)	182,710

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

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



Chief Executive Officer



Chief Financial Officer



Director

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

	Nine Months Ended March 31, 2022			Nine Months Ended March 31, 2021		
	Capital Value	income / (loss)	Total	Capital Value	Undistributed income	Total
----- (Rupees in '000) -----						
Net assets at the beginning of the period	7,165,600	5,231,582	12,397,182	5,894,800	2,909,097	8,803,897
Issuance of 38,287,611 (2021: 87,744,064) units:				-	-	-
- Capital value (at net asset value per unit at the beginning of the period) at Rs.103.6294	3,967,722	-	3,967,722	6,793,413	-	6,793,413
- Element of income	(112,362)	-	(112,362)	1,456,894	-	1,456,894
	3,855,360	-	3,855,360	8,250,307	-	8,250,307
Redemption of 49,545,039 (2021: 85,513,085) units:						
- Capital value (at net asset value per unit at the beginning of the period) at Rs.103.6294	(5,134,322)	-	(5,134,322)	(6,620,684)	-	(6,620,684)
- Element of (loss) / income	130,536	-	130,536	(930,475)	(575,174)	(1,505,649)
	(5,003,787)	-	(5,003,787)	(7,551,159)	(575,174)	(8,126,333)
Total comprehensive income for the period	-	(565,080)	(565,080)	-	2,594,534	2,594,534
Net income for the period less distribution	-	(565,080)	(565,080)	-	2,594,534	2,594,534
Net assets as at the end of the period	6,017,174	4,666,502	10,683,676	6,593,948	4,928,458	11,522,405
Undistributed income brought forward comprising of:						
- Realised	4,508,639			3,417,678		
- Unrealised	722,943			(508,581)		
	5,231,582			2,909,097		
Accounting income available for distribution:						
- Relating to capital gains	-			2,019,361		
- Excluding capital gains	-			-		
	-			2,019,361		
Net income for the period	(565,080)			-		
Undistributed income carried forward	4,666,502			4,928,458		
Undistributed income carried forward comprising of:						
- Realised	4,986,041			4,308,923		
- Unrealised	(319,539)			619,535		
	4,666,502			4,928,458		
		(Rupees)			(Rupees)	
Net assets value per unit as at beginning of the period		103.6294			77.4230	
Net assets value per unit as at end of the period		98.5829			99.3803	

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

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



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine Months ended March 31,	
	2022	2021
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	(565,080)	2,594,535
Adjustments for non cash and other items:		
Unrealised (gain) / loss on revaluation of investments classified as 'at fair value through profit or loss' - net	<u>319,539</u> <u>(245,541)</u>	<u>(619,535)</u> <u>1,975,000</u>
(Increase) / decrease in assets		
Investments - net	1,462,066	(2,158,349)
Receivable against sale of investments	294,841	(68,462)
Dividend and profit receivable	(56,223)	(79,640)
Advances, deposits and receivables	56,809	(25,860)
	<u>1,757,493</u>	<u>(2,332,311)</u>
(Decrease) / Increase in liabilities		
Payable to Management Company	(7,463)	16,427
Payable to Trustee	(173)	324
Payable to the Securities and Exchange Commission of Pakistan	(535)	(75)
Payable against purchase of investments	93,756	(91,477)
Accrued expenses and other liabilities	(122,753)	53,268
Payable against redemption of units	(68,754)	-
	<u>(105,922)</u>	<u>(21,533)</u>
Net cash generated from/ (used) in operating activities	<u>1,406,030</u>	<u>(378,844)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	3,855,360	8,250,307
Amount paid on redemption of units	(5,003,787)	(8,126,333)
Net cash (used) in / generated from financing activities	<u>(1,148,426)</u>	<u>123,974</u>
Net Increase / (Decrease) in cash and cash equivalents during the period	<u>257,604</u>	<u>(254,870)</u>
Cash and cash equivalents at the beginning of the period	265,332	351,866
Cash and cash equivalents at the end of the period	<u>522,936</u>	<u>96,996</u>

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

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



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB Pakistan Stock Market Fund (the Fund) was established under a Trust Deed executed between MCB-Arif Habib Savings and Investments Limited as "Management Company" and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on October 23, 2001 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on February 28, 2002 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund has been categorised as equity 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 them to the Fund. The units are listed on the Pakistan Stock Exchange. The Fund primarily invests in listed equity securities. However, it also invests in cash instruments and treasury bills not exceeding 90 days in maturities.
- 1.4 The Pakistan Credit Rating Agency (PACRA) Limited 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 of Pakistan Limited (CDC) as the Trustee of the Fund.

2. BASIS OF PREPARATION

- 2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Such standards comprise of:
- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984;
 - The NBFC rules, the Non-Banking Finance Companies, Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of Trust Deed of Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC rules, the NBFC Regulations and requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.2 This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2021. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 March 2022 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2021, 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 nine months ended 31 March 2022.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

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

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

3. ACCOUNTING POLICIES AND ESTIMATES

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

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

4. FINANCIAL RISK MANAGEMENT

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

		(Un-audited) March 31, 2022 ----- (Rupees in '000) -----	(Audited) June 30, 2021
5. BALANCES WITH BANKS	Note		
In current accounts	5.1	19,348	21,217
In savings accounts	5.2	503,588	244,115
		<u>522,936</u>	<u>265,332</u>

5.1 These include a balance of Rs.9.901 (June 30, 2021: Rs.11.768) million maintained with MCB Bank Limited, a related party.

5.2 These carry profits at the rates ranging from 5.50% to 10.45% (June 30, 2021: 5.50% to 7.83%) per annum and include Rs.477,647 (June 30, 2021: Rs.207.336) million maintained with MCB Bank Limited, a related party which carries profit at the rate of 8.25% (June 30, 2021: 5.50%) per annum.

		(Un-audited) March 31, 2022 ----- (Rupees in '000) -----	(Audited) June 30, 2021
6. INVESTMENTS	Note		
At fair value through profit or loss			
Listed equity securities	6.1	10,122,239	11,903,844
Government securities	6.2	-	-
		<u>10,122,239</u>	<u>11,903,844</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

6.1 Listed equity securities - at fair value through profit or loss

Name of the investee company	No. of shares				Balance as at March 31, 2022			Market value as a % of net assets of the Fund	% of 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 March 31, 2022	Carrying Value	Market value as at March 31, 2022		
							Unrealised gain / (loss)		
							(Rupees in '000)		(%)
Shares of listed companies - fully paid ordinary shares of Rs. 10 each unless stated otherwise									
Automobile Assembler									
Ghandhara Nissan Limited	-	226,600	-	-	226,600	-	-	0.00%	0.00%
Honda Atlas Cars (Pakistan) Limited	486,300	120,000	-	-	383,700	64,289	46,129	0.43%	0.16%
Indus Motors Company Limited	179,790	-	-	-	179,790	-	-	0.00%	0.00%
Millat Tractors Limited	90,000	-	-	-	90,000	-	-	0.00%	0.00%
Pak Suzuki Motors Company Limited	265,000	611,300	-	-	303,100	88,781	68,419	0.64%	0.37%
						153,070	114,548	1.07%	0.53%
Automobile Parts & Accessories									
Agriauto Industries Limited	-	95,800	-	-	95,800	16,251	16,334	0.15%	0.33%
Atlas Battery Limited	-	13,900	-	-	13,900	2,312	2,407	0.02%	0.05%
Ghandhara Tyre & Rubber Company Limited	-	1,032,000	-	-	1,032,000	55,590	44,407	0.42%	0.85%
Panther Tyres Limited	2,065,504	504,500	230,000	2,311,504	488,500	22,896	16,702	0.16%	0.29%
Thal Limited *	633,300	-	-	262,400	370,900	156,809	135,479	1.27%	0.46%
						253,858	215,328	2.02%	1.98%
Cable & Electrical Goods									
Pak Elektron Limited ***	-	6,122,000	-	5,722,000	400,000	11,061	6,612	0.06%	0.08%
PAK ELEKTRON(R3)	-	-	2,232,000	-	2,232,000	-	4,285	0.04%	0.00%
						11,061	10,897	0.10%	0.08%
Cement									
Bestway Cement Limited	-	855,600	-	279,200	576,400	86,037	80,915	0.76%	0.10%
Cherat Cement Company Limited	48,000	3,254,140	-	1,648,600	1,653,540	245,083	232,951	2.18%	0.85%
D.G. Khan Cement Company Limited ****	1,851,480	6,111,925	-	2,954,826	5,008,579	417,410	380,902	3.57%	1.14%
Fauji Cement Company Limited	-	25,464,000	-	3,243,500	22,220,500	424,374	402,635	3.77%	1.61%
Gharbwal Cement Ltd	-	104,000	-	-	104,000	2,652	2,668	0.02%	0.03%
Kohat Cement Company Limited	1,583,670	145,000	-	1,017,500	711,170	143,418	122,250	1.14%	0.35%
Lucky Cement Limited	946,003	445,000	-	541,911	849,092	664,273	540,320	5.06%	0.26%
Maple Leaf Cement Factory Limited	9,075,771	12,232,288	-	7,681,918	13,626,141	516,395	491,222	4.60%	1.24%
Pioneer Cement Limited	2,502,000	2,865,400	-	5,367,400	-	-	-	0.00%	0.00%
Power Cement Limited ****	7,193,000	-	-	7,193,000	-	-	-	0.00%	0.00%
						2,499,642	2,253,863	21.10%	5.58%
Chemicals									
Archroma Pakistan Limited	113,850	101,200	-	115,050	100,000	56,637	60,500	0.57%	0.29%
Dyneema Pakistan Limited	-	25,400	-	3,800	21,600	3,795	3,926	0.04%	0.11%
Engro Polymer and Chemicals Limited	4,999,655	1,569,500	-	6,569,155	-	-	-	0.00%	0.00%
ICI Pakistan Limited	-	92,150	-	53,850	38,300	29,517	29,827	0.28%	0.04%
Lotte Chemical Pakistan Limited	8,650,000	1,276,500	-	8,926,500	1,000,000	15,274	15,040	0.14%	0.07%
Sitara Chemical Industries	-	54,000	-	54,000	-	-	-	0.00%	0.00%
						105,222	109,292	1.02%	0.51%

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

Name of the investee company	No. of shares				Balance as at March 31, 2022			Market value as a % of net assets of the Fund	% of 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 March 31, 2022	Carrying Value	Market value as at March 31, 2022	Unrealised gain / (loss)	
									(Rupees in '000)
Commercial Banks									
Allied Bank Limited	62,100	500,000	-	562,100	-	-	-	-	0.00%
Bank Al Habib Limited	4,268,538	992,990	-	5,261,528	-	-	-	-	0.00%
Bank Alfalah Limited	6,586,952	7,279,501	-	4,356,219	9,510,234	313,068	322,587	9,519	3.02%
Bank Of Punjab	-	820,000	-	820,000	-	-	-	-	0.00%
Bankislami Pakistan Limited	-	3,057,500	-	-	3,057,500	37,525	38,739	1,214	0.36%
Faysal Bank Limited	-	9,969,500	-	650,000	9,319,500	205,861	245,289	39,428	2.30%
Habib Bank Limited	4,148,266	3,391,276	-	2,099,734	5,439,808	659,191	614,208	(44,983)	5.75%
Habib Metropolitan Bank Limited	1,842,500	4,088,000	-	719,500	5,211,000	220,460	231,890	11,429	2.17%
MCB Bank Limited ****	-	1,275,259	-	1,275,259	-	-	-	-	0.00%
Meezan Bank Limited	2,959,978	1,847,791	414,214	630,506	4,591,477	516,555	601,300	84,644	5.63%
Samba Bank Limited	5,215,500	-	-	5,215,500	-	-	-	-	0.00%
United Bank Limited	5,044,022	2,551,421	-	3,780,058	3,815,385	475,964	520,380	44,416	4.87%
						2,428,725	2,574,393	145,668	24.10%
Engineering									
AGHA STEEL IND. LTD	-	2,998,500	64,350	3,062,850	-	-	-	-	0.00%
Aisha Steel Mills Limited	4,389,000	7,287,309	-	7,740,000	3,936,309	60,242	56,053	(4,189)	0.52%
Amreli Steels Limited	-	4,498,500	-	1,197,500	3,301,000	139,245	107,910	(31,336)	1.01%
International Industries Limited	612,700	196,300	-	382,200	426,800	77,211	50,862	(26,349)	0.48%
International Steels Limited	-	537,050	-	417,731	119,319	7,112	7,776	664	0.07%
Mughal Iron & Steel Industries Limited	-	1,409,797	82,500	1,492,297	-	-	-	-	0.00%
						283,810	222,601	(61,210)	2.08%
Fertilizer									
Engro Corporation Limited	982,598	557,811	-	765,468	774,941	228,673	207,374	(21,299)	1.94%
Engro Fertilizer Limited	-	3,800,000	-	1,615,055	2,184,945	175,458	200,512	25,054	1.88%
Fauji Fertilizer Bin Qasim Limited	6,848,000	5,631,500	-	8,180,500	4,299,000	102,154	97,114	(5,040)	0.91%
Fauji Fertilizer Company Limited	-	100,000	-	-	100,000	10,761	11,372	611	0.11%
						517,047	516,373	(674)	4.83%
Food & Personal Care Products									
Al Shaheer Corporation	5,223,000	1,627,000	-	6,850,000	-	-	-	-	0.00%
AT-TAHUR LIMITED	-	973,500	-	-	973,500	23,050	23,364	314	0.22%
Fauji Foods Limited	3,055,500	-	-	3,055,500	-	-	-	-	0.00%
Murree Brewery Company	202,000	-	-	14,550	187,450	109,058	79,664	(29,394)	0.75%
Nestle Pakistan Limited	3,033	-	-	3,020	13	75	76	0	0.00%
The Organic Meat Company Limited	3,488,000	1,340,500	189,500	2,388,000	2,630,000	85,812	74,376	(11,436)	0.70%
Unity Foods Limited	-	760,000	-	760,000	-	-	-	-	0.00%
						217,996	177,480	(40,516)	1.66%
Glass & Ceramics									
Shabbir Tiles & Ceramics Limited *	542,500	1,513,000	-	196,000	1,859,500	38,533	32,616	(5,918)	0.31%
Tariq Glass Industries	-	1,057,500	-	392,500	665,000	71,843	84,635	12,792	0.79%
						110,376	117,250	6,874	1.10%
Insurance									
Adamjee Insurance Company Limited ****	1,034,500	65,000	-	1,099,500	-	-	-	-	0.00%

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

Name of the investee company	No. of shares				Balance as at March 31, 2022			Market value as a % of net assets of the Fund	% of 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 March 31, 2022	Carrying Value	Market value as at March 31, 2022		
								(Rupees in '000)	(%)
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
ADAMJEE LIFE ASSURANCE COMPANY LIMITED ****	-	2,276,604	-	816,000	1,460,604	40,897	28,599	(12,298)	0.27%
Jubilee Life Insurance Company Limited	-	223,100	-	48,100	175,000	43,969	35,000	(8,969)	0.33%
						84,866	63,599	(21,268)	0.60%
Inv.Banks/Inv.Com./IS ecurities Cos.									
Arif Habib Limited	68,000	-	-	68,000	-	-	-	-	0.00%
Leather & Tanneries									
Bata Pakistan Limited	4,040	35,160	-	13,000	26,200	45,107	63,572	18,465	0.35%
Service Global Footwear Limited	36	60,500	-	60,536	-	-	-	-	0.00%
Service Industries	403	55,200	-	55,603	-	-	-	-	0.00%
Miscellaneous									
Pakistan Aluminium Beverage Cans Limited	-	1,150,500	-	265,000	885,500	25,388	26,707	1,319	0.25%
Shifa International Hospitals	329,600	1,053,700	20,860	1,200	1,402,960	280,853	270,771	(10,082)	2.53%
Synthetic Products Limited	-	1,764,500	58,000	1,388,500	434,000	7,275	7,087	(188)	0.07%
Tri-Pak Films	781,000	-	-	781,000	-	-	-	-	0.00%
						313,516	304,565	(8,951)	2.85%
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	388,960	163,580	-	73,083	479,457	755,393	848,409	93,016	7.94%
Oil & Gas Development Company Limited	5,139,277	-	-	2,691,311	2,447,966	232,630	203,499	(29,131)	1.90%
Pakistan Oilfields Limited	652,561	125,200	-	491,262	286,499	112,813	106,772	(6,041)	1.00%
Pakistan Petroleum Limited	3,734,120	844,910	-	2,684,120	1,894,910	160,230	137,949	(22,281)	1.29%
						1,261,066	1,296,630	35,564	12.14%
Oil And Gas Marketing Companies									
Attock Petroleum Limited	620,700	-	-	379,200	241,500	77,529	72,851	(4,678)	0.68%
Hi-Tech Lubricants Limited	-	920,500	59,000	844,000	135,500	5,222	5,740	518	0.05%
Pakistan State Oil Company Limited	1,586,305	50,000	-	1,636,305	-	-	-	-	0.00%
Shell (Pakistan) Limited	701,500	237,800	-	939,300	-	-	-	-	0.00%
Sui Northern Gas Pipelines Limited	1,150,244	1,570,897	-	2,721,141	-	-	-	-	0.00%
						82,751	78,591	(4,160)	0.74%
Paper And Board									
Century Paper & Board Mills Limited	-	390,000	-	25,500	364,500	26,706	25,643	(1,063)	0.24%
Cherat Packaging Limited	-	144,000	-	144,000	-	-	-	-	0.00%
Packages Limited	581,400	130,750	-	155,500	556,650	294,639	245,110	(49,529)	2.29%
Security Papers Limited	-	577,600	-	-	577,600	73,438	65,130	(8,308)	0.61%
						394,783	335,882	(58,900)	3.14%
Pharmaceuticals									
Abbott Laboratories (Pakistan) Limited	376,450	-	-	376,450	-	-	-	-	0.00%
Agp Limited	-	328,900	-	128,900	200,000	16,309	18,016	1,707	0.17%
Citi Pharma limited	-	4,676,500	-	-	4,676,500	164,475	167,045	2,569	1.56%
									2.05%

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

Name of the investee company	No. of shares				Balance as at March 31, 2022			Market value as a % of net assets of the Fund	% of 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 March 31, 2022	Carrying Value	Market value as at March 31, 2022			Unrealised gain / (loss)
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise										
Glaxosmithkline Consumer Healthcare Pakistan Limited	-	207,700	-	-	33,700	174,000	43,627	44,099	472	0.41%
	-	307,400	-	-	307,400	-	-	-	-	0.00%
	135,200	-	-	-	90,550	90,550	54,330	56,999	2,669	0.53%
	458,000	1,081,055	-	1,414,055	125,000	17,824	15,499	(2,326)	0.15%	0.04%
The Searle Company Limited										
							296,566	301,657	5,091	2.82%
2.55%										
Power Generation & Distribution										
Altern Energy Limited	327,000	-	-	327,000	-	-	-	-	-	0.00%
Hub Power Company Limited	5,148,540	-	-	3,248,640	1,899,900	151,365	135,995	(15,370)	1.27%	0.15%
K-Electric Limited ***	22,488,000	-	-	22,488,000	-	-	-	-	-	0.00%
Laipir Power Limited ****	7,202,500	-	-	7,202,500	-	-	-	-	-	0.00%
Nishat Power Limited ****	969,000	700,000	-	1,669,000	-	-	-	-	-	0.00%
0.00%										
Refinery										
Attock Refinery Limited	481,400	230,439	-	711,839	-	-	-	-	-	0.00%
Energycor PK Limited	-	7,000,000	-	7,000,000	-	-	-	-	-	0.00%
National Refinery Limited	105,000	25,000	-	130,000	-	-	-	-	-	0.00%
Pakistan Refinery Limited	2,463,500	-	-	2,463,500	-	-	-	-	-	0.00%
0.00%										
Technology & Communications										
Air Link Communication Ltd	-	2,649,000	-	-	2,649,000	162,234	142,861	(19,374)	1.34%	0.67%
Avanceon Limited	-	935,000	-	935,000	-	-	-	-	-	0.00%
Hum Network Limited **	-	12,450,000	-	2,500,000	9,950,000	70,676	67,262	(3,414)	0.63%	1.05%
Octopus Digital Limited	-	734,799	-	534,799	200,000	13,097	15,110	2,013	0.14%	0.15%
Pakistan Telecommunication Company Limited	-	3,729,500	-	3,729,500	-	-	-	-	-	0.00%
Systems Limited	250,000	137,687	290,000	140,187	537,500	163,659	203,643	39,984	1.91%	0.39%
TRG Pakistan Limited	500,000	3,765,000	-	3,721,000	544,000	55,076	42,350	(12,726)	0.40%	0.10%
2.36%										
Textile Composite										
AZGARD NINE LTD	-	500,000	-	500,000	-	-	-	-	-	0.00%
Gul Ahmed Textile Mills Limited	2,780,256	3,209,300	-	4,531,500	1,458,056	70,425	69,185	(1,241)	0.65%	0.24%
Interloop Limited	2,808,110	1,253,585	102,963	3,579,655	585,003	39,910	43,232	3,322	0.40%	0.07%
Kohinoor Textile Mills Limited	1,375,718	1,057,000	-	343,500	2,089,218	147,617	130,054	(17,563)	1.22%	0.70%
Nishat (Chunian) Limited ****	-	7,688,753	-	2,141,446	5,547,307	272,486	288,238	15,752	2.70%	2.31%
Nishat Mills Limited ****	-	3,151,785	-	884,500	2,267,285	184,885	194,261	9,376	1.82%	0.64%
3.96%										
Textile Spinning										
Gadoon Textile	-	29,000	-	-	29,000	8,281	8,046	(235)	0.08%	0.00%
Transport										
Pakistan International Bulk Terminal Limited	-	7,015,500	-	3,015,500	4,000,000	42,603	25,480	(17,123)	0.24%	0.00%
0.00%										
Total as at March 31, 2022 (Un-audited)										
						10,441,778	10,122,239	(319,539)		
Total as at June 30, 2021 (Audited)										
						11,180,903	11,903,844	722,943		

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

Name of the investee company	No. of shares				Balance as at March 31, 2022		Market value as a % of net assets of the Fund	% of 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 March 31, 2022	Carrying Value		

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

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

** These have a face value of Rs.1 per share.

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

**** These are related parties transactions.

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

	(Un-audited) March 31, 2022	(Audited) June 30, 2021	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	----- (Number of shares) -----	----- (Rupees in '000) -----		
Oil & Gas Development Company Limited	1,000,000	1,000,000	83,130	159,340
The Hub Power Company Limited	1,500,000	2,000,000	107,370	95,030
D.G. Khan Cement Company Limited	2,000,000	-	152,100	-
	4,500,000	3,000,000	342,600	254,370

6.1.2 There is no change in the status of matter related to bonus shares as reported in the annual financial statements of the Fund for the year ended June 30, 2021. As at March 31, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.4,601 million (June 30, 2021: Rs.4.59 million).

6.2 Government securities - at fair value through profit or loss

Name of security	Issue date	Face value			Balances as at March 31, 2022		
		As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at March 31, 2022	Carrying Value	Market Value
----- (Rupees in '000) -----							
Treasury Bills							
Market Treasury Bills - 3 months	2-Jul-2021	-	500,000	500,000	-	-	-
	15-Jul-2021	-	500,000	500,000	-	-	-
	29-Jul-2021	-	500,000	500,000	-	-	-
	12-Aug-2021	-	5,500,000	5,500,000	-	-	-
	26-Aug-2021	-	3,500,000	3,500,000	-	-	-
	9-Sep-2021	-	6,000,000	6,000,000	-	-	-
	23-Sep-2021	-	1,000,000	1,000,000	-	-	-
	7-Oct-2021	-	850,000	850,000	-	-	-
	27-Jan-2022	-	500,000	500,000	-	-	-
Market Treasury Bills - 6 months	22-Apr-2021	-	6,000,000	6,000,000	-	-	-
	Total as at March 31, 2022 (Un-audited)						
					-	-	-
Total as at June 30, 2021 (Audited)							-

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

		(Un-audited) March 31, 2022	(Audited) June 30, 2021
	Note	----- (Rupees in '000) -----	
7. ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund	7.1.	-	120,605
Federal Excise Duty payable on management remuneration	7.2	54,774	54,774
Federal Excise Duty payable on sales load		3,933	3,933
Unclaimed dividends		9,722	9,722
Brokerage payable		9,440	9,821
Auditors' remuneration		419	624
Withholding tax payable		898	3,113
Printing and related charges payable		35	40
Payable to legal advisor		520	130
Others		272	5
		80,013	202,766

7.1. Sindh Revenue Board (SRB) through its letter dated August 12, 2021 received on August 13, 2021 has intimated Mutual Funds Association of Pakistan's (MUFAP) that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the Sindh Workers' Welfare Fund (SWWF) contributions. This development was discussed at MUFAP level and was also been taken up with the Securities and Exchange Commission of Pakistan (SECP). All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds till August 12, 2021 on August 13, 2021.

SECP has also given its concurrence for recording reversal of provision of SWWF on the day letter was received by MUFAP. This reversal of provision has contributed towards an unusual increase in NAV of the Fund on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

Going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

7.2 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty, as reported in the annual financial statements of the Fund for the year ended June 30, 2020. Had the provision for FED not been recorded in the condensed interim financial statements of the Fund, the net assets value of the Fund as at March 31, 2022 would have been higher by Re.0.542 (2020: Re.0.4724) per unit.

8. CONTINGENCIES AND COMMITMENTS

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

9. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unitholders in the form of cash.

10. EARNINGS PER UNIT

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2022

11. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 4.28% as on March 31, 2022 (March 31, 2021: 5.32%) and this includes 0.3% (March 31, 2021: 0.92%) representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee.

12. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

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

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:

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

For the nine months ended March 31, 2022 (Un-audited)									
	As at July 01, 2021	Issued for cash / conversion in transferred in	Redeemed / conversion out / transfer out	As at March 31, 2022	As at July 01, 2021	Issued for cash / conversion in transferred	Redeemed / conversion out / transfer out	As at March 31, 2022	
	----- (Number of units) -----		----- (Rupees in '000) -----		----- (Number of units) -----		----- (Rupees in '000) -----		
12.1 Unit Holder's Fund									
MCB-Arif Habib Savings and Investments Limited - Management Company	1,415,391	742,947	1,415,391	742,947	109,584	75,000	140,830	73,242	
Group / associated companies / undertakings									
Adamjee Insurance Company Limited - Employees Gratuity Fund	106,179	49,003	155,182	-	8,221	5,097	15,322	-	
Adamjee Life Assurance Company Limited - IMF	35,917,385	6,660,065	2,873,582	39,703,868	2,780,832	665,000	293,000	3,914,122	
Adamjee Life Assurance Company Limited -NUIL	1,609,457	306,633	1,916,090	-	124,609	32,000	201,356	-	
Adamjee Life Assurance Company Limited -DGF	-	19,165	-	19,165	-	2,000	-	1,889	
Adamjee Insurance Company Limited - Employees Provident Fund Trust	428,790	191,296	620,086	-	33,198	19,899	63,233	-	
D.G. Khan Cement Company Limited - Employees Provident Fund Trust	199,265	-	-	199,265	15,428	-	-	19,644	
Asghari Beg Memorial Trust	40,726	-	7,689	33,038	3,153	-	750	3,257	
Nasim beg	836	203	1,039	-	65	21	101	-	
Syed Savail Meekal Hussain	97,462	-	-	97,462	7,546	-	-	9,608	
Directors And Key Management Personnel	139,320	882,462	998,530	23,253	10,787	88,684	100,860	2,292	
Mandate under discretionary portfolio services*	1,986,606	1,212,590	1,822,156	1,377,040	153,809	123,858	179,210	135,753	
Unit holders holding 10% or more*	11,370,827	1,193,252	-	12,564,079	880,364	120,480	-	1,238,603	
* This reflects the position of related party / connected persons status as at March 31, 2022.									
MCB-Arif Habib Savings and Investments Limited - Management Company	1,422,539	4,202,831	2,452,131	3,173,239	110,137	397,421	235,000	315,357	
Group / associated companies / undertakings									
Adamjee Insurance Company Limited - Employees Gratuity Fund	24,724	128,677	923	152,479	1,914	12,154	95	15,153	
Adamjee Life Assurance Company Limited - IMF	34,698,988	1,623,338	-	36,322,326	2,686,500	157,500	-	3,609,724	
Adamjee Life Assurance Company Limited -NUIL	3,502,317	54,041	1,802,154	1,754,204	271,160	5,000	172,300	174,333	
Adamjee Insurance Company Limited - Employees Provident Fund Trust	48,978	561,315	-	610,293	3,792	55,688	-	60,651	
D.G. Khan Cement Company Limited - Employees Provident Fund Trust	199,265	-	-	199,265	15,428	-	-	19,803	
Asghari Beg Memorial Trust	41,814	-	1,087	40,727	3,237	-	100	4,047	
Directors And Key Management Personnel	169,140	2,551,030	2,456,777	263,393	13,095	241,684	234,131	26,176	
Mandate under discretionary portfolio services*	3,144,737	2,056,864	2,511,275	2,690,326	243,475	195,769	242,285	267,365	
Unit holders holding 10% or more*	-	-	-	-	-	-	-	-	
* This reflects the position of related party / connected persons status as at March 31, 2021.									

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

12.2 Transactions during the period:

	(Un-audited) Nine Months ended March 31,	
	2022	2021
	----- (Rupees in '000) -----	
MCB - Arif Habib Savings and Investments Limited - Management Company		
Remuneration of the Management Company including indirect taxes	195,438	191,495
Marketing and Selling expense	113,822	110,151
Allocated Expenses	8,756	8,473
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee (including indirect taxes)	10,743	10,424
Central Depository Service charges	957	1,808
Arif Habib Capital Limited - Brokerage House		
Brokerage expense*	2,212	3,651
MCB Bank Limited		
Bank charges	83	168
Profit on balances with banks	18,131	5,821
Dividend income	4	7,893
Sale of securities Nil (2021: 2,500 Million)	-	2,463,278
Purchase of 1,275,259 (2021: 2,269,357) shares	201,531	398,702
Sale of 1,275,259 (2021: 4,681,812) shares	209,278	841,552
Adamjee Insurance Company Limited		
Dividend Income	1,552	4,694
Purchase of 65,000 (2021: 2,434,500) shares	2,146	105,102
Sale of 1,099,500 (2021: 5,055,000) shares	41,040	218,019
Adamjee Life Assurance Company Limited		
Purchase of 2,276,604 (2021: Nil) shares	63,745	-
Sale of 816,000 (2021: Nil) shares	20,077	-
Aisha Steel Mills Limited		
Dividend Income	3,700	-
Purchase of 7,287,309 (2021: 21,123,500) shares	109,945	349,621
Sale of 7,740,000 (2021: 12,795,000) shares	148,785	257,184
Arif Habib Limited		
Sale of 68,000 (2021: Nil) shares	6,121	-
D.G. Khan Cement Company Limited		
Dividend Income	1,888	-
Purchase of 6,111,925 (2021: 6,356,080) shares	490,204	720,019
Sale of 2,954,826 (2021: 4,038,600) shares	271,016	442,583
Fatima Fertilizer Company Limited		
Sale of Nil (2021: 4,141,500) shares	-	117,015
Lalpir Power Limited		
Dividend Income	7,191	13,267
Purchase of Nil (2021: 8,668,000) shares	-	118,011
Sale of 7,202,500 (2021: 5,365,500) shares	111,248	76,452

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

Nishat Chunian Limited

Dividend Income	32,344	-
Purchase of 7,688,753 (2021: 1,300,000) shares	374,260	60,765
Sale of 2,141,446 (2021: 1,300,000) shares	103,132	64,527

Nishat Chunian Power Limited

Purchase of Nil (2021: 500,000) shares	-	9,368
Sale of Nil (2021: 476,000) shares	-	9,522

Nishat Mills Limited

Dividend Income	398	5,844
Purchase of 3,151,785 (2021: 4,636,500) shares	262,514	482,362
Sale of 884,500 (2021: 4,636,500) shares	80,806	506,036

Nishat Power Limited

Dividend Income	4,504	-
Purchase of 700,000 (2021: 1,016,500) shares	14,760	29,499
Sale of 1,669,000 (2021: 13,000) shares	31,945	313

Pak Elektron Limited

Purchase of 6,122,000 (2021: 10,153,000) shares	175,264	429,461
Sale of 5,722,000 (2021: 11,053,000) shares	120,350	379,054

Pakgen Power Limited

Purchase of Nil (2021: 602,000) shares	-	14,483
Sale of Nil (2021: 602,000) shares	-	16,576

Power Cement Limited

Purchase of Nil (2021: 18,966,500) shares	-	202,327
Sale of 7,193,000 (2021: 4,549,000) shares	63,266	43,655

12.3 Balances outstanding at period end:

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
Management Company	----- (Rupees in '000) -----	
MCB - Arif Habib Savings and Investment Limited - Management Company		
Remuneration payable	17,496	20,619
Sindh sales tax payable on remuneration	2,275	2,681
Sales load payable including related taxes	450	848
Payable against allocated expense	875	1,031
Payable against marketing and selling expenses	35,058	38,437
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	960	1,113
Sindh sales tax payable on remuneration	125	145
Security deposit	500	500
Group / associated companies		
MCB Bank Limited		
Bank balance	487,548	219,105
Profit receivable on bank balances	2,572	680

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

Adamjee Insurance Company Limited Nil shares (2021: 1,034,500 shares)	-	42,901
Adamjee Life Assurance Company Limited 1,460,604 shares (2021: Nil shares)	28,599	-
Aisha Steel Limited 3,936,309 shares (2021: 4,389,000 shares)	56,053	109,330
Arif Habib Limited Nil shares (2021: 68,000 shares)	-	5,516
D.G. Khan Cement Company Limited 5,008,579 shares (2021: 1,851,480 shares)	380,902	218,327
Lalpir Power Limited Nil shares (2021: 7,202,500 shares)	-	128,637
Nishat Chunian Limited 5,547,307 shares (2021: Nil shares)	288,238	-
Nishat Mills Limited 2,267,285 shares (2021: Nil shares)	194,261	-
Nishat Power Limited Nil shares (2021: 969,000 shares)	-	19,041
Pak Elektron Limited 400,000 shares (2021: Nil shares)	6,612	-
Power Cement Limited Nil shares (2021: 7,193,000 shares)	-	69,125
Arif Habib Limited - Brokerage House Brokerage payable *	587	776

* 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 ENDED MARCH 31, 2022

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e., period end. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

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

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

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

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

14 GENERAL

14.1 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report.

14.2 Figures have been rounded off to the nearest thousand rupee unless otherwise stated.

15 DATE OF AUTHORISATION FOR ISSUE

These interim financial statement were authorised for issue by the Board of Directors of the Management Company in the meeting held on April 20, 2022.

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



Chief Executive Officer



Chief Financial Officer



Director

MCB-Arif Habib Savings and Investments Limited

Head Office: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi

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