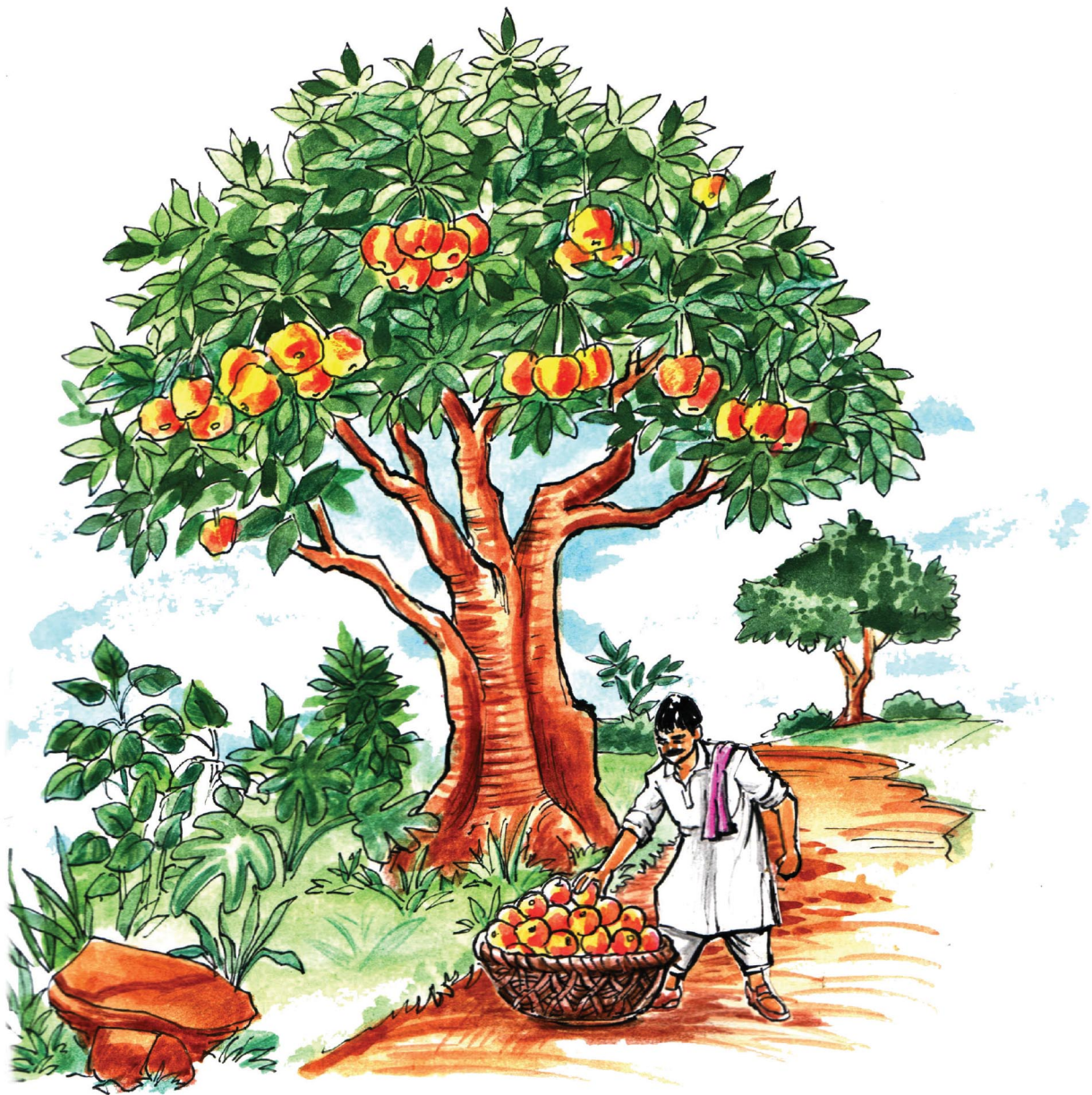


Quarterly Report
March 31, 2016
(Unaudited)



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 and Investments Limited
24th Floor, Centrepont, Off Shaheed-e-Millat Expressway,
Near K.P.T. Interchange, Karachi.

Board of Directors

Mian Muhammad Mansha	Chairman
Mr. Nasim Beg	Vice Chairman
Mr. Muhammad Saqib Saleem	Chief Executive Officer
Dr. Syed Salman Ali Shah	Director
Mr. Haroun Rashid	Director
Mr. Ahmed Jahangir	Director
Mr. Samad A. Habib	Director
Mr. Mirza Mahmood Ahmad	Director

Audit Committee

Mr. Haroun Rashid	Chairman
Mr. Ahmed Jahangir	Member
Mr. Samad A. Habib	Member

Human Resource & Remuneration Committee

Dr. Syed Salman Ali Shah	Chairman
Mr. Nasim Beg	Member
Mr. Haroun Rashid	Member
Mr. Ahmed Jahangir	Member

Company Secretary & Chief Executive Officer Mr. Muhammad Saqib Saleem

Chief Financial Officer Mr. Muhammad Asif Mehdi

Trustee Central Depository Company of Pakistan Limited
CDC House, 99-B Block 'B', S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi-74400

Bankers

MCB Bank Limited
Habib Metropolitan Bank Limited
Bank Al-Falah Limited
United Bank Limited
Bank Al Habib Limited
Summit Bank Limited
Deutsche Bank AG
Standard Chartered Bank (Pakistan) Limited

Auditors Deloitte Yousuf Adil
Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU, Shahrah-e-Faisal, Karachi-75350

Legal Advisor Bawaney & Partners
3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area,
Phase VI, DHA, Karachi.

Transfer Agent MCB-Arif Habib Savings and Investments Limited
24th Floor, Centrepont, Off Shaheed-e-Millat Expressway,
Near K.P.T. Interchange, Karachi.

Rating AM2 + Asset Manager Rating assigned by PACRA

REPORT OF THE DIRECTOR OF MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

Dear Investor,

On behalf of the Board of Directors, I am pleased to present MCB Pakistan Stock Market Fund's accounts review for the nine-month period ended March 31st, 2016.

EQUITIES MARKET OVERVIEW

The local equity market measured by KSE-100 Index retreated 3.7% during 9MFY16 as it could not bear the brunt of the rout in commodities and exodus of foreign investors from global equities. However, there was a marginal recovery posted by the index during 3QFY16, posting a gain of 1.0%. Foreigners selling remained unabated, dumping USD 99 million worth of equities during the third quarter, which took the net selling for 9MFY16 to USD 340 million. The selling during the period was primarily absorbed by NBFCs (USD 107.7 million), Companies (USD 98.0 million), and Individuals (USD 85.3 million), buying a cumulative USD 291 million worth of equities.

Cement sector outshined during the quarter, posting a gain of 12.5% on the back of robust local demand and ever increasing margins. Furthermore, excitement over the potential growth from CPEC lead activities kept the sector in limelight. FrieslandCampina International intention to acquire Engro Foods was the highlighting point of the quarter, which led to improved investor sentiments in the local bourse. As a result, Engro Foods rallied by 23%, while its parent company (Engro Corporation) gained 13% after the news. However, barring Engro Corporation performance, fertilizer sector remained in doldrums, losing 13% of its market capitalization during the quarter. Concerns on the pricing power of the fertilizer sector emerged after international prices went below the local prices for the first time. Commercial banks also heavily underperformed, losing 7.6% during the period, after concerns emerged on further monetary easing along with slow advances growth, as the central bank asserted on borrowing from foreign sources for CPEC related projects.

The trend of the general market is expected to remain buoyant, as news flow on up-gradation of Pakistani market from Frontier to Emerging status is expected to bring fresh flows to the local market. The KSE-100 index trades at a forward P/E ratio of 9.8x against regional P/E ratio of 14.6x (33% discount) and provides a dividend yield of 6.1%. Possible re-entry into the emerging market index remains a key catalyst and can result in re-rating of the index.

FUND PERFORMANCE

During the period, MCBPSM retreated 4.67% compared to a loss of 3.66% witnessed by the KSE100 Index. Overall equity exposure remained above 90% during 9MFY16. The fund remained vigilant of the external factors and the investment strategy was maneuvered considering the fundamental developments. Major sector level changes include decrease in exposure in Oil and Gas Exploration sector and Cements while allocation was increased in Commercial banks and Oil and Gas Marketing Companies.

The Net Assets of the fund as at March 31, 2016 stood at Rs. 6,860 million as compared to Rs. 6,075 million as at June 30 2015 registering an increase of 12.9%.

The Net Asset Value (NAV) per unit as at March 31, 2016 was Rs. 79.34 as compared to opening NAV of Rs. 83.23 per unit as at June 30, 2015 registering a decrease of 3.89 per unit.

FUTURE OUTLOOK

Given current global economic environment, the local economic scorecard is expected to remain stable. The oil prices are expected to remain range bound with Iran having ample ability to pump more crude, along with low probability of major oil producers reaching any agreement to curtail supply. The weak global outlook evident from slow down in China, Bank of Japan and European Central Bank adopting negative interest rates is also a concern for the commodities market. The weak global commodity outlook would keep import bill on the lower end, but as a result recovery in exports may also be delayed.

The average Consumer Price Index is expected to remain below 3% for the year. Whereas, stability in oil prices & exchange rate would allow inflation over the next few quarters to remain well anchored in the range of 4.5%-5.0% thus a stable monetary policy environment with potential for slight easing subject to stability in external flows looks likely.

Fiscal deficit is expected to remain within target and economic growth seems achievable with enough room for the government to bring required structural changes in the economy.

REPORT OF THE DIRECTOR OF MANAGEMENT COMPANY FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

The Pakistani rupee is expected to show further resilience backed by strong foreign inflows lined up for next year.

Although, remittances have shown resilience but potential threat is present if any trouble of gulf economies is passed on to labor markets. Similarly, the incumbent government's aggressive plans for power sector would also weigh on the import bill with extensive import of power machinery keeping current account in check.

The macro stability along with China Pakistan Economic Corridor is expected to provide impetus to the construction and power space. Furthermore, expansionary cycle along with stable interest rate environment is expected to provide better global positioning compared with other emerging market economies. Construction sector is expected to remain the proxy for infrastructure led economic growth. Long term stability in oil prices is expected to provide impetus to exploration & production sector driven by exploration growth. Banks are expected to gain limelight once life after PIB maturity becomes clear and focus is on the attractive Price to Book ratios. The up gradation into the emerging markets index would remain a major impetus for KSE-100 index and could lead to re-rating of market towards higher multiples.

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 18, 2016

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2016

		(Un-audited) March 31, 2016	(Audited) June 30, 2015
	Note	----- (Rupees in '000) -----	
ASSETS			
Balances with banks		222,941	390,276
Investments	5	6,566,884	5,949,763
Receivable against sale of investments		227,844	60,429
Dividend and profit receivable		82,832	11,089
Advances and security deposits	6	7,151	7,677
Total assets		7,107,652	6,419,234
LIABILITIES			
Payable to the Management Company		15,756	15,124
Payable to the Central Depository Company of Pakistan Limited - Trustee		782	591
Payable to the Securities and Exchange Commission of Pakistan		4,934	4,481
Payable against purchase of investments		46,750	140,053
Accrued expenses and other liabilities	7	179,087	183,140
Payable against redemption of units		386	839
Total liabilities		247,695	344,228
NET ASSETS		6,859,957	6,075,006
Unit holders' funds (as per statement attached)		6,859,957	6,075,006
Contingencies and commitments	8		
		(Number of units)	
NUMBER OF UNITS IN ISSUE		86,459,822	72,988,975
		(Rupees)	
NET ASSETS VALUE PER UNIT		79.34	83.23

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

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

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

		Nine months ended March 31,		Quarter ended March 31,	
		2016	2015	2016	2015
Note		(Rupees in '000)			
INCOME					
		(48,592)	679,098	(195,845)	466,498
		240,395	165,032	90,983	85,634
		10,911	12,141	8,522	938
		15,660	12,684	4,962	4,276
		218,374	868,955	(91,378)	557,346

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

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

Chief Executive Officer

Director

**CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016**

	Nine months ended March 31,		Quarter ended March 31,	
	2016	2015	2016	2015
	----- (Rupees in '000') -----			
Undistributed income brought forward	2,232,950	748,718	3,171,662	1,461,451
Net element of income/(loss) and capital gains/(losses) included in the prices of units issued less those in units redeemed - transferred from unit holder's fund	443,949	75,396	(126,963)	46,025
Net income/(loss) for the period	178,652	790,685	(189,148)	107,323
	622,601	866,081	(316,111)	153,348
Undistributed income carried forward	2,855,551	1,614,799	2,855,551	1,614,799

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

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

Chief Executive Officer

Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016**

	Nine months ended		Quarter ended	
	March 31,		March 31,	
	2016	2015	2016	2015
	----- (Rupees in '000) -----			
Net assets at beginning of the period	6,075,006	3,729,868	7,312,027	4,565,531
Issue of 59,203,556 (2015:30,580,380) units and 19,255,771 (2015: 13,067,513) units for the nine months and quarter ended respectively	4,729,222	2,214,529	1,477,148	1,052,025
Redemption of 45,732,709 (2015: 25,504,436) units and 23,801,694 (2015: 10,450,145) units for the nine months and quarter ended respectively	(3,564,950)	(1,820,197)	(1,840,558)	(832,033)
	1,164,272	394,332	(363,410)	219,992
Net element of (income)/loss and capital (gains)/losses included in prices of units issued less those in units redeemed :				
- amount representing (income)/loss and capital (gains)/losses transferred to the Income Statement				
Arising from capital (gain)/loss and unrealised (gain)/loss	(56,669)	(69,681)	5,049	(48,905)
Arising from other income	9,888	4,546	4,102	5,809
- amount representing (income)/loss and capital gains/(losses) that forms part of the unit holder's fund transferred to Distribution Statement	(443,949)	(75,396)	126,963	(46,025)
	(490,730)	(140,531)	136,114	(89,121)
Net element of income/(loss) and capital gains/(losses) included in prices of units issued less those in units redeemed - amount representing unrealised income	443,949	75,396	(126,963)	46,025
Capital (loss)/gain on sale of investments - net	(48,592)	679,098	(195,845)	466,498
Unrealised appreciation / (diminution) on re-measurement of investment classified as fair value through profit or loss - net	79,320	208,383	(31,333)	(247,521)
Other income for the period - net	147,924	113,877	38,030	83,703
Unrealised (diminution) / appreciation in fair value of investments classified as 'available for sale during the period' - net	(511,192)	(210,673)	91,337	(195,357)
Total comprehensive (loss)/income for the period	(332,540)	790,685	(97,811)	107,323
Net assets at end of the period	6,859,957	4,849,750	6,859,957	4,849,750

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

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

Chief Executive Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

	Nine months ended March 31,		Quarter ended March 31,	
	2016	2015	2016	2015
	(Rupees in '000)			
A. CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period	178,652	1,001,358	(189,148)	302,680
<i>Adjustments for:</i>				
Element of (income)/loss and capital (gains)/losses included in prices of units issued less those in units redeemed				
Arising from capital (gain)/loss and unrealised (gain)/loss	(56,669)	(69,681)	4,817	(48,905)
Arising from other income	9,888	4,546	4,334	5,809
Provision for Workers' Welfare Fund	-	20,436	-	6,177
Unrealised (appreciation)/diminution on re-measurement of investments classified as at fair value through profit or loss - net	(79,320)	(208,383)	31,333	247,521
	<u>52,551</u>	<u>748,276</u>	<u>(148,664)</u>	<u>513,282</u>
(Increase) / decrease in assets				
Investments	(1,048,993)	(1,443,303)	342,001	(971,057)
Receivable against sale of investments	(167,415)	(159,053)	(185,234)	(187,285)
Dividend and profit receivable	(71,743)	(72,146)	(79,114)	(79,190)
Advances and security deposits	526	43,678	2	16
	<u>(1,287,625)</u>	<u>(1,630,824)</u>	<u>77,655</u>	<u>(1,237,516)</u>
Increase / (decrease) in liabilities				
Payable to the Management Company	632	2,489	(157)	631
Payable to the Central Depository Company of Pakistan Limited - Trustee	191	161	(8)	76
Payable to the Securities and Exchange Commission of Pakistan	453	252	1,658	1,231
Payable against purchase of investments	(93,303)	266,396	25,007	110,291
Accrued expenses and other liabilities	(4,053)	60,941	4,660	60,941
Payable against redemption of units	(453)	21,728	-	9,789
	<u>(96,533)</u>	<u>351,967</u>	<u>31,160</u>	<u>182,959</u>
Net cash (used in)/generated from operating activities	A	(1,331,607)	(530,581)	(541,275)
B. CASH FLOWS FROM FINANCING ACTIVITIES				
Cash received from units sold	4,729,222	2,214,529	1,477,148	1,052,025
Cash paid on units redeemed	(3,564,950)	(1,820,197)	(1,840,558)	(832,033)
Net cash generated from / (used in) financing activities	B	1,164,272	394,332	219,992
Net decrease in cash and cash equivalents during the period	A + B	(167,335)	(136,249)	(321,283)
Cash and cash equivalents at beginning of the period		390,276	385,178	626,200
Cash and cash equivalents at end of the period		<u>222,941</u>	<u>248,929</u>	<u>222,941</u>

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

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

Chief Executive Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** MCB Pakistan Stock Market Fund ("the Fund") was established under a Trust Deed executed between Arif Habib Investments Limited (now MCB-Arif Habib Savings and Investments Limited) as Management Company and Central Depository Company of Pakistan Limited (CDC) as 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)].
- 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 24th Floor, Centre Point, Off. Shaheed-e-Millat Expressway, Near KPT interchange, 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 to the Fund. The units are listed on the Pakistan Stock Exchange (PSE) formerly listed on Karachi Stock Exchange (KSE).
- 1.4** The Fund primarily invests in listed equity securities. It also invests in cash instruments and treasury bills not exceeding 90 days in maturities.
- 1.5** The Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of AM2+ to the management company dated April 7, 2015 and 4-Star as performance ranking to the Fund dated August 13, 2015 .
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. STATEMENT OF COMPLIANCE

- 2.1** This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP) shall prevail.
- 2.2** This condensed interim financial information comprises of condensed interim statement of assets and liabilities, condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof. 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'. It does not include all the information and disclosures made in the annual published financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2015. Comparative information of the condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement for the quarters ended March 31, 2016 and March 31, 2015 are un-audited and have been included to facilitate comparison.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

- 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. However, a limited scope review has Code of Corporate Governance.
- 2.4** This condensed interim financial information is presented in Pak Rupees, which is the functional and presentation currency of the Fund and has been rounded off to the nearest thousand rupees, unless otherwise specified.
- 2.5** The directors of the Management Company declare that this condensed interim financial information give a true and fair view of the Fund.

3. SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

The accounting policies and methods of computation adopted in preparation of this condensed interim financial information are same as those applied in preparation of financial statements of the Fund as at and for the half year ended Dec 31, 2015.

4. FINANCIAL RISK MANAGEMENT

The Fund's risk management objectives and policies are consistent with that disclosed in the financial statements of the Fund as at and for the year ended June 30, 2015.

5. INVESTMENTS

INVESTMENTS		(Unaudited)	(Audited)
		March, 31	June, 30
		2016	2015
	Notes	----- (Rupees in '000) -----	
Available for sale			
Listed equity securities	5.1	6,304,336	5,129,077
Preference shares - unlisted		-	27,788
At fair value through profit or loss - held for trading			
Listed equity securities	5.2	262,548	792,898
Government securities	5.3	-	-
		262,548	792,898
		6,566,884	5,949,763

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

5.1 Listed equity securities - Available for sale

Name of the Investee Company	As at July 1, 2015	Purchases during the period	Bonus / right Issue during the period	Sales during the period	As at March 31, 2016	As at March 31, 2016			Market value as percentage of net assets	Market value as percentage of total investments	Market value as percentage of total paid up capital of the investee company
						Carrying Value	Market value	Appreciation/ (diminution)			
-----Rupees in '000'----- % -----											
Shares of listed companies - fully paid ordinary shares / certificates of Rs. 10 each unless stated otherwise											
AUTOMOBILE ASSEMBLER											
Honda Atlas Cars(Pakistan) Limited	-	68,000	-	68,000	-	-	-	-	0.00%	0.00%	0.00%
Indus Motors Company Limited	114,400	25,000	-	127,250	12,150	12,179	11,509	(670)	0.17%	0.18%	0.02%
Pak Suzuki Motor Company Limited	223,700	-	-	223,700	-	-	-	-	0.00%	0.00%	0.00%
						12,179	11,509	(670)	0.17%	0.18%	
AUTOMOBILES PARTS AND ACCESSORIES											
Thail Limited (Par value of Rs. 5)	-	608,100	-	-	608,100	176,972	154,889	(22,083)	2.26%	2.36%	0.75%
						176,972	154,889	(22,083)	2.26%	2.36%	
CABLE AND ELECTRICAL GOODS											
Pak Elektron Limited	2,897,500	3,429,000	375,000	5,697,500	629,000	34,032	38,036	4,004	0.55%	0.58%	0.16%
Pak Elektron Limited (Right options)	-	-	-	375,000	-	-	-	-	-	-	-
						34,032	38,036	4,004	0.55%	0.58%	
CHEMICALS											
ICI Pakistan Limited	327,850	116,300	-	-	444,150	188,065	190,962	2,897	2.78%	2.91%	0.48%
Linde Pakistan Limited	41,900	-	-	-	41,900	8,524	4,279	(4,245)	0.06%	0.07%	0.17%
						196,589	195,241	(1,348)	2.84%	2.98%	
CONSTRUCTION AND MATERIALS (CEMENT)											
Cheerat Cement Company Limited	-	936,500	-	-	936,500	86,060	101,058	14,998	1.47%	1.54%	0.53%
* D.G. Khan Cement Company Limited	1,517,000	950,000	-	2,467,000	-	-	-	-	0.00%	0.00%	0.00%
Fauji Cement Company Limited	3,459,500	4,150,000	-	7,558,500	51,000	1,878	2,137	259	0.03%	0.03%	0.00%
Kohat Cement Limited	-	471,000	-	-	471,000	114,969	122,479	7,510	1.79%	1.87%	0.03%
Lucky Cement Limited	50,000	646,700	-	98,200	598,500	311,805	322,059	10,254	4.69%	4.90%	0.19%
Maple Leaf Cement Factory Limited	1,156,500	1,101,000	-	2,230,500	27,000	2,068	2,490	422	0.04%	0.04%	0.01%
Pioneer Cement Limited	2,612,000	933,500	-	986,500	2,559,000	229,710	253,136	23,426	3.89%	3.89%	1.13%
						746,489	803,359	56,870	11.71%	12.23%	
COMMERCIAL BANKS											
Allied Bank Limited	-	936,300	-	483,000	453,300	45,110	41,704	(3,406)	0.61%	0.64%	4.00%
Habib Bank Limited	614,688	4,121,600	-	2,388,900	2,347,388	428,510	402,671	(25,840)	5.87%	6.13%	16.00%
Habib Metropolitan Bank Limited	1,100,000	-	-	1,100,000	-	-	-	-	-	-	-
JS Bank Limited	9,047,500	4,000,000	-	50,000	12,997,500	100,052	89,683	(10,369)	1.31%	1.37%	121.00%
* MCB Bank Limited	-	967,800	-	505,600	462,200	99,702	95,227	(4,475)	1.39%	1.45%	4.00%
United Bank Limited	450,000	5,259,700	-	3,620,400	2,089,300	323,398	315,944	(7,455)	4.61%	4.81%	17.00%
						996,773	945,228	(51,544)	13.79%	14.40%	
ENGINEERING											
Amnelt Steels Limited	-	2,062,937	-	1,218,937	844,000	43,317	44,031	714	0.64%	0.67%	28.00%
Crescent Steel & Allied Products Limited	300,000	417,300	-	694,400	22,900	2,662	2,693	31	0.04%	0.04%	3.00%
Crescent Steel and Allied Products Limited (Right options)	-	-	69,500	69,500	-	-	-	-	-	-	-
International Steels Limited	1,261,000	162,500	-	250,000	1,173,500	33,007	34,114	1,107	0.50%	0.52%	27.00%
* Mughal Iron & Steel Industries Limited	1,568,000	721,000	235,200	2,381,200	143,000	9,714	9,785	71	0.14%	0.15%	11.00%
						88,699	90,623	1,924	1.32%	1.38%	
FERTILIZER											
Dawood Hercules Chemicals Limited	-	1,606,200	-	1,606,200	-	-	-	-	-	-	-
Engro Fertilizer Limited	-	3,556,000	-	3,217,500	338,500	23,105	23,522	418	0.34%	0.36%	3.00%
Engro Corporation Limited	1,326,700	1,420,000	-	1,764,700	982,000	285,211	310,017	24,807	4.52%	4.72%	19.00%
Fatima Fertilizer Limited	78,000	3,596,000	-	3,674,000	-	-	-	-	0.00%	0.00%	0.00%
Fauji Fertilizer Company Limited	1,987,800	-	-	1,987,800	-	-	-	-	-	-	-
Fauji Fertilizer Bin Quaim Limited	-	1,028,500	-	1,028,500	-	-	-	-	-	-	-
						308,315	333,539	25,224	4.86%	5.08%	
FOOD AND PERSONAL CARE PRODUCTS											
Al-Shaheer Corporation Limited	-	585,500	181,825	61,500	705,825	45,432	37,726	(7,706)	0.55%	0.57%	57.00%
Engro Foods Limited	-	819,300	-	815,500	3,800	613	605	(8)	0.01%	0.01%	0.00%
Quee Food Industries Limited	4,897,500	-	-	4,001,000	896,500	7,392	7,109	(283)	0.10%	0.11%	91.00%
						53,437	45,441	(7,997)	0.66%	0.69%	

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

Name of the Investee Company	As at July 1, 2015	Purchases during the period	Bonus / right Issue during the period	Sales during the period	As at March 31, 2016	As at March 31, 2016			Market value as percentage of net assets	Market value as percentage of total investments	Market value as percentage of total paid up capital of the investee company
						Carrying Value	Market value	Appreciation/ (diminution)			
-----Rupees in '000'-----											
Shares of listed companies - fully paid ordinary shares / certificates of Rs. 10 each unless stated otherwise											
GLASS AND CERAMICS											
Ghani Glass Limited	451,500	-	-	451,500	-	-	-	-	-	-	2.09%
Tariq Glass Industries Limited	115,000	1,418,000	-	-	1,533,000	99,327	86,615	(12,712)	1.26%	1.32%	
						99,327	86,615	(12,712)	1.26%	1.32%	
INSURANCE											
* Adamee Insurance Company Limited	-	450,000	-	450,000	-	-	-	-	0.00%	0.00%	
IGI Insurance Limited	231,100	244,600	-	400,000	75,700	16,928	16,730	(198)	0.24%	0.25%	0.00%
						16,928	16,730	(198)	0.24%	0.25%	6.00%
LEATHER AND TANNERIES											
Bata Pakistan Limited	280	740	-	360	660	2,093	2,309	216	0.03%	0.04%	0.01%
						2,093	2,309	216	0.03%	0.04%	
OIL AND GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	316,850	181,850	-	140,350	358,350	217,352	251,730	34,378	3.67%	3.83%	33.00%
Oil & Gas Development Company Limited	2,862,300	2,360,800	-	625,300	4,597,800	710,153	526,172	(183,981)	7.67%	8.01%	11.00%
Pakistan Oilfields Limited	997,100	809,400	-	1,428,400	378,100	97,556	97,554	(2)	1.42%	1.49%	16.00%
** Pakistan Petroleum Limited	1,629,000	534,800	-	658,832	1,504,968	230,245	192,817	(37,428)	2.81%	2.94%	8.00%
						1,255,306	1,068,273	(187,034)	15.57%	16.27%	
OIL AND GAS MARKETING COMPANIES											
Attock Petroleum Limited	-	246,550	-	-	246,550	118,281	106,224	(12,057)	1.55%	1.62%	0.03%
Hi-Tech Lubricants	-	2,104,000	-	-	2,104,000	123,113	119,991	(3,122)	1.75%	1.83%	1.81%
Pakistan State Oil Company Limited	639,500	492,600	-	182,700	949,400	351,276	333,467	(17,809)	4.86%	5.08%	0.00%
Sui Northern Gas Pipelines Limited	-	5,217,000	-	5,217,000	-	-	-	-	0.00%	0.00%	0.035%
Sui Southern Gas Company Limited	1,314,500	-	-	1,314,500	-	-	-	-	0.00%	0.00%	0.00%
						592,670	559,682	(32,988)	8.16%	8.53%	
PAPER AND BOARD											
Cherat Packaging Limited	507,300	22,000	39,698	1,002	567,996	105,079	155,790	50,711	2.27%	2.37%	1.92%
** Cherat Packaging Limited right options Packages Limited	510,000	351,250	39,697	39,698	408,700	232,996	213,345	(19,651)	3.11%	3.25%	0.46%
						338,075	369,135	31,060	5.38%	5.62%	
PERSONAL GOODS (TEXTILE)											
* Nishat Mills Limited	-	2,175,000	-	1,100,000	1,075,000	103,925	102,996	(929)	1.50%	1.57%	0.31
						103,925	102,996	(929)	1.50%	1.57%	
POWER GENERATION & DISTRIBUTION											
Altern Energy Limited	-	327,000	-	-	327,000	11,844	10,166	(1,678)	0.15%	0.15%	0.09%
Hub Power Company Limited	99,000	4,200,700	-	1,164,000	3,135,700	327,806	327,806	1,616	4.78%	4.99%	0.27%
Kot Addu Power Company Limited	-	3,543,000	-	-	3,543,000	309,486	273,413	(36,073)	3.99%	4.16%	0.40%
K-Electric Limited (Par value of Rs. 3.5)	-	21,963,500	-	2,500	21,961,000	179,105	155,923	(23,182)	2.27%	2.37%	0.08%
* Lalpur Power Limited	6,050,000	2,349,000	-	-	8,399,000	281,581	209,640	(71,941)	3.06%	3.19%	2.21%
** Pakgen Power Limited	5,667,500	-	-	-	5,667,500	174,163	152,909	(21,254)	2.23%	2.33%	1.52%
						1,282,370	1,129,857	(152,513)	16.48%	17.19%	
PHARMACEUTICALS											
Abbott Laboratories Pakistan	-	130,000	-	-	130,000	82,595	86,080	3,485	1.25%	1.31%	0.13%
Searle Company Limited	-	525,230	60,969	290,000	296,199	100,508	130,176	29,668	1.90%	1.98%	0.24%
Searle Company Limited (Right options)	-	-	12,930	12,930	-	-	-	-	-	-	-
						183,104	216,256	33,153	3.15%	3.29%	
REFINERY											
National Refinery Limited	366,600	-	-	366,600	-	-	-	-	-	-	-
SUGAR AND ALLIED INDUSTRIES											
Habib Sugar Mills Limited	163,000	28,000	-	167,000	24,000	1,002	767	(235)	0.01%	0.01%	0.02%
						1,002	767	(235)	0.01%	0.01%	
TECHNOLOGY AND COMMUNICATIONS											
Hum Network Limited (Par value of Rs. 1)	-	2,651,000	-	-	2,651,000	47,379	24,919	(22,460)	0.36%	0.38%	0.28%
Systems Limited	1,178,250	604,000	-	-	1,782,250	87,709	108,931	21,222	1.59%	1.66%	1.61%
						135,089	133,850	(1,238)	1.95%	2.04%	
						6,623,374	6,304,335	(319,039)	92%	96%	
Total at March 31, 2016						4,936,924	5,129,077	192,153	84%	86%	
Total at June 30, 2015											

* These represent transactions with related parties

**

The above include shares with a market value aggregating to Rs. 128.12 million which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular no. 11 dated October 23, 2007 issued by the SEC.

*** These represent right share options received and exercised during the period. 7.5% right issue at exercise price of Rs. 140 (inclusive of premium of Rs. 130) was announced by Cherat Packaging Limited on October 15, 2015.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

5.2 Listed equity securities at fair value through profit or loss - held for trading

Name of the Investee Company	As at July 1, 2015	Purchases during the period	Bonus / right Issue during the period	Sales during the period	As at March 31, 2016	As at March 31, 2016			Market value as percentage of net assets	Market value as percentage of total investments	Market value as percentage of total paid up capital of the investee company
						Carrying Value	Market value	Appreciation/ (diminution)			
Shares of listed companies - fully paid ordinary shares / certificates of Rs. 10 each unless stated otherwise											
AUTOMOBILE ASSEMBLER											
Millat Tractors Limited	17,097	-	-	17,000	97	67	51	(16)	0.00%	0.00%	0.00%
Pak Suzuki Motor Company Limited	309,500	-	-	309,500	-	-	-	-	0.00%	0.00%	0.00%
						67	51	(16)	0.00%	0.00%	
AUTOMOBILES PARTS AND ACCESSORIES											
Thiall Limited (Par value of Rs. 5)	104,100	-	-	-	104,100	29,713	26,515	(3,198)	0.39%	0.40%	0.13%
						29,713	26,515	(3,198)	0.39%	0.40%	
CABLE AND ELECTRICAL GOODS											
Pak Elektron Limited	976,000	-	-	976,000	-	-	-	-	-	-	0.00%
						-	-	-	-	-	
CONSTRUCTION AND MATERIAL (CEMENT)											
Maple Leaf Cement Factory Limited	3,322,500	-	-	2,813,500	509,000	39,987	46,935	6,948	0.68%	0.71%	0.00
						39,987	46,935	6,948	0.68%	0.71%	
COMMERCIAL BANKS											
Habib Metropolitan Bank Limited	3,050,000	-	-	3,050,000	-	-	-	-	-	-	-
Soneri Bank Limited	460,500	-	-	175,000	285,500	3,549	3,997	448	0.06%	0.06%	0.00
						3,549	3,997	448	0.06%	0.06%	
ENGINEERING											
International Industries Limited	571,500	-	-	571,500	-	-	-	-	-	-	-
AI-Shaheer Corporation Limited	1,498,500	2,500	-	407,800	1,093,200	56,874	128,538	71,664	1.87%	1.96%	0.01
Crescent Steel and Allied Products Limited (Right options)	-	-	374,625	374,625	-	-	-	-	-	-	-
						56,874	128,538	71,664	1.87%	1.96%	
FERTILIZER											
Engro Corporation Limited	51,700	50,000	-	50,000	51,700	15,833	16,322	489	0.24%	0.25%	0.00
Fauji Fertilizer Bin Qasim Limited	-	600,500	-	600,500	-	-	-	-	-	-	-
						15,833	16,322	489	0.24%	0.25%	
FOOD & PERSONAL CARE PRODUCTS											
Al-Shaheer Corporation Limited	-	12,500	-	12,500	-	-	-	-	-	-	-
Engro Foods Limited	-	150,000	-	150,000	-	-	-	-	0.00%	0.00%	-
						-	-	-	0.00%	0.00%	
INSURANCE											
IGI Insurance Limited	178,067	-	-	-	178,067	36,484	39,353	2,869	0.57%	0.60%	0.00
Pakistan Reinsurance Company Limited	125	-	-	-	125	4	4	-	0.00%	0.00%	0.00
						36,488	39,357	2,869	0.57%	0.60%	
LEATHER AND TANNERIES											
Bata Pakistan Limited	2,340	-	-	2,340	-	-	-	-	0.00%	0.00%	-
						-	-	-	0.00%	0.00%	

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

Name of the Investee Company	As at July 1, 2015	Purchases during the period	Bonus / right Issue during the period	Sales during the period	As at March 31, 2016	As at March 31, 2016			Market value as percentage of total investments	Market value as percentage of capital of the investee company	
						Carrying Value	Market value	Appreciation/ (diminution)			
Shares of listed companies - fully paid ordinary shares / certificates of Rs. 10 each unless stated otherwise											
Rupees in '000'											
%											
Oil and Gas Exploration Companies											
Pakistan Petroleum Limited	32	-	-	-	32	5	4	(1)	0.00%	0.00%	0.00
						5	4	(1)	0.00%	0.00%	
Oil and Gas Marketing Companies											
Attock Petroleum Limited	552	-	-	-	552	313	238	(75)	0.00%	0.00%	0.00
						313	238	(75)	0.00%	0.00%	
Paper and Board											
Cherat Packaging Limited	2,000	-	150	-	2,150	398	590	192	0.01%	0.01%	0.00
Cherat Packaging Limited right options	-	-	150	150	-	-	-	-	-	-	-
						398	590	192	0.01%	0.01%	
Power Generation & Distribution											
Hub Power Company Limited	424	-	-	424	-	-	-	-	-	-	-
						-	-	-	-	-	
Total at March 31, 2016											
						183,227	262,547	79,320	4%	4%	
Total at June 30, 2015											
						582,641	792,898	210,257	13%	13%	

* These represent right share options received and exercised during the period. 7.5% right issue at exercise price of Rs. 140 (inclusive of premium of Rs. 130) was announced by Cherat Packaging Limited on October 15, 2015.

5.3

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

Issue date	Tenor	Face value				As at March 31, 2016			Market value as percentage of total investments
		As at July 1, 2015	Purchases during the period	Sales / matured during the period	As at March 31, 2016	Cost	Market value	Appreciation / (diminution)	
(Rupees in '000)									
%									
Treasury Bills									
January 8, 2015	12 months	-	137,000	-	-	-	-	-	-
January 22, 2015	12 months	-	1,350,000	-	-	-	-	-	-
June 25, 2015	3 months	-	500,000	-	-	-	-	-	-
September 17, 2015	3 months	-	400,000	-	-	-	-	-	-
December 10, 2015	3 months	-	550,000	-	-	-	-	-	-
July 1, 2016	3 months	-	300,000	-	-	-	-	-	-
January 21, 2016	3 months	-	250,000	-	-	-	-	-	-
August 20, 2015	6 months	-	250,000	-	-	-	-	-	-
October 15, 2015	6 months	-	200,000	-	-	-	-	-	-
Total as at March 31, 2016									
Total as at June 30, 2015									

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

		(Un-audited) March, 31 2016	(Audited) June, 30 2015
	Note	------(Rupees in '000)-----	
5.4 Unrealized (diminution) / appreciation on remeasurement of investments classified as 'available-for-sale' - net			
Market value of investments	5.1	6,304,335	5,129,077
Cost of investments	5.1	<u>6,623,374</u>	<u>4,936,924</u>
		(319,039)	192,153
Less: Net unrealized appreciation in value of investments classified as 'available for sale' at beginning of the year		<u>192,153</u>	(522)
		<u>(511,192)</u>	<u>192,675</u>
6. ADVANCES AND SECURITY DEPOSITS			
Advance tax		3,895	3,896
Security deposits - National Clearing Company of Pakistan Limited		2,500	3,025
- Central Depository Company of Pakistan Limited		500	500
Others		<u>256</u>	<u>256</u>
		<u>7,151</u>	<u>7,677</u>
7. ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Workers' Welfare Fund	7.1	107,634	107,634
Federal Excise Duty and related tax on:			
- Management fee	7.2	47,942	28,299
- Sales load		3,535	2,203
Unclaimed dividend		9,838	10,002
Brokerage		7,021	6,889
Auditors' remuneration		401	554
Withholding tax on dividend and others		1,124	26,287
Printing and related expenditure		323	368
Zakat		580	575
Other		<u>689</u>	<u>329</u>
		<u>179,087</u>	<u>183,140</u>

- 7.1** The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance), whereby the definition of 'Industrial Establishment' had been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment, all Collective Investment Schemes (CISs) / mutual funds whose income exceeds Rs.0.5 million in a tax year had been brought within the scope of the WWF Ordinance thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain Collective Investment Schemes (CISs) through their trustees in the Honourable Sindh High Court (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In 2011, a single judge of the Lahore High Court (LHC) issued a judgment in response to a petition in similar case whereby the amendments introduced in WWF Ordinance through Finance Acts, 2006 and 2008 were declared unconstitutional and therefore struck down. However in 2013, the Larger Bench of SHC issued a judgment in response to a petition in another similar case in which it is held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity. In 2014, the Peshawar High Court (PHC) has also held these amendments to be ultra vires as they lacked the essential mandate to be introduced and passed through the Money Bill under the Constitution.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

The Finance Act 2015 incorporated an amendment in WWF Ordinance by excluding Collective Investment Schemes (CIS) from the definition of Industrial Establishment, and consequently CIS are no more liable to pay contribution to WWF with effect from July 01, 2015. Owing to the fact that the decision of SHC on the applicability of WWF (till June 30, 2015) to the CISs is currently pending for adjudication, the Management Company has decided to retain provision of WWF in its books of account and financial statements till June 30, 2015 which aggregates to Rs. 107.63 million. Had the said provision of WWF not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Rs. 1.24 per unit.

- 7.2** The Finance Act 2013 introduced an amendment to Federal Excise Act 2005 whereby, with effect from June 13, 2013, Federal Excise Duty (FED) has been imposed at the rate of 16% of the services rendered by assets management companies. The Management Company is of the view that since the remuneration and sales load are already subject to provincial sales tax at the rate of 15%, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. In this regard, a Constitutional Petition has been filed by certain CISs through their trustees in the Honourable Sindh High Court (SHC), challenging the levy of Federal Excise Duty on Asset Management Company services after the eighteenth amendment in the Constitution of Pakistan. In this respect, the SHC has issued a stay order against the recovery of FED and the hearing of the petition is still pending. The management, being prudent, has decided to retain and continue accruing FED and related additional taxes in the books of account aggregating to Rs. 47.94 million as at March 31, 2016 which includes charge for the period amounting to Rs. 16.62 million. In case, the suit is decided against the Fund the funds would be paid to the Management Company, which will be responsible for submitting these to the taxation authorities. Had the said provision of FED and related additional taxes were not been recorded in the books of account of the Fund, the NAV of the Fund would have been higher by Rs. 0.55 per unit as at March 31, 2016.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2016 and June 30, 2015.

9. SINDH SALES TAX ON REMUNERATION OF TRUSTEE

The Sindh Revenue Board through Circular No. SRB 3-4/TP/01/2015/86554 dated June 13th, 2015 has amended the definition of services of shares, securities and derivatives and included the custodianship services as well. Accordingly, Sindh Sales Tax of 14% on such services is also chargeable on Trustee fee which is now covered under the section 2(79A) of the Sindh Finance Bill 2010 amended up to 2015.

Accordingly the Fund has made an accrual of Rs. 0.83 million on account of Sindh Sales Tax on services chargeable on custodianship services.

10. ALLOCATED EXPENSE

The SECP via SRO 1160 dated November 25, 2015 amended clause 60 of NBFC Regulations, 2008. The said clause entitled the Management Company to reimbursement of fees and expenses related to registrar services, accounting, operation and valuation services related to CIS up to a maximum of 0.1% of average annual net assets of the scheme or actual whichever is less.

11. TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute at least 90% of the income earned during the year by the Fund to the unit holders. Accordingly, no provision has been made in this condensed interim financial statement.

12. EARNINGS PER UNIT

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

13. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons of the Fund include the Management Company, other collective investment schemes being managed by the Management Company, MCB Bank Limited being the holding company of the Management Company, the Trustee, directors and key management personnel, other associated undertaking and unit holders holding more than 10% units of the Fund.

Remuneration to the Management Company and the Trustee are determined in accordance with the provisions of the NBFC Regulations and the Trust Deed of the Fund. All other transactions with connected persons are in the normal course of business and carried out on agreed terms.

	Nine months ended March 31,		Quarter ended March 31,	
	2016	2015	2016	2015
	----- (Rupees in '000) -----			
13.1 Details of transactions with related parties / connected persons				
MCB - Arif Habib Savings and Investment Limited - Management Company				
Remuneration including indirect taxes	137,364	87,192	46,141	34,552
Issue of 256,591 (2015: 850,541) units and Nil (2015: 459,787) units for the nine months and quarter ended respectively	19,980	61,996	-	25,000
Redemption of Nil (2015: 99,263) units and Nil (2015: 99,236) units for the nine months and quarter ended respectively	-	7,000	-	7,000
Payment of conversion cost	1,136	-	-	-
Allocated expense	2,771	-	1,989	-
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the trustee including indirect taxes	6,777	4,017	2,272	1,540
CDS charges	624	1,636	179	1,255
Arif Habib Capital Limited				
Brokerage*	-	1,488	(742)	-
Arif Habib Limited				
Brokerage*	1,313	2,114	1,313	2,114
Next Capital Limited				
Brokerage*	1,053	1,660	435	806

	Nine months ended March 31,		Quarter ended March 31,	
	2016	2015	2016	2015
	(Rupees in '000)			
MCB Bank Limited				
Bank charges	106	45	23	15
Mark-up income	3,679	8,962	400	2,556
Dividend income	3,200	3,158	729	782
D.G Khan Cement Company Limited				
Dividend income	60	5,486	60	(5,486)
Nishat Mills Limited				
Dividend income	-	2,900	-	(2,900)
Nishat Power Limited				
Dividend income	-	299	-	(299)
Nishat Chunian Limited				
Dividend income	-	-	-	(2)
Adamjee life Assurance Company Limited - IMF				
Issue of 7,909,005 (2015: 768,806) units and 4,499,872 (2015: Nil) units for the nine months and quarter ended respectively	641,000	62,000	350,000	50,000
Dividend income	675	-	-	-
Directors and executive of the Management Company				
Issue of 251,315 (2015: 403,140) units and 11,340 (2015: 118,551) units for the nine months and quarter ended respectively	20,435	16,014	867	4,028
Redemption of 237,373(2015: 297,653) units and 131,028 (2015: 48,845) units for the nine months and quarter ended respectively	18,907	12,447	10,353	4,629
	Nine months ended March 31,		Quarter ended March 31,	
	2016	2015	2016	2015
	(Rupees in '000)			
Mandate Under Discretionary Portfolio Services				
Issue of 3,086,208(2015: 2,638,203) units and 1,346,930 (2015: 1,388,274) units for the nine months and quarter ended respectively	248,055	196,927	103,600	115,098
Redemption of 5,808,059 (2015: 971,541) units and 399,908 (2015: 651,552) units for the nine months and quarter ended respectively	450,902	73,347	29,850	59,000
MCB Employees Provident Fund				
Redemption of 4,189,296 (2015: Nil) units and 4,189,296 (2015: Nil) units for the nine months and quarter ended respectively	329,907	-	329,907	-
MCB Employees Pension Fund				
Redemption of 3,210,371 (2015: Nil) units and 3,210,371 (2015: Nil) units for the nine months and quarter ended respectively	252,817	-	252,817	-

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MCB PAKISTAN STOCK MARKET FUND

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016**

13.2 Amounts outstanding as at the period / year end	(Unaudited) March, 31 2016 ----- (Rupees in '000) -----	(Audited) June, 30 2015
MCB - Arif Habib Savings and Investment Limited - Management Company		
Remuneration payable	11,936	10,056
Sales tax payable on management fee	1,671	2,205
Sales load payable including related taxes	461	1,182
Conversion cost payable	545	1,681
Allocated expense payable	1,144	-
Central Depository Company of Pakistan Limited - Trustee		
Security deposit	500	500
Remuneration payable	687	591
Sales tax payable	95	-
MCB Bank Limited		
Balance with bank	11,070	323,734
Accrued mark-up	200	672
Next Capital Limited		
Brokerage payable	1,049	382
Arif Habib Limited		
Brokerage payable	1,313	509
Fatima Fertilizer Company Limited		
Nil shares held (June 30, 2015: 78,000)	-	3,047
Mughal Iron & Steel Industries Limited		
143,000 shares held (June 30, 2015: 1,568,000)	9,785	88,184
Lalpir Power Limited		
8,399,000 shares held (June 30, 2015: 6,050,000)	209,640	184,525
Pakgen Power Limited		
5,667,500 shares held (June 30, 2015: 5,667,500)	152,909	170,082
D.G. Khan Cement Company Limited		
Nil shares held (June 30, 2015: 1,517,000 shares)	-	216,582

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2016

	(Unaudited) March, 31 2016	(Audited) June, 30 2015
	----- (Rupees in '000) -----	
Adamjee life Assurance Company Limited - IMF 11,997,398 units held (June 30, 2015: 4,088,393 units)	951,874	340,277
MCB Arif Habib Savings and Investment Limited 1,244,827 units held (June 30, 2015: 988,236 units)	98,765	82,251
MCB Employees Provident Fund Nil units held (June 30, 2015: 4,189,296 units)	-	348,675
MCB Employees Pension Fund Nil units held (June 30, 2015: 3,210,371 units)	-	267,199
D.G Khan Cement Company Limited Employees Provident Fund Trust 131,642 units held (June 30, 2015: 131,642 units)	10,444	10,957
Directors and executive of the Management Company 221,444 units held (June 30, 2015: 165,455 units)	17,328	13,771
Mandate Under Discretionary Portfolio Services 3,083,996 units held (June 30, 2015: 5,805,847 units)	244,684	483,221

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.

14. RECLASSIFICATION OF COMPARATIVE FIGURE

Following reclassifications have been made in this condensed interim financial information in order to give a better and more appropriate presentation:

	From	To	June 30, 2015 (Rupees in '000)
Conversion Cost	Accrued expenses and other liabilities	Payable to management company	1,681
Sales load	Accrued expenses and other liabilities	Payable to management company	1,182
Payable to legal advisor	Payable to management company	Accrued expenses and other liabilities	100

15. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 18, 2016.

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

Chief Executive Officer

Director

Please find us on



by typing: **Bachat Ka Doosra Naam**

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