



MCB FUNDS
Investments for Life

QUARTERLY REPORT

SEPTEMBER
2023
(UNAUDITED)

Funds Under Management of
MCB INVESTMENT MANAGEMENT LIMITED
(Formerly: MCB-Arif Habib Savings and Investments Limited)



PAKISTAN PENSION FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited (Formerly: MCB-Arif Habib Savings and Investments Limited) Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Shoaib Mumtaz Mr. Muhammad Saqib Saleem Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Mr. Manzar Mushtaq Ms. Mavra Adil Khan Mr. Muhammad Saqib Saleem	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Muhammad Saqib Saleem	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 Ahmad Faisal	
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.cdc-pakistan.com	
Bankers	Zarai Taraqati Bank Limited Habib Metropolitan Bank Limited Bank Al Falah Limited Allied Bank Limited National Bank Pakistan Askari Bank Limited JS Bank Limited	Faysal Bank Limited Habib Bank Limited MCB Bank Limited Bank Al Habib Limited Soneri Bank Limited HBL Micro Finance Bank Limited
Auditors	M. Yousuf Adil Saleem & Co. Chartered Accountants Cavish Court, A-35, Block-7 & 8 KCHSU, Shahr-e-Faisal, Karachi-753550.	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited (Formerly: MCB-Arif Habib Savings and Investments Limited) Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Pakistan Pension Fund** accounts review for the quarter ended September 30, 2023.

Economy and Money Market Review

The new fiscal year started on a positive note as the government secured a much needed Stand-by Arrangement (SBA) facility of USD 3bn from the IMF, of which USD 1.2bn was promptly disbursed. This was followed by additional inflows of USD 3bn from Saudi Arabia and UAE and timely rollover from China. These led to an upgrade in Pakistan's sovereign rating by Fitch from CCC- to CCC due to the improved external outlook.

Macroeconomic concerns resurfaced in Aug-23 when there was change of political guard as the new interim government came into power. An immediate effort of new finance team to clear pending import payments turned by the speculators to give a notion of weakening external account putting significant pressure on the currency. The rupee weakened to PKR 307 against the greenback in interbank while the open market rate hovered around PKR 330. The interim setup albeit with some delay took decisive steps against smuggling of dollar and abuse of Afghan Transit which led a sharp recovery in exchange rate and elimination of the difference between open market and interbank rates. A sustained action and elimination of smuggling of goods and currency bodes well for the economy.

The country posted a current account deficit (CAD) of USD 0.9bn in the first two months of the fiscal year 2024 (2MFY24) declining by 54% YoY compared to a deficit of USD 2.0bn in the corresponding period last year. Narrowing trade deficit was the major contributor towards improving CAD as 8.3% decrease in exports coupled with a 26.0% drop in imports led to a 39.5% contraction in the trade deficit. The country's external position improved with SBP's foreign exchange reserves increasing to USD 7.6bn as of Sep-23 end compared to USD 4.5bn at the end of last fiscal year. This was on account of flows from IMF and friendly countries.

Headline inflation represented by CPI averaged 29.0% during 1QFY24 compared to 25.1% in the corresponding period last year. Inflation remained on the higher side as currency depreciation led to higher food and energy prices. The government increased electricity base tariff to comply with IMF conditions which led to further inflationary pressure. SBP mainlined status quo in monetary policy held in Sep-23 as it noted that inflation is projected to remain on the downwards trajectory and real interest rates continue to remain in positive territory on a forward-looking basis.

The country's GDP growth recorded at 0.29% in FY23 with Agricultural and Services sector increasing by 1.6% and 0.9%, respectively, while industrial sector witnessed a drop of 2.9%. Historic high interest rates coupled with import restrictions were the major culprits behind the fall in industrial output. On the fiscal side, FBR tax collection increased by 24.1% in 1QFY24 to PKR 2,041bn compared to PKR 1,644bn in the same period last year, outpacing the target by PKR 63bn.

The Secondary markets yields initially increased in the period preceding Sep-23 monetary policy as there was a general market consensus that interest rates will be increased by 100-200bps in the MPS. The 3 month yields increased from 22.7% to a high of 23.8% while 3 Year Bond yields rose from 19.5% to a peak of 21.2%. After SBP maintained status quo in the MPS and dollar started reversing, the yields also receded. The 3-month T-Bill Yield declined to 22.5% while 3 Year PIB decreased to 19.1% as of Sep 23.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Equity Market Review

The stock market witnessed a broad based rally in the quarter as the benchmark KSE-100 increased by 11.5% or 4,780 points to close at 46,232 points. The Initial exuberance was on the back of securing SBA facility of USD 3.0bn from the IMF which took the index to 48,764 points. However, optimism quickly dissipated by the mid of the quarter as the macro economic challenges resurfaced as PKR tanked to all time low, political uncertainty increased and market expected a big interest rate hike all of which unnerved the investors. Nonetheless, the market recouped some of the lost gains near the end of the quarter as PKR appreciated post Government crackdown on smuggling and hoarding of dollar. Moreover, the SBP maintained status quo in the recent monetary policy against market expectation of rate hike, which helped the index to sustain its gains.

During 1QFY24, Insurance, Corporates and Foreigners were net buyers with an inflow of USD 44.8mn, USD 24.8mn and USD 22.0mn, respectively. While major selling was witnessed from Banks and Mutual Funds with outflow of USD 43.3mn and USD 37.9mn, respectively. During the quarter, average trading volumes saw an increase of 84% over the last quarter to 281mn shares while the average trading value saw a rise of 109% to USD 33 million.

Banking, E&P and Power sector were the major contributors to the index gain adding 2,208/870/611 points, respectively. Banking sector witnessed broad based rally as entry into the IMF program diminished the probability of local debt restructuring which was hampering the sector performance. Power sector performed due to better than expected dividends while E&P rallied due to the news of clearance of gas circular debt which would improve the sector cash flows.

Fund Performance

Debt Fund

The debt sub-fund generated an annualized return of 21.03% during the period under review. The fund's exposure towards T-Bills stood at 57.1% and exposure in cash was 4.5% at period end.

The Net Assets of the Fund as at September 30, 2023 stood at Rs. 516.84 million as compared to Rs. 492.58 million as at June 30, 2023 registering an increase of 4.93%.

The Net Asset Value (NAV) per unit as at September 30, 2023 was Rs. 428.32 as compared to opening NAV of Rs. 406.76 per unit as at June 30, 2023 registering an increase of Rs. 21.5 per unit.

Money Market Fund

The money market sub-fund generated a return of 21.18% during the period. The fund's exposure towards cash stood at 16.8%.

The Net Assets of the Fund as at September 30, 2023 stood at Rs. 1,895.86 million as compared to Rs. 1,597.83 million as at June 30, 2023 registering an increase of 18.65%.

The Net Asset Value (NAV) per unit as at September 30, 2023 was Rs. 380.77 as compared to opening NAV of Rs. 361.47 per unit as at June 30, 2023 registering an increase of Rs. 19.3 per unit.

Equity Fund

The Equity sub-fund generated a return of 9.88% against the KSE-100 return of 11.53%. The sub-fund slightly increased its overall equity exposure to 94.5%. Sector-wise, the sub-fund mainly held exposure in Commercial Banks and Cement.

The Net Assets of the Fund as at September 30, 2023 stood at Rs. 696.94 million as compared to Rs. 769.78 million as at June 30, 2023 registering a decrease of 9.47%.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2023

The Net Asset Value (NAV) per unit as at September 30, 2023 was Rs. 540.62 as compared to opening NAV of Rs. 492.00 per unit as at June 30, 2023 registering an increase of Rs. 48.62 per unit.

Economy & Market – Future Outlook

Pakistan GDP is expected to rebound to 4.1% in FY24 after a dismal performance last year. The industrial and services sector is expected to show growth as import restriction has been removed which will help to normalize trade activities. Agriculture growth is likely to remain on the higher side due to base effect as the heavy floods last year affected agriculture output. The arrivals of crops have been encouraging with cotton arrival increasing by 72% YoY to 5.0mn bales in the quarter.

The successful resumption of IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. We expect SBP reserves to increase to USD 10.5bn on the back of flows from friendly countries, IMF and multilateral agencies. However, our external position still remains precarious as we are unlikely to issue international Eurobond or Sukuk owing to the challenging global conditions. The proceeds from FDI and RDA are also likely to remain muted owing to the current economic challenges. Thus we would have to ensure a sustainable current account this year to stave off external concerns. We expect a CAD of USD 3.1bn (0.9% of GDP) in FY24 as policy of consolidation is likely to continue under the IMF umbrella.

The rupee has recovered from its recent low due to the administrative measures by the government to curb dollar smuggling and hoarding. However, the sustainability of this recovery will depend on recovery in export and remittances flow. In addition, the flows from bilateral and multilateral sources and reserve building will be vital for external outlook. We expect USD/PKR to close the fiscal year on 311.7 on an ending REER of 95.

We expect Average FY24 inflation to ease to 24.1% compared to 29.0% in FY23 as the base effect will come into play. Inflation readings have peaked and inflation is expected to follow a downward trajectory with headline number falling sharply in 2HFY24. This coupled with the buildup of forex reserves during the period will allow the monetary easing cycle to start in the second half of the year. We expect a cumulative easing of around 4.0% till Jun-24, however, its pace and timing would be determined by trend in FX reserves.

From the capital market perspective particularly equities, the market is trading at cheap valuations. Market cap to GDP ratio has declined to 7.6%, a discount of 61% from its historical average of 19.5%. Similarly, Earning Yield minus Risk Free Rate is close to 5.6%, compared to the historical average of 2.7% signifying a deep discount at which the market is trading. The resolution of challenges on external account will help to unlock market potential. We believe a micro view of sectors and stocks 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 4.6x, while offering a dividend yield of 12.2%.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year. We would continue to monitor the data points and capitalize on opportunities to add government bonds in Income Funds at attractive rates to benefit from the expected monetary easing in the medium term.

Mutual Fund Industry Review

The Net Assets of the open end mutual funds industry increased by about 14.7% during 1QFY24 to PKR 1,793bn. Total money market funds grew by about 15.8% since Jun-23. Within the money market sphere, conventional funds showed a growth of 17.0% to PKR 553bn while Islamic funds increased by 14.4% to PKR 491bn. In addition, the total fixed Income funds increased by about 23.0% since Jun-23 to PKR 454bn while Equity and related funds increased by 1.7% to PKR 170bn.

In terms of the segment share, Money Market funds were the leader with a share of around 58.2%, followed by Income funds with 25.3% and Equity and Equity related funds having a share of 8.5% as at the end of Sep-23.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Mutual Fund Industry Outlook

The current interest rates would encourage higher flows in the money market funds as they are ideal for investors with a short term horizon and low risk profile. However, external concerns have eased post agreement with IMF and the long term investors may look to add equity exposure at these highly attractive levels. Our operations remained seamless and given our competitive edge in digital access and online customer experience, we are prepared to get benefits of the growing number of investors available online.

Acknowledgment

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

On behalf of Directors,



Muhammad Saqib Saleem

Chief Executive Officer

October 18, 2023

میوچل فنڈ صنعت کی مستقبل کا منظر

سود کی موجودہ شرحوں سے منی مارکیٹ فنڈز میں زیادہ آمدورفت کی حوصلہ افزائی ہوگی کیونکہ یہ مختصر المیعا سرمایہ کاروں کے لیے موزوں ترین ہیں جو خطرے کی کم سطح پر رہنا چاہتے ہیں۔ تاہم آئی ایم ایف معاہدے کے بعد خارجی خدشات کم ہو گئے ہیں اور طویل المیعا سرمایہ کاران بے حد پُرکشش سطحوں پر ایکوٹی میں مزید پیسہ لگا سکتے ہیں۔ ہمارے آپریشنز بلا رکاوٹ جاری رہے، اور ڈیجیٹل رسائی اور آن لائن سہولیات میں بھرپور سرمایہ کاری کے نتیجے میں ہمیں جو سبقت حاصل ہے اس کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے استفادہ کرنے کے لیے تیار ہیں۔

اظہار تشکر

بورڈ فنڈ کے قابل قدر سرمایہ کاروں، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کا اُن کی مسلسل معاونت اور حمایت کے لیے شکر گزار ہے۔ علاوہ ازیں، ڈائریکٹر انتظامی ٹیم کی کاوشوں کو بھی خراج تحسین پیش کرتے ہیں۔

من جانب ڈائریکٹر،



محمد ثاقب سلیم

چیف ایگزیکٹو آفیسر

18 اکتوبر 2023ء

مالی سال 2024ء کی اوسط مہنگائی متوقع طور پر مالی سال 2023ء کی سطح 29.0 فیصد سے کم ہو کر 24.1 فیصد ہو جائے گی کیونکہ base کا اثر اپنا کردار ادا کرے گا۔ مہنگائی کی سطحیں عروج پر پہنچ گئی ہیں اور اس میں بتدریج کمی متوقع ہے، اور ہیڈ لائن عدد مالی سال 2024ء کی دوسری سہ ماہی میں تیزی سے گرے گا۔ اس کے ساتھ ساتھ دورانِ مدتِ زیرِ مبادلہ کے ذخائر میں اضافے کی بدولت سال کے نصفِ آخر میں مالیاتی تسہیل کی گردش شروع ہو سکتی ہے۔ جون 2024ء تک مجموعی طور پر تقریباً 4.0 فیصد مجموعی متوقع ہے، تاہم اس کی رفتار اور اس کے وقت کا انحصار زیرِ مبادلہ کے ذخائر کے رجحان پر ہوگا۔

کیپیٹل مارکیٹ، خصوصاً ایکویٹیز، کے نقطہ نظر سے مارکیٹ میں سستی valuations پر کاروبار ہو رہا ہے۔ مارکیٹ cap جی ڈی پی کے ساتھ تناسب کم ہو کر 7.6 فیصد ہو گیا ہے جو اس کے قدیم اوسط 19.7 فیصد سے 61 فیصد کمی ہے۔ اسی طرح Earning Yield مائنس محفوظ شرح تقریباً 5.6 فیصد کے قریب ہے، اور جو کہ 2.7 فیصد کی تاریخی اوسط سے موازنہ کرنے پر پتہ چلتا ہے کہ مارکیٹ میں بھرپور رعایت پر تجارت ہو رہی ہے۔ خارجی اکاؤنٹ کے مسائل حل کرنے سے مارکیٹ کی استعداد کار آمد بنانے میں مدد ملے گی۔ ہم سمجھتے ہیں کہ اسٹاک اور شعبہ جات کا مجموعی تناظر اہم رہے گا اور سرمایہ کاری کے انتخاب کے لیے اُن کمپنیز پر توجہ مرکوز کی جانی چاہیے جو اپنی اندرونی قدر میں بھرپور کمی پر تجارت کرتی ہیں۔ موجودہ طور پر مارکیٹ میں 4.6x PER پر تجارت ہو رہی ہے جبکہ ڈیویڈنڈ کی سطح 12.2 فیصد پر ہے۔

حاملین قرض کے لیے ہم توقع کرتے ہیں کہ منی مارکیٹ فنڈ سال بھر بلا رکاوٹ پالیسی شرحوں کی عکاسی جاری رکھیں گے۔ ہم ڈیٹا پوائنٹس کی نگرانی اور پُرکشش شرحوں پر انکم فنڈز میں حکومتی بانڈز شامل کرنے کے مواقع سے استفادہ جاری رکھیں گے تاکہ درمیانی مدت میں متوقع مالیاتی تسہیل سے فائدہ اٹھایا جاسکے۔

میوچل فنڈ صنعت کا جائزہ

اوپن اینڈ میوچل فنڈ صنعت کے net اثاثہ جات مالی سال 2024ء کی پہلی سہ ماہی کے دوران تقریباً 14.7 فیصد بڑھ کر 1,793 بلین روپے ہو گئے۔ منی مارکیٹ کے مجموعی فنڈز میں جون 2023ء سے اب تک تقریباً 15.8 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز تقریباً 17.0 فیصد بڑھ کر 553 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 14.4 فیصد بڑھ کر 491 بلین روپے ہو گئے۔ مزید براں، فیکسڈ انکم کے مجموعی فنڈز جون 2023ء سے اب تک تقریباً 23.0 فیصد بڑھ کر 454 بلین روپے ہو گئے، جبکہ ایکویٹی اور متعلقہ فنڈز 1.7 فیصد بڑھ کر 170 بلین روپے ہو گئے۔ شعبہ جاتی شراکت کے اعتبار سے ستمبر 2023ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 58.2 فیصد کے ساتھ سب سے آگے تھے، جبکہ دوسرے نمبر پر انکم فنڈز 25.3 فیصد کے ساتھ تھے، اور تیسرے نمبر پر ایکویٹی اور متعلقہ فنڈز 8.5 فیصد کے ساتھ تھے۔

سیمنٹ میں تھی۔

30 ستمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 696.94 ملین روپے تھے، جبکہ 30 جون 2023ء کو 769.78 ملین روپے تھے، یعنی 9.47 فیصد کمی ہوئی۔

30 ستمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 540.62 روپے تھی، جبکہ 30 جون 2023ء کو ابتدائی این اے وی 492.00 روپے فی یونٹ تھی، یعنی 48.62 روپے فی یونٹ اضافہ ہوا۔

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

پاکستان کی مجموعی ملکی پیداوار (جی ڈی پی) میں گزشتہ سال مایوس کن کارکردگی کے بعد مالی سال 2024ء میں 4.1 فیصد بہتری متوقع ہے۔ صنعت اور خدمات کے شعبے میں ترقی متوقع ہے کیونکہ درآمدات پر عائد پابندی ختم کر دی گئی ہے جس کی بدولت کاروباری سرگرمیاں بحال ہوں گی۔

زراعت کے شعبے کی ترقی متوقع طور پر base کے اثر کی بدولت بلند سطح پر ہوگی کیونکہ گزشتہ سال سیلابوں کے باعث بڑے پیمانے پر زرعی پیداوار متاثر ہوئی تھی۔ فصلوں کی پیداوار حوصلہ افزا رہی، مثلاً کپاس دوران سہ ماہی 72 فیصد YoY (سال در سال) بڑھ کر 5.0 ملین گانٹھیں ہو گئی۔

آئی ایم ایف پروگرام کی کامیابی بحالی اہم ترین پیش رفت ہے کیونکہ اس سے پاکستان کو باہمی اور کثیرالجہتی ذرائع سے رقم کے حصول میں مدد ملے گی۔ دوستانہ ممالک، آئی ایم ایف اور کثیرالجہتی ایجنسیوں سے آمدات کی بدولت اسٹیٹ بینک آف پاکستان کے ذخائر متوقع طور پر بڑھ کر 10.5 بلین ڈالر ہو جائیں گے۔ تاہم ہماری خارجی صورتحال تاحال بے یقینی کا شکار ہے کیونکہ ہم مشکل عالمی حالات کے باعث بین الاقوامی یورو بانڈ اور سسٹمک کا اجراء ممکن نظر نہیں آ رہا۔ غیر ملکی براہ راست سرمایہ کاری (ایف ڈی آئی) اور RDA سے ہونے والی آمدنی بھی موجودہ معاشی مسائل کے باعث ممکنہ طور پر تعطل کا شکار رہیں گی۔ چنانچہ ہمیں سال رواں میں ایک قابل بقاء کرنٹ اکاؤنٹ یقینی بنانا ہوگا تاکہ خارجی مسائل کا خطرہ ٹل سکے۔ مالی سال 2024ء میں کرنٹ اکاؤنٹ خسارہ (سی اے ڈی) متوقع طور پر 3.1 بلین ڈالر (جی ڈی پی کا 0.9 فیصد) ہوگا کیونکہ آئی ایم ایف کی چھتری تلے استحکام کے حصول کی پالیسی ممکنہ طور پر جاری رہے گی۔

ڈالر کی اسمگلنگ اور ذخیرہ اندوزی کی روک تھام کے حکومتی اقدامات کی بدولت روپے کی قدر اپنی حالیہ پستی سے بحال ہوئی ہے۔ تاہم اس بحالی کی قابلیت بقاء کا انحصار برآمدات اور ترسیلات کے بہاؤ کی بحالی پر ہے۔ مزید برآں، خارجی منظر نامے کے لیے باہمی اور کثیرالجہتی ذرائع سے آمدات اور ذخائر میں اضافہ اہمیت کے حامل ہیں۔ ڈالر / روپیہ مالی سال کے اختتام پر 311.7 ہوگا اور اختتامی REER 95 ہوگی۔

ڈائریکٹر رپورٹ

بڑھ کر 281 ملین حصص ہو گیا، جبکہ اوسط کاروباری قدر 109 فیصد بڑھ کر 33 ملین ڈالر ہو گئی۔ انڈیکس کی بڑھوتری کے اہم ترین عوامل بینکاری اور E&P اینڈ پاور سیکٹر تھے جنہوں نے بالترتیب 2,208، 870 اور 611 پوائنٹس کا اضافہ کیا۔ بینکاری کے شعبے میں وسیع پیمانے پر ترقی دیکھنے میں آئی کیونکہ آئی ایم ایف پروگرام میں داخلے کی بدولت مقامی قرض کی تشکیل نو کا امکان کم ہو گیا جو اس شعبے کی کارکردگی کو متاثر کر رہا تھا۔ پاور سیکٹر نے بہتر متوقع ڈیویڈنڈز کی بدولت کارکردگی کا مظاہر کیا، جبکہ E&P نے گیس کا گردش قرض ختم ہو جانے کی بدولت ترقی کی راہیں طے کیں جس سے اس شعبے میں نقد کی آمد و رفت میں بہتری آئے گی۔

فنانس کی کارکردگی

Debt فنڈ

زیر جائزہ مدت کے دوران Debt ذیلی فنڈ کا ایک سال پر محیط منافع 21.03 فیصد تھا۔ اختتام مدت پر ذیلی فنڈ کی سرمایہ کاری ٹی بلز میں 57.1 فیصد اور نقد میں 4.5 فیصد تھی۔ 30 ستمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 516.84 ملین روپے تھے، جبکہ 30 جون 2023ء کو 492.58 ملین روپے تھے، یعنی 4.93 فیصد اضافہ ہوا۔ 30 ستمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 428.32 روپے تھی، جبکہ 30 جون 2023ء کو ابتدائی این اے وی 406.76 روپے فی یونٹ تھی، یعنی 21.5 روپے فی یونٹ اضافہ ہوا۔

Money مارکیٹ فنڈ

دوران مدت Money مارکیٹ ذیلی فنڈ کا منافع 21.18 فیصد تھا۔ ذیلی فنڈ کی سرمایہ کاری نقد میں 16.8 فیصد تھی۔ 30 ستمبر 2023ء کو ذیلی فنڈ کے net اثاثہ جات 1,895.86 ملین روپے تھے، جبکہ 30 جون 2023ء کو 1,597.83 ملین روپے تھے، یعنی 18.65 فیصد اضافہ ہوا۔ 30 ستمبر 2023ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 380.77 روپے تھی، جبکہ 30 جون 2023ء کو ابتدائی این اے وی 361.47 روپے فی یونٹ تھی، یعنی 19.3 روپے فی یونٹ اضافہ ہوا۔

ایکویٹی فنڈ

ایکویٹی ذیلی فنڈ کا منافع 9.88 فیصد تھا، بالمشابہ KSE-100 منافع 11.53 فیصد کے۔ ذیلی فنڈ نے ایکویٹیز میں اپنی سرمایہ کاری میں معمولی اضافہ کر کے اسے 94.5 فیصد کر دیا۔ شعبہ جاتی اعتبار سے ذیلی فنڈ کی زیادہ تر سرمایہ کاری کمرشل بینکوں اور

ڈائریکٹر رپورٹ

میں جو جمود کو بنیادی طور پر برقرار رکھا کیونکہ افراد ذریعہ شرح نیچے کی طرف رہنے کا امکان ہے اور سود کی حقیقی شرحیں ترقی پسندانہ بنیاد پر بدستور مثبت زمرے میں برقرار ہیں۔

مجموعی ملکی پیداوار (GDP) میں مالی سال 2023ء میں 0.29 فیصد ترقی ہوئی۔ اس ضمن میں زراعت اور خدمات کے شعبوں میں بالترتیب 1.6 فیصد اور 0.9 فیصد اضافہ ہوا جبکہ صنعتی شعبے میں 2.9 فیصد گراؤ ہوئی۔ سود کی اب تک کی بلند ترین شرحوں کے ساتھ ساتھ درآمداتی پابندیاں صنعتی پیداوار میں کمی کے سب سے بڑے عوامل تھے۔ مالیاتی جہت میں دیکھا جائے تو ایف بی آر ٹیکس وصولی مالی سال 2024ء کی پہلی سہ ماہی میں 24.1 فیصد بڑھ کر 2,041 بلین روپے ہو گئی، بالمقابل گزشتہ سال مماثل مدت میں 1,644 بلین روپے کے، چنانچہ ہدف سے 63 بلین روپے زیادہ ٹیکس وصولی ہوئی۔

ثانوی مارکیٹوں کی پیداوار میں ستمبر 2023ء کی مانیٹری پالیسی سے قبل مدت میں ابتدائی طور پر اضافہ ہوا کیونکہ مارکیٹ میں اس بات پر اتفاق تھا کہ MPS میں سود کی شرحوں میں 100 سے 200 بی پی ایس اضافہ ہوگا۔ تین ماہانہ منافع جات 22.7 فیصد سے بڑھ کر 23.8 فیصد ہو گئے جبکہ تین سالہ بانڈز کے منافع جات 19.5 فیصد سے بڑھ کر 21.2 فیصد ہو گئے۔ ایس بی پی کی جانب سے MPS میں جمود کو برقرار رکھنے اور ڈالر کی قدر میں کمی کے بعد منافع جات میں بھی کمی ہونا شروع ہو گئی۔ تین ماہانہ ٹی بل کے منافع جات ستمبر 2023ء کے اختتام پر کم ہو کر 22.5 فیصد ہو گئے جبکہ تین سالہ پی آئی بی کم ہو کر 19.1 فیصد ہو گئے۔

ایکویٹی مارکیٹ کا جائزہ

اسٹاک مارکیٹ میں دوران سہ ماہی وسیع پیمانے پر تیزی آئی کیونکہ KSE-100 انڈیکس 11.5 فیصد یعنی 4,780 پوائنٹس بڑھ کر 46,232 پوائنٹس پر بند ہوا۔ ابتدائی جوش و خروش آئی ایم ایف سے 3.0 بلین ڈالر کے SBA کے حصول کی بنیاد پر تھا جو انڈیکس کو 48,764 پوائنٹس تک لے گیا۔ تاہم سہ ماہی کے وسط تک مجموعی معاشی مسائل دوبارہ ابھرنے کے ساتھ رجائیت جلد ہی تحلیل ہو گئی کیونکہ روپیہ اپنی پست ترین سطح تک گر گیا، سیاسی غیر یقینی بڑھ گئی اور مارکیٹ میں شرح سود میں بڑا اضافہ متوقع ہو گیا، اور ان سب عوامل نے سرمایہ کاروں کو بے چینی کا شکار کر دیا۔ تاہم ڈالر کی اسمگلنگ اور ذخیرہ اندوزی کے خلاف حکومتی مہم کے بعد روپے کی قدر میں اضافے کی بدولت سہ ماہی کے اختتام کے قریب مارکیٹ میں منافع جات کی کچھ حد تک تلافی ہوئی۔ مزید براں، اسٹیٹ بینک آف پاکستان نے مارکیٹ میں شرح میں اضافے کی توقع کے برخلاف حالیہ مانیٹری پالیسی میں جو جیسا ہے اُسے ویسا ہی رکھنے کا لائحہ عمل اختیار کیا جس سے انڈیکس کو اپنے منافع جات برقرار رکھنے میں مدد ملی۔

مالی سال 2024ء کی پہلی سہ ماہی کے دوران بیمہ، کارپوریٹس اور غیر ملکی net خریدار تھے جن کی بدولت بالترتیب 44.8 ملین ڈالر، 24.8 ملین ڈالر اور 22.0 ملین ڈالر کی آمد ہوئی، جبکہ سب سے زیادہ فروخت بینکوں اور میوچل فنڈز کی طرف سے ہوئی جو بالترتیب 43.3 ملین ڈالر اور 37.9 ملین ڈالر تھے۔ دوران سہ ماہی اوسط کاروباری حجم گزشتہ سہ ماہی کے مقابلے میں 84 فیصد

بورڈ آف ڈائریکٹرز کی جانب سے پاکستان پینشن فنڈ کے اکاؤنٹس کا جائزہ برائے سہ ماہی مُختتمہ 30 ستمبر 2023ء پیش خدمت ہے۔

معیشت اور بازار کا جائزہ

شروع ہوا کیونکہ حکومت نے آئی ایم ایف سے بے حد مطلوبہ 3 بلین ڈالر کا اسٹینڈ بائے اگریمنٹ (ایس بی اے) کر لیا، جس میں سے 1.2 بلین ڈالر فوری طور پر جاری کر دیئے گئے۔ اس کے بعد سعودی عرب اور متحدہ عرب امارات سے 3 بلین ڈالر کی مزید آمد، اور چین کی طرف سے بروقت رول اوور کی فراہمی عمل میں آئی۔ اس کے نتیجے میں خارجی منظر نامے میں خوش آئند پیش رفت کی بدولت Fitch کی جاری کردہ پاکستان کی خود مختار درجہ بندی -CCC سے بہتر ہو کر CCC ہو گئی۔

مجموعی معاشی مسائل اگست 2023ء میں دوبارہ اُبھرنے لگے جب سیاسی منظر نامہ تبدیل ہوا اور نگران حکومت آئی۔ درآمدات کے واجبات کی ادائیگی کے لیے نئی مالیاتی ٹیم کی فوری کوشش کو خارجی اکاؤنٹ کی صورتحال میں کمزوری کے طور پر قیاس کیا گیا جس سے روپے پر قابض ڈالر کے مقابلے میں ڈالر کے مقابلے میں روپے کی قدر میں 307 روپے کی کمی ہوئی جبکہ اوپن مارکیٹ کی شرح تقریباً 330 روپے کے آس پاس رہی۔ نگران حکومت نے، اگرچہ کچھ تاخیر کے ساتھ، ڈالر کی اسمگلنگ اور افغان ٹرانزٹ کے ناجائز استعمال کے حوالے سے فیصلہ گن اقدام کیے جس کے نتیجے میں زیر مبادلہ کی شرح تیزی سے بحال ہوئی اور اوپن مارکیٹ اور انٹر بینک کی شرحوں میں فرق ختم ہوا۔ باقاعدہ بنیادوں پر کارروائی اور اشیاء اور روپے کی اسمگلنگ کی روک تھام ملک کے حالات میں بہتری کی نوید ہیں۔

ملک کا کرنٹ اکاؤنٹ خسارہ (CAD) مالی سال 2024ء کے پہلے دو ماہ میں 0.9 بلین ڈالر تھا، جبکہ گزشتہ سال مماثل مدت میں 2.0 بلین ڈالر تھا، یعنی 54 فیصد سال در سال (YoY) کمی ہوئی۔ تجارتی خسارے کا کم ہونا CAD کو بہتر بنانے میں اہم کردار ادا کر رہا ہے۔ برآمدات میں 8.3 فیصد کمی اور درآمدات میں 26.0 فیصد کمی کی بدولت کاروباری خسارے میں 39.5 فیصد کمی ہوئی۔

ملک کی خارجی صورتحال میں بہتری آئی کیونکہ اسٹیٹ بینک آف پاکستان کے زیر مبادلہ کے ذخائر گزشتہ مالی سال کے اختتام پر 4.5 بلین ڈالر کے مقابلے میں بڑھ کر ستمبر 2023ء کے اختتام تک 7.6 بلین ڈالر ہو چکے تھے۔ اس کی وجہ آئی ایم ایف اور دوستانہ ممالک کی طرف سے مالیاتی آمدات تھیں۔

ہیڈ لائن مہنگائی، جس کی ترجمانی CPI یعنی صارفی قیمت کے انڈیکس سے ہوتی ہے، کا اوسط مالی سال 2024ء کی پہلی سہ ماہی کے دوران 29.0 فیصد تھا جبکہ گزشتہ سال مماثل مدت میں 25.1 فیصد تھا۔ اشیائے خورد و نوش کی قیمتوں میں اضافے کے ساتھ ساتھ بجلی، گیس اور پٹرول کی بڑھتی ہوئی قیمتیں CPI میں اضافے کے عوامل رہے۔ حکومت نے آئی ایم ایف کی شرائط پوری کرنے کے لیے بجلی کی بنیادی قیمت میں اضافہ کیا جس کے نتیجے میں مہنگائی کے دباؤ میں مزید اضافہ ہوا۔ ایس بی پی نے ستمبر 2023ء کی مانیٹری پالیسی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2023

September 30, 2023 (Un-Audited)					
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	June 30, 2023 (Audited)
Note	(Rupees '000)				
Assets					
Balances with banks	4 30,694	23,664	318,633	372,991	166,422
Investments	5 666,610	488,622	1,550,170	2,705,402	2,671,258
Dividend receivable	4,147	-	-	4,147	-
Profit receivable	346	6,426	8,870	15,642	14,706
Receivable against sale of investment	-	-	-	-	28,754
Advances, deposits and other receivables	3,760	1,641	22,303	27,704	12,912
Total assets	705,557	520,353	1,899,976	3,125,886	2,894,052
Liabilities					
Payable to Pension Fund Manager	926	545	1,269	2,740	2,621
Payable to Central Depository Company of Pakistan Limited - Trustee	71	54	205	330	310
Annual fee payable to the Securities and Exchange Commission of Pakistan	76	50	178	304	965
Payable against purchase of investment	4,245	-	-	4,245	19,362
Accrued expenses and other liabilities	3,303	2,864	2,464	8,631	10,598
Total liabilities	8,621	3,513	4,116	16,250	33,856
Net assets	696,936	516,840	1,895,860	3,109,636	2,860,196
Participants' sub funds (as per condensed interim Statement of Movement in Participants' sub funds)	696,936	516,840	1,895,860		
	(Number of units)				
Number of units in issue	8 1,289,137	1,206,674	4,979,045		
	(Rupees)				
Net assets value per unit	540.6200	428.3200	380.7700		
Contingencies and commitments	9				

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Quarter ended September 30, 2023					
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Quarter ended ended September 2022
Note	(Rupees '000)				
Income					
Investments at fair value through profit or loss:					
- Net capital gain /(loss) on sale of investments	31,359	(2,065)	3,890	33,184	2,376
- Dividend income on shares	17,244	-	-	17,244	20,818
- Income from Government Securities	-	22,332	82,001	104,333	5,655
- Income from Term Finance Certificates	-	3,840	-	3,840	3,669
- Income on Commercial Papers	-	-	-	-	-
- Unrealised gain/ (loss) on revaluation of investments - net	34,680	261	350	35,291	(12,912)
Profit on bank and term deposits	1,088	3,734	8,828	13,650	46,244
Income on letter of placements	-	-	1,638	1,638	-
Total income	84,371	28,102	96,707	209,180	65,850
Expenses					
Remuneration of Pension Fund Manager	2,853	1,464	3,197	7,514	5,624
Sales tax on remuneration of Pension Fund Manager	371	190	416	977	731
Remuneration of Central Depository Company Limited - Trustee	221	147	516	884	684
Sales tax on remuneration of trustee	29	19	67	115	89
Annual fee - Securities and Exchange Commission of Pakistan (SECP)	78	52	181	311	223
Auditors' remuneration	38	25	88	151	135
Custody and settlement charges	190	102	3	295	211
Securities transaction cost	1,035	50	70	1,155	442
Bank charges	7	87	134	228	68
Total expenses	4,822	2,136	4,672	11,630	8,207
Net income for the period before taxation	79,549	25,966	92,035	197,550	57,643
Taxation	-	-	-	-	-
Net income for the period after taxation	79,549	25,966	92,035	197,550	57,643
Earnings per unit					

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The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

	Quarter ended September 30, 2023				Quarter ended September 2022
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	
	(Rupees '000)				
Net Income for the period after taxation	79,549	25,966	92,035	197,550	57,643
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive Income for the period	79,549	25,966	92,035	197,550	57,643

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

	Quarter ended September 30, 2023				Quarter ended September 2022
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	
	(Rupees '000)				
Net assets at the beginning of the period	769,785	492,579	1,597,832	2,860,196	2,106,814
Amount received on issuance of units	131,382	89,092	689,138	909,612	488,282
Amount paid on redemption of units	(283,780)	(90,797)	(483,145)	(857,722)	(390,697)
	(152,398)	(1,705)	205,993	51,890	97,585
Net Income for the period	79,549	25,966	92,035	197,550	57,643
Net assets at the end of the period	696,936	516,840	1,895,860	3,109,636	2,262,042

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Quarter ended September 30, 2023					
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Quarter ended September 2022
(Rupees '000)					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period	79,549	25,966	92,035	197,550	57,643
Adjustments for non cash and other items:					
Net capital loss / (gain) on sale of investments at fair value through profit or loss	-	-	-	-	(2,376)
Unrealised loss on revaluation of investments - at fair value through profit or loss - net	(34,680)	(261)	(350)	(35,291)	12,912
	(34,680)	(261)	(350)	(35,291)	10,536
(Increase) / decrease in assets					
Investments	87,255	(32,468)	997,780	1,052,567	148,272
Dividend receivable	(4,147)	-	-	(4,147)	(401)
Interest receivable	197	916	(2,049)	(936)	(2,441)
Receivable against sale of investment	28,754	-	-	28,754	(15,501)
Advance, deposits and other receivables	1,731	(622)	(15,901)	(14,792)	-
	113,790	(32,174)	979,830	1,061,446	129,929
(Decrease) / increase in liabilities					
Payable to Pension Fund Manager	(129)	29	219	119	131
Payable to Central Depository Company of Pakistan Limited - Trustee	(13)	1	32	20	19
Annual fee - Securities and Exchange Commission of Pakistan	(234)	(171)	(256)	(661)	(557)
Payable against purchase of investments	(15,117)	0	0	(15,117)	(239,738)
Accrued and other liabilities	(1,502)	(65)	(400)	(1,967)	933
	(16,995)	(206)	(405)	(17,606)	(239,212)
Net cash (used in) / generated from operating activities	141,664	(6,675)	1,071,110	1,206,099	(41,104)
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts from issuance of units	131,382	89,092	689,138	909,612	488,282
Payments on redemption of units	(283,780)	(90,797)	(483,145)	(857,722)	(390,697)
Net cash generated from / (used in) financing activities	(152,398)	(1,705)	205,993	51,890	97,585
Net increase / (decrease) in cash and cash equivalents	(10,734)	(8,380)	1,277,103	1,257,989	56,481
Cash and cash equivalents at beginning of the period	41,428	32,044	92,950	166,422	1,189,258
Cash and cash equivalents at end of the period	30,694	23,664	1,370,053	1,424,411	1,245,739

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The Pakistan Pension Fund (the Fund) was established under a Trust Deed executed between MCB-Arif Habib Savings and Investments Limited as Pension Fund Manager and Muslim Commercial Financial Services (Private) Limited (MCFSL) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 24, 2007 and was executed on June 04, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). Habib Metropolitan Bank Limited (HMBL) was appointed as the new Trustee in place of MCFSL through a revised Trust Deed dated June 16, 2011 which was approved by SECP on July 07, 2011. Central Depository Company of Pakistan Limited was appointed as the new Trustee in place of HMBL through a revised Trust Deed dated July 21, 2014 which was approved by SECP on July 23, 2014. 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.

In April 2023, MCB Bank Limited acquired the entire shareholding of Arif Habib Corporation Limited (AHCL) in MCB Arif Habib Savings and Investments Limited after which the shareholding of MCB Bank Limited has increased from 51.33% to 81.42% in the Company and AHCL no longer holds any shares in the Company. Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 7, 2023 resolved via special resolution that the name of the Company be changed from MCB Arif Habib Savings and Investments Limited to MCB Investments Management Limited. Thereafter, the Company applied to SECP, for approval of change of name, which was granted on August 15, 2023 and as such, the change of name became effective from that date.

- 1.2 The Fund is an open-end pension fund consisting of three sub-funds namely; Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any sub-fund purchased out of contributions depends on the Allocation Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.
- 1.3 MCB-Arif Habib Savings and Investments Limited has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has maintained asset manager rating of AM1 dated October 06, 2023 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company Limited as Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Fund have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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; and
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- The requirements of the Constitutive Documents, Voluntary Pension System Rules, 2005 (VPS Rules), The Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the directives issued by the SECP.

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2023. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 30 September 2023 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2023, whereas the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the quarter ended 30 September 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 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.

2.5 These condensed interim financial statements are presented in Pakistani Rupee, which is the functional and presentation currency of the Fund.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used 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, 2023.

3.2 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 end for the year ended June 30, 2023. 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, 2023.

4. BALANCES WITH BANKS

		Sep 30, 2023 (Un-audited)			(Audited) June 30, 2023
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund (Rupees '000)	
				Total	
In saving accounts	4.1	30,694	23,664	318,633	166,422

4.1 These are the savings accounts and carry interest at the rate ranging from 20.5% to 22.50% (2023: 12.75% to 19.5%) per annum.

5. INVESTMENTS

		Sep 30, 2023 (Un-audited)			(Audited) June 30, 2023
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund (Rupees '000)	
				Total	
At fair value through profit or loss	Note				
Listed equity securities	5.1	666,610	-	-	719,185
Government securities	5.2	-	423,733	1,550,170	1,884,156
Debt securities - Term Finance Certificates / Sukuku	5.3	-	64,889	64,889	67,917
		666,610	488,622	1,550,170	2,671,258

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

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

Equity Sub-Fund

Name of the Investee Company	Number of shares				Balance as at Sep 30, 2023				Market value as a % of net assets of the sub-fund	% of the paid up capital of the investee company	
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at September 30, 2023	Carrying Value	Market value	Unrealised (loss) / gain			
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise											
Automobile Parts & Accessories											
Agriauto Industries Limited**	54,375	84,500	-	-	118,875	8,178	7,858	(320)	0.01	0.33	
Thal Limited**	29,000	-	-	-	29,000	4,698	6,556	1,858	0.01	0.04	
						12,876	14,414	1,538	0.02	0.37	
Cable & Electrical Goods											
Pak Elektron Limited	774,000	-	-	174,000	600,000	5,430	5,964	534	0.01	0.07	
						5,430	5,964	534	0.01	0.07	
Cement											
Attock Cement Pakistan Limited	117,000	-	-	26,920	90,080	7,465	7,791	326	0.01	0.07	
Cherat Cement Company Limited	130,000	-	-	130,000	-	-	-	-	-	-	
D.G. Khan Cement Company Limited**	510,000	242,500	-	370,500	382,000	20,110	16,586	(3,524)	0.02	0.09	
Fauji Cement Company Limited	3,285,000	209,000	-	909,000	2,585,000	30,572	29,236	(1,336)	0.04	0.11	
Kohat Cement Company Limited	72,500	-	-	72,500	-	-	-	-	-	-	
Lucky Cement Limited	97,500	6,000	-	49,500	54,000	28,291	30,474	2,183	0.04	0.02	
Maple Leaf Cement Factory Limited	1,430,000	699,000	-	269,000	1,860,000	55,143	55,688	545	0.08	0.17	
Pioneer Cement Limited	51,000	-	-	51,000	-	-	-	-	-	-	
						141,581	139,775	(1,806)	0.19	0.46	
Chemical											
Archroma Pakistan Limited	17,100	-	-	2,000	15,100	7,097	6,644	(453)	0.01	0.04	
						7,097	6,644	(453)	0.01	0.04	
Commercial Banks											
Bank Alfalah Limited	565,207	464,793	-	654,500	395,500	12,662	15,215	2,553	0.02	0.02	
Faysal Bank Limited	400,000	200,000	-	-	600,000	12,970	13,380	410	0.02	0.04	
Habib Bank Limited	240,000	120,000	-	191,000	169,000	12,694	15,284	2,590	0.02	0.01	
Habib Metropolitan Bank Limited	220,500	340,000	-	57,500	503,000	19,930	18,224	(1,706)	0.03	0.05	
Meezan Bank Limited	450,000	132,000	-	120,000	462,000	44,611	52,950	8,339	0.08	0.03	
United Bank Limited	174,000	252,000	-	195,000	231,000	28,964	33,172	4,208	0.05	0.02	
						131,831	148,225	16,394	0.22	0.17	
Engineering											
International Steels Limited	-	269,146	-	-	269,146	13,228	11,441	(1,787)	0.02	0.06	
Mughal Iron & Steel Industries Limited	374,755	-	-	44,785	330,000	15,985	16,454	469	0.02	0.10	
						29,213	27,895	(1,318)	0.04	0.16	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

Name of the Investee Company	Number of shares				Balance as at Sep 30, 2023			Market value as a % of net assets of the sub-fund	% of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at September 30, 2023	Carrying Value	Market value		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
Fertilizer									
Engro Corporation Limited	108,000	-	-	108,000	-	-	-	-	0.00
Engro Fertilizer Limited	182,474	-	-	39,974	142,500	11,761	10,819	(942)	0.01
Fatima Fertilizer Company Limited	275,000	-	-	49,552	225,448	6,721	6,515	(206)	0.01
Fauji Fertilizer Bin Qasim Limited	1,095,000	-	-	168,500	926,500	10,914	12,730	1,816	0.02
Fauji Fertilizer Company Limited	-	178,000	-	-	178,000	17,016	16,526	(490)	0.01
						46,412	46,590	178	0.10
Food & Personal Care Products									
Murree Brewery Company	14,500	-	-	14,500	-	-	-	-	0.00
National Foods Limited**	130,000	-	-	-	130,000	12,792	14,231	1,439	0.02
Shezan International Limited	14,580	-	-	14,580	-	-	-	-	0.00
The Organic Meat Company Limited	400,587	-	-	400,587	-	-	-	-	0.00
						12,792	14,231	1,439	0.02
Glass & Ceramics									
Shabbir Tiles & Ceramics Limited**	460,000	-	-	50,000	410,000	3,411	3,333	(78)	0.13
						3,411	3,333	(78)	0.13
Insurance									
EFU General Insurance Limited	2,250	-	-	2,250	-	-	-	-	0.00
						-	-	-	-
Leather & Tanneries									
Bata Pakistan Limited	3,340	-	-	3,340	-	-	-	-	0.00
						-	-	-	-
Miscellaneous									
Shifa International Hospitals	62,060	-	-	62,000	60	7	7	-	0.00
Synthetic Products Limited**	167,000	-	-	167,000	-	-	-	-	0.00
						7	7	-	-
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	31,000	-	-	14,312	16,688	25,276	26,035	759	0.01
Oil & Gas Development Company Limited	145,000	-	-	85,000	60,000	4,680	5,788	1,108	0.00
Pakistan Oilfields Limited	18,000	-	-	2,350	15,650	6,288	6,100	(188)	0.01
Pakistan Petroleum Limited	-	179,000	-	-	179,000	13,015	13,259	244	0.01
						49,259	51,182	1,923	0.03
Oil And Gas Marketing Companies									
Attock Petroleum Limited	15,000	-	-	15,000	-	-	-	-	-
Sul Northern Gas Pipelines Limited	225,000	-	-	130,000	95,000	3,740	4,463	723	0.01
						3,740	4,463	723	0.01

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

Name of the Investee Company	Number of shares					Balance as at Sep 30, 2023			Market value as a % of net assets of the sub-fund	% of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at September 30, 2023	Carrying Value	Market value	Unrealised (loss) / gain		
							(Rupees '000)		(%)	
Shares of listed companies - fully paid ordinary shares of Rs. 10 each unless stated otherwise										
Paper And Board										
Century Paper & Board Mills Limited	126,000	-	-	-	126,000	3,558	3,175	(383)	-	0.03
Packages Limited	41,000	-	-	-	41,000	15,947	15,102	(845)	0.02	0.05
Security Papers Limited	5,500	-	-	5,500	-	-	-	-	-	0.00
						19,505	18,277	(1,228)	0.02	0.08
Pharmaceuticals										
Agp Limited	88,000	-	-	88,000	-	-	-	-	-	0.00
Citi Pharma Limited	508,000	45,000	-	44,000	509,000	10,928	11,198	270	0.02	0.22
Ferozsons Laboratories Limited	50,000	-	-	5,400	44,600	6,104	6,240	136	0.01	0.10
Haleon Pakistan Limited	75,000	42,000	-	1,700	115,300	17,611	16,428	(1,183)	0.02	0.10
Highnoon Laboratories Limited	29,727	2,800	-	-	32,527	11,013	12,357	1,344	0.02	0.06
						45,656	46,223	567	0.07	0.48
Power Generation & Distribution										
Hub Power Company Limited	451,000	104,000	-	-	555,000	39,725	49,023	9,298	0.07	0.04
Leipir Power Limited	-	385,000	-	-	385,000	5,938	5,975	37	0.01	0.10
						45,663	54,998	9,335	0.08	0.14
Refinery										
Attock Refinery Limited	-	52,000	-	-	52,000	12,933	13,236	303	0.02	0.05
						12,933	13,236	303	0.02	0.05
Technology & Communications										
Avanceon Limited	63,250	-	-	63,250	-	-	-	-	-	0.00
Hum Network Limited***	325,000	300,000	-	-	625,000	3,750	3,438	(312)	-	0.06
Systems Limited	67,500	-	-	37,000	30,500	12,302	12,012	(290)	0.02	0.01
						16,052	15,450	(602)	0.02	0.07
Textile Composite										
Gul Ahmed Textile Mills Limited	558,801	142,000	-	136,800	564,001	10,041	9,977	(64)	0.01	0.08
Interloop Limited	703,431	100,000	-	217,431	586,000	20,855	26,464	5,609	0.04	0.04
Kohinoor Textile Mills Limited	201,300	-	-	201,000	300	15	17	2	-	0.00
Nishat (Chunlian) Limited	169,000	-	-	25,000	144,000	2,923	2,951	28	-	0.06
						33,834	39,409	5,575	0.05	0.18
Tobacco										
Pakistan Tobacco Company Limited	9,800	12,750	-	-	22,350	14,637	16,294	1,657	0.02	0.01
						14,637	16,294	1,657	0.02	0.01
Total as at September 30, 2023						631,929	666,610	34,681		

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

Name of the Investee Company	Number of shares				Balance as at Sep 30, 2023		Market value as a % of net assets of the sub-fund	% of the paid up capital of the investee company
	As at July 01, 2023	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at September 30, 2023	Carrying Value	Unrealised (loss) / gain	
								(%)

Total as at June 30, 2023 (Audited)

762,018 719,185 (42,833)

*These transactions relating to shares of related parties

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

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

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

	(Un-Audited) Sep 30, 2023	(Audited) June 30, 2023	(Un-Audited) Sep 30, 2023	(Audited) June 30, 2023
 (Number of shares) (Rupees '000)			
Bank Alfalah limited	50,000	50,000	1,924	1,522
Oil & Gas Development Company Limited	100,000	100,000	4,823	7,800
The Hub Power Company Limited	110,995	110,995	9,804	7,723
Fauji Fertilizer Bin Qasim Limited	500,000	-	6,870	-
	760,995	260,995	23,421	17,045

5.1.2 As at September 30, 2023, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.526 million (2023: Rs. 0.862 million).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

5.2 Government securities - at fair value through profit or loss

Debt Sub-Fund										
Name of security	Issue date	Maturity date	Face value				Balance as at September 30, 2023			Market value as a % of net assets of sub-funds
			As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	Market value	Unrealised (loss) / gain	
(Rupees '000)										
Pakistan Investment Bonds - FRB	6-May-21	6-May-26	100,000.00	-	100,000	-	-	-	-	-
	10-Aug-23	10-Aug-28	-	300,000	300,000	-	-	-	-	0.00%
	Total as at September 30, 2023									
Total as at June 30, 2023 (Audited)							98,295	98,640	(1,655)	
Pakistan Investment Bonds	4-Jul-23	4-Jul-26	-	300,000	300,000	-	-	-	-	-
	10-Jun-04	10-Jun-24	1,900	-	-	1,900	1,754	1,750	(4)	0.34%
	Total as at September 30, 2023									
Total as at June 30, 2023 (Audited)							1,754	1,750	(4)	
Total as at June 30, 2023 (Audited)							1,841	1,701	(140)	
Treasury Bills										
Market Treasury Bills - 3 months	1-Jun-23	24-Aug-23	-	50,000	50,000	-	-	-	-	-
Market Treasury Bills - 3 months	13-Jul-23	5-Oct-23	-	510,000	500,000	10,000	9,976	9,976	-	-
Market Treasury Bills - 3 months	15-Jun-23	7-Sep-23	-	375,000	375,000	-	-	-	-	-
Market Treasury Bills - 3 months	18-May-23	10-Aug-23	-	50,000	50,000	-	-	-	-	-
Market Treasury Bills - 3 months	20-Apr-23	13-Jul-23	-	114,000	114,000	-	-	-	-	-
Market Treasury Bills - 3 months	21-Sep-23	14-Dec-23	-	500,000	200,000	300,000	286,848	287,032	184	55.54%
Market Treasury Bills - 3 months	22-Jun-23	21-Sep-23	175,000	60,000	235,000	-	-	-	-	-
Market Treasury Bills - 12 months	13-Jul-23	11-Jul-24	-	360,000	360,000	-	-	-	-	-
Market Treasury Bills - 12 months	14-Jul-22	13-Jul-23	-	15,000	15,000	-	-	-	-	-
Market Treasury Bills - 12 months	15-Jun-23	13-Jun-24	150,000	-	150,000	-	-	-	-	-
Total as at September 30, 2023										
Total as at June 30, 2023 (Audited)							296,824	297,008	184	
Total as at June 30, 2023 (Audited)							290,995	289,635	(1,360)	
Number of certificates										
Particulars	Issue Date	Number of certificates				Balance as at September 30, 2023			Market value as a % of net assets of sub-funds	
		As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	Market value	Unrealised (loss) / gain		
20-Sep-23		-	125,000	-	125,000	125,000	124,975	(25)	24.18%	
Total as at September 30, 2023						423,578	423,733	155		
Total as at June 30, 2023 (Audited)						-	-	-		
GOP Ijara - 1 year										
Total as at September 30, 2023										
Total as at June 30, 2023 (Audited)										

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

Money Market Sub-Fund

Name of security	Issue Date	Maturity date	Face value			Balance as at September 30, 2023			Market value as a % of net assets of sub-funds	
			As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	Unrealised (loss) / gain		
(Rupees '000)										
Pakistan Investment Bonds - FRB										
Pakistan Investment Bonds - 2 years	30-Dec-21	30-Dec-23	-	1,000,000	500,000	500,000	498,918	498,750	(168)	26.31%
Total as at September 30, 2023			498,918 498,750 (168)							
Treasury Bills										
Market Treasury Bills - 3 months	18-May-23	10-Aug-23	46,460	100,000	146,460	-	-	-	-	0.00%
Market Treasury Bills - 3 months	1-Jun-23	24-Aug-23	90,055	-	90,055	-	-	-	-	0.00%
Market Treasury Bills - 3 months	15-Jun-23	7-Sep-23	900,000	3,630,000	4,530,000	-	-	-	-	0.00%
Market Treasury Bills - 3 months	22-Jun-23	21-Sep-23	403,320	2,700,000	3,103,320	-	-	-	-	0.00%
Market Treasury Bills - 3 months	13-Jul-23	5-Oct-23	-	519,265	500,000	19,265	19,219	19,219	-	1.01%
Market Treasury Bills - 3 months	10-Aug-23	2-Nov-23	-	2,251,550	2,090,000	161,550	158,504	158,488	(16)	8.36%
Market Treasury Bills - 3 months	24-Aug-23	16-Nov-23	-	1,507,100	1,500,000	7,100	6,907	6,908	1	0.36%
Market Treasury Bills - 3 months	7-Sep-23	30-Nov-23	-	26,740	-	26,740	25,799	25,801	2	1.36%
Market Treasury Bills - 3 months	21-Sep-23	14-Dec-23	-	1,860,000	981,000	879,000	840,473	841,004	531	44.36%
Market Treasury Bills - 6 months	23-Feb-23	24-Aug-23	120,000	120,000	240,000	-	-	-	-	0.00%
Market Treasury Bills - 6 months	27-Mar-23	21-Sep-23	-	2,000,000	2,000,000	-	-	-	-	0.00%
Market Treasury Bills - 12 months	14-Jul-22	13-Jul-23	-	70,000	70,000	-	-	-	-	0.00%
Total as at September 30, 2023			1,050,902 1,051,420 518							
Total as at June 30, 2023 (Audited)			1,498,190 1,496,180 (2,010)							

Letter of Placements

Name of security		Issue Date	Face value			Balance as at September 30, 2023		Market value as a % of net assets of sub-funds
			As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	
(Rupees '000)								
Pak Kuwait Investment Company (Pvt.) Limited		8-Sep-23	-	185,000	185,000	-	-	-
Zarai Tarakiat Bank Limited		8-Sep-23	-	185,000	185,000	-	-	-
Pak Brunei Investment Company Limited		26-Sep-23	-	190,000	190,000	-	-	-
Total as at September 30, 2023						1,549,820	1,550,170	350

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

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

Debt Sub-Fund

Name of security	Issue Date	Number of certificates				Balance as at Sep 30, 2023			Market value as a % of net assets of sub-funds
		As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	Market value	Unrealised (loss) / gain	
----- (Rupees '000) ----- % -----									
Term finance certificates									
Bank Al Habib Limited	30-Sep-21	5,000	-	-	5,000	24,880	24,968	288	3.6%
Jahangir Siddiqui & Co Limited. - 5th Issue	18-Jul-17	5,000	-	5,000	-	-	-	-	0.0%
Sukuks									
Meezan Bank Limited - 2nd Issue	9-Jan-20	30	-	-	30	30,202	30,039	(163)	4.3%
Meezan Bank Limited	16-Dec-21	10	-	-	10	9,900	9,882	(18)	1.4%
Total as at September 30, 2023						64,782	64,889	107	
Total as at June 30, 2023 (Audited)						69,850	67,917	(1,933)	

September 30, 2023 (Un-audited)

Note	Money			(Rupees)		
	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund

6 ACCRUED EXPENSES AND OTHER LIABILITIES

Provision for Federal Excise Duty on remuneration of Pension Fund Manager	6.1	2,420	2,405	1,151	5,976
Brokerage payable		647	50	52	249
Withholding tax payable		7	34	166	-
Auditors' remuneration		187	126	290	452
Payable against redemption of units		-	-	22	22
Others		42	249	783	1,025
		3,303	2,864	2,464	7,724

6.1 Provision for Federal Excise Duty on remuneration of Pension Fund Manager

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. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.138 (2023; Rs.155) per unit, Rs.189 (2023; Rs.189) per unit and Rs.0.23 (2023; Rs.0.26) per unit respectively.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7. CONTRIBUTION TABLE

	Sep 30, 2023 (Unaudited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)
Issuance of units	244,041	131,382	213,546	89,092	1,858,976	689,138	2,316,563	909,612
Redemption of units	(519,492)	(283,780)	(217,843)	(90,797)	(1,300,362)	(483,145)	(2,037,697)	(857,722)

	Sep 30, 2022 (Unaudited)							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)
Issuance of units	341,905	97,662	269,222	74,041	715,470	609,796	1,326,597	781,499
Redemption of units	(345,435)	(283,483)	(252,611)	(90,109)	(414,986)	(324,709)	(1,013,032)	(698,301)

8. NUMBER OF UNITS IN ISSUE

Total units outstanding at beginning of the period
Units issued during the period
Units redeemed during the period
Total units in issue at end of the period

Sep 30, 2023 (Unaudited)		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
(Number of units)		
1,564,588	1,210,971	4,420,431
244,041	213,546	1,858,976
(519,492)	(217,843)	(1,300,362)
1,289,137	1,206,674	4,979,045

Total units outstanding at the beginning of the year
Units issued during the year
Units redeemed during the year
Total units in issue at the end of the year

Sep 30, 2022 (Unaudited)		
(Number of units)		
1,711,394	1,609,508	2,330,009
341,905	269,222	715,470
(345,435)	(252,611)	(414,986)
1,707,864	1,626,119	2,630,493

9. CONTINGENCIES AND COMMITMENTS

There were no material contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023.

10. CASH AND CASH EQUIVALENTS

Balances with banks - savings accounts
3 Months Maturity T-Bills

Sep 30, 2023 (Un-audited)				June 30, 2023 (Audited)
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
(Rupees '000)				
30,694	23,664	318,633	372,991	166,422
-	-	1,051,420	1,051,420	1,546,581
30,694	23,664	1,370,053	1,424,411	1,713,003

11. TAXATION

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

12. EXPENSE RATIO

Equity Sub Fund

The annualized total Expense Ratio (TER) of the Fund for the period ended September 30, 2023 is 2.52% which includes 0.31% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc.

Debt Sub Fund

The annualized total Expense Ratio (TER) of the Fund for the period ended September 30, 2023 is 1.69% which includes 0.21% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP etc.

Money Sub Fund

The annualized total Expense Ratio (TER) of the Fund as at September 30, 2023 is 1.05% which includes 0.15% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP etc.

13. EARNINGS PER UNIT

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

14 TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

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

14.1 Transactions during the period

	Quarter ended September 30, 2023 (Un-Audited)				Quarter ended Sep 30, 2022 (Un-Audited)
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees '000)				
MCB Investments Management Limited - Pension Fund Manager					
Remuneration (including indirect taxes)	3,224	1,654	3,613	8,491	6,355
Central Depository Company of Pakistan Limited - Trustee					
Remuneration (include indirect taxes)	250	166	583	999	773
Settlement charges	48	3	3	54	16
Group / Associated companies					
MCB Bank Limited					
Mark-up earned	242	193	214	649	187
Bank charges	2	2	6	10	3
D.G. Khan Cement Company Limited					
Purchase of 242,500 (2022: 70,000) shares	13,452	-	-	13,452	4,229
Sale of 370,500 (2022: Nil) shares	17,581	-	-	17,581	-
Lalpir Power Limited					
Purchase of 385,000 (2022: Nil) shares	5,938	-	-	5,938	-
Nishat Mills Limited					
Purchase of NIL (2022: 80,000) shares	-	-	-	-	5,797
Sell of NIL (2022: 80,000) shares	-	-	-	-	-
International Steels Limited					
Purchase of 269,146 (2022: Nil) shares	13,228	-	-	13,228	-

14.2 Balances outstanding at period end:

	September 30, 2023 (Un-Audited)				June 30, 2023 (Audited)
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees '000)				
MCB Investments Management Limited - Pension Fund Manager					
Remuneration payable	819	482	1,123	2,424	2,320
Sindh sales tax payable on remuneration	107	63	146	316	301
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable	63	48	181	292	274
Sindh sales tax payable on remuneration	8	6	24	38	36
Security deposit	200	200	200	600	600
Group / Associated companies					
MCB Bank Limited					
Bank Balance	1,773	2,233	27	4,033	7,357
D.G. Khan Cement Company Limited					
382,000 Shares (2023: 510,000)	16,586	-	-	16,586	26,163
Lalpir Power Limited					
385,000 Shares (2023: Nil)	5,975	-	-	5,975	-
International Steels Limited					
269,146 Shares (2023: Nil)	11,441	-	-	11,441	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

14.3 Unit Holders' Fund

FOR THE QUARTER ENDED SEPTEMBER 30, 2023 (Un-Audited)								
	As at July 01, 2023	Issued for cash	Redeemed	As at Sep 30, 2023	As at July 01, 2023	Issued for cash	Redeemed	As at Sep 30, 2023
	----- (Units) -----			----- (Rupees) -----				
MCB Investment Management Limited- Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	122,603	-	-	136,342
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	87,844	-	-	108,412
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	92,220	-	-	114,231
Key management personnel								
- Pakistan Pension Fund - Equity	2,370	630	615	2,385	1,152	335	322	1,289
- Pakistan Pension Fund - Debt	2,482	372	358	2,496	861	157	151	1,069
- Pakistan Pension Fund - Money Market	7,192	510	101	7,601	2,211	191	38	2,894
FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Un-Audited)								
	As at July 01, 2022	Issued for cash	Redeemed	As at Sep 30, 2022	As at July 01, 2022	Issued for cash	Redeemed	As at Sep 30, 2022
	----- (Units) -----			----- (Rupees) -----				
MCB Investment Management Limited- Pension Fund Manager								
- Pakistan Pension Fund - Equity	252,196	-	-	252,196	122,603	-	-	136,342
- Pakistan Pension Fund - Debt	253,109	-	-	253,109	87,844	-	-	108,412
- Pakistan Pension Fund - Money Market	300,000	-	-	300,000	92,220	-	-	95,790
Key management personnel								
- Pakistan Pension Fund - Equity	5,350	13,699	17,678	1,371	2,601	6,902	8,902	671
- Pakistan Pension Fund - Debt	1,669	234	398	1,505	579	83	139	542
- Pakistan Pension Fund - Money Market	7,234	27,716	27,721	7,229	2,224	8,758	8,782	2,308

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

15 GENERAL

- 15.1** Figures have been rounded off to the nearest thousand rupees unless otherwise stated.
- 15.2** Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation.

16 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).

17 DATE OF AUTHORISATION FOR ISSUE

These interim financial statements were authorized for issue on 18 October 2023 by the Board of Directors of the Pension Fund Manager.

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



Chief Executive Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

(Formerly: MCB Arif Habib Savings and Investments Limited)

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