



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

# QUARTERLY REPORT

MARCH  
**2022**  
(UNAUDITED)

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



# **ALHAMRA ISLAMIC ACTIVE ALLOCATION FUND**

## TABLE OF CONTENTS

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|   |   |     |
|---|---|-----|
| 1 | Fund's Information  | 341 |
| 2 | Report of the Directors of the Management Company                                   | 342 |
| 3 | Condensed Interim Statement of Assets And Liabilities                               | 350 |
| 4 | Condensed Interim Income Statement (Un-audited)                                     | 351 |
| 5 | Condensed Interim Statement of Other Comprehensive Income (Un-audited)              | 352 |
| 6 | Condensed Interim Statement of Movement in Unit Holder's Funds (Un-audited)         | 353 |
| 7 | Condensed Interim Cash Flow Statement ( Un-audited)                                 | 354 |
| 8 | Notes to and forming part of the Condensed Interim Financial Statements (Unaudited) | 355 |

## FUND'S INFORMATION

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| <b>Management Company</b>                                    | <b>MCB-Arif Habib Savings &amp; Investments Limited</b><br>Adamjee House, 2nd Floor,<br>I.I. Chundrigar Road, Karachi.  |  |
| <b>Board of Directors</b>                                    | Mr. Haroun Rashid<br>Mr. Nasim Beg<br>Mr. Muhammad Saqib Saleem<br>Mr. Ahmed Jahangir<br>Mr. Kashif A. Habib<br>Mirza Qamar Beg<br>Syed Savail Meekal Hussain<br>Ms. Mavra Adil Khan  | Chairman<br>Vice Chairman<br>Chief Executive Officer<br>Director<br>Director<br>Director<br>Director |
| <b>Audit Committee</b>                                       | Mirza Qamar Beg<br>Mr. Nasim Beg<br>Mr. Ahmed Jahangir<br>Mr. Kashif A. Habib<br>Syed Savail Meekal Hussain   | Chairman<br>Member<br>Member<br>Member   |
| <b>Human Resource &amp; Remuneration Committee</b>           | Mirza Qamar Beg<br>Mr. Nasim Beg<br>Mr. Ahmed Jahangir<br>Syed Savail Meekal Hussain<br>Ms. Mavra Adil Khan<br>Mr. Muhammad Saqib Saleem  | Chairman<br>Member<br>Member<br>Member<br>Member   |
| <b>Chief Executive Officer</b>                               | Mr. Muhammad Saqib Saleem   |  |
| <b>Chief Operating Officer &amp; Chief Financial Officer</b> | Mr. Muhammad Asif Mehdi Rizvi   |  |
| <b>Company Secretary</b>                                     | Mr. Altaf Ahmad Faisal  |  |
| <b>Trustee</b>   | <b>Digital Custodian Company Limited</b><br>(Formerly MCB Financial Services Limited)<br>4th Floor, Pardesi House, Old Queens Road,<br>Karachi, Pakistan<br>Ph: (92-21) 32419770<br>Fax: (92-21) 32416371<br>Web: www.digitalcustodian.co |  |
| <b>Bankers</b>   | MCB Bank Limited<br>Dubai Islamic Bank Limited  |  |
| <b>Auditors</b>  | <b>Ernst &amp; Young Ford Rhodes</b><br>Chartered Accountants<br>Progressive Plaza, Beaumont Road<br>P.O. Box 15541, Karachi Sindh-75530<br>Pakistan.   |  |
| <b>Legal Advisor</b>   | <b>Bawaney &amp; Partners</b><br>3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area<br>Phase VI, D.H.A., Karachi   |  |
| <b>Transfer Agent</b>  | <b>MCB-Arif Habib Savings &amp; Investments Limited</b><br>Adamjee House, 2nd Floor<br>I.I. Chundrigar Road, Karachi.   |  |
| <b>Rating</b>  | <b>AM1</b> Asset Manager Rating assigned by PACRA   |  |

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

**Dear Investor,**

On behalf of the Board of Directors, we are pleased to present **Alhamra Smart Portfolio** accounts review for the nine months & quarter ended March 31, 2022.

## **Economy and Money Market Review**

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

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

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

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

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

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

Secondary markets yields have increased significantly in 9MFY22 as SBP started the monetary tightening cycle. The recent depreciation in rupee along with persistently high commodity prices will add pressure to inflation and we expect average inflation numbers to remain elevated in medium term. Bond yields for tenors of 3 years, 5 years and 10 years witnessed a rise of 2.4%, 2.1% and 1.4%, respectively during the period.

## **Equity Market Review**

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

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

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

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

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

### FUND PERFORMANCE

During the period under review, the fund posted a return of 2.19% against 0.57% for the benchmark.

The fund was 22.8% invested in Alhamra Islamic Stock Fund and 71.9% invested in Alhamra Islamic Income Fund as at March 31, 2022.

The Net Assets of the Fund as at March 31, 2022 stood at Rs. 164 million. The Net Asset Value (NAV) per unit as at March 31, 2022 was Rs. 102.0646.

### Economy & Market – Future Outlook

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

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

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

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

We expect Average FY22 and FY23 inflation to clock at 11.6% and 13.8% respectively assuming international oil stays above USD 100/bbl. The recent hike in commodity prices and the resultant currency depreciation is likely to keep inflation numbers elevated in near term. In the recent monetary policy held in April-22 SBP

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

increased policy rate by 250bps to 12.25% due to significant uncertainty around outlook for international commodities and global financial condition as result of Russia Ukraine war. As per the SBP the recent rate hike increased forward looking interest rates to mildly positive territory. Thus we may be at the end of monetary tightening cycle.

From capital market perspective, particularly equities, the recent correction in stock prices have opened up valuation. The market has priced in interest rate increase and currency depreciation. Market cap to GDP ratio has declined to 13.4%, a discount of 69% from its historical average. Similarly, risk premiums are close to 6.0%, compared to historical average of 1.9% signifying deep discount at which market is trading. We believe a micro view of sectors and stock will remain important and investment selection should focus on companies which trade at a deep discount to their intrinsic value. The market is currently trading at PER of 5.7x, while offering a dividend yield of 8.3%.

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

### Mutual Fund Industry Review

The Net Assets of the open end mutual fund industry increased by about 7.4% during the nine months to PKR 1,093bn. Total money market funds grew by about 11.9% since June 2021. Within the money market sphere, the conventional funds dominated with a growth of about 19.6% to PKR 341bn while Islamic funds declined by 0.2% to PKR 181bn. In addition, the total fixed Income funds increased by about 17.7% since June 2021, as the conventional income funds rose by 21.5% to PKR 153bn. Equity and related funds declined by 11.3% as market witnessed a decline in 9MFY22 eroding AUMS as concern over macroeconomic and geopolitical factors kept investors at bay.

In terms of the segment share, Money Market funds were the leader with a share of around 47.8%, followed by Income funds with a share of 26.4% and Equity and Equity related funds having a share of 24.3% as at the end of 9MFY22.

### Mutual Fund Industry Outlook

The recent increase in interest rates would increase flows in the money market funds. The money markets funds by virtue of its short duration would be the ideal for investors with a short term horizon and low risk profile. However recent correction in stock prices have opened up valuations and long term investors would look to add equity exposure at these attractive levels. Our operations remained seamless and given our competitive edge due to aggressive investment in digital access and online customer experience, the environment provides an opportunity with growing number of investors available online.

### ACKNOWLEDGMENT

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

On behalf of Directors,



**Muhammad Saqib Saleem**  
Chief Executive Officer  
April 20, 2022



**Nasim Beg**  
Director/Vice Chairman  
April 20, 2022

## ڈائریکٹرز رپورٹ

### میوچل فنڈ صنعت کا جائزہ

مالی سال 2022ء کے ابتدائی نو ماہ کے دوران اوپن end میوچل فنڈ صنعت کے net اثاثہ جات تقریباً 7.4 فیصد بڑھ کر 1,093 بلین روپے ہو گئے۔ منی مارکیٹ کے مجموعی فنڈز میں جون 2021ء کے بعد سے تقریباً 11.9 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز حاوی رہے جو تقریباً 19.6 فیصد بڑھ کر 341 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 0.2 فیصد کم ہو کر 181 بلین روپے ہو گئے۔ مزید برآں، مجموعی فلکسڈ انکم فنڈز میں جون 2021ء سے تقریباً 17.7 فیصد اضافہ ہوا کیونکہ روایتی انکم فنڈز 21.5 فیصد بڑھ کر 153 بلین روپے ہو گئے۔ ایکویٹی اور متعلقہ فنڈز میں 17.7 فیصد کمی ہوئی کیونکہ مالی سال 2022ء کے ابتدائی نو ماہ کے دوران مارکیٹ تنزل کا شکار رہی جس کے نتیجے میں مجموعی معاشی اور جغرافیائی-سیاسی عوامل پر تشویش کے باعث سرمایہ کاروں کی حوصلہ شکنی اثاثہ جات تحت الانظامیہ (AUMs) میں انحطاط کا سبب بنی۔

شعبہ جاتی اعتبار سے منی مارکیٹ فنڈز تقریباً 47.8 فیصد حصے کے ساتھ سب سے آگے رہے، جبکہ انکم فنڈز 26.4 فیصد حصے اور ایکویٹی اور ایکویٹی سے متعلقہ فنڈز 24.3 فیصد حصے کے ساتھ بالترتیب دوسرے اور تیسرے نمبر پر رہے۔

### میوچل فنڈ صنعت کے مستقبل کے امکانات

سود کی شرحوں میں حالیہ اضافے سے منی مارکیٹ فنڈز میں آمدات میں اضافہ ہوگا۔ منی مارکیٹ فنڈز اپنی مختصر میعاد کی بدولت ایسے سرمایہ کاروں کے لیے موزوں ترین ہوں گے جو مختصر مدت کے لیے کم خطرات کے ساتھ چلنا چاہتے ہیں۔ تاہم اسٹاک کی قیمتوں میں حالیہ تصحیح سے valuations کھل گئی ہیں اور طویل المیعاد سرمایہ کاران پر کشش سطحوں پر ایکویٹی میں سرمایہ کاری کرنا چاہیں گے۔ ہمارے آپریشنز بلا رکاوٹ جاری رہے، اور ڈیجیٹل رسائی اور آن لائن سہولیات میں بھرپور سرمایہ کاری کے نتیجے میں ہمیں جو سبقت حاصل ہے اس کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے استفادہ کر سکتے۔


### اظہار تشکر

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

من جانب ڈائریکٹرز



نیم بیگ  
ڈائریکٹر اوپن چیرمین  
20 اپریل 2022ء



محمد ثاقب سلیم  
چیف ایگزیکٹو آفیسر  
20 اپریل 2022ء



## ڈائریکٹرز رپورٹ

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

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

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

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

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

## ڈائریکٹرز رپورٹ

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

### فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ نے 0.57 فیصد منافع کے مقابلے میں 2.19 فیصد کا منافع حاصل کیا۔ 31 مارچ 2022ء کو الحمر اسلامک اسٹاک فنڈ میں 22.8 فیصد اور الحمر اسلامک انکم فنڈ میں 71.9 فیصد سرمایہ کاری کی گئی تھی۔ 31 مارچ 2022ء کو فنڈ کے خالص اثاثے 164 ملین روپے رہے۔ 31 مارچ 2022ء کو نیٹ ایسٹ ویلیو (این اے وی) فی یونٹ 102.0646 روپے تھی۔

### معیشت اور بازار - مستقبل کے امکانات

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

ہمارے اندازے کے مطابق مجموعی ملکی پیداوار (جی ڈی پی) میں اس سال 4.5 فیصد اضافہ ہوگا، جو حکومتی ہدف 4.8 فیصد سے کچھ کم ہے۔ زراعت، صنعت اور خدمات کے شعبوں میں پالترتیب 4.5 فیصد، 4.1 فیصد اور 4.5 فیصد ترقی متوقع ہے۔ صنعتی شعبے کی ترقی تیز رفتار ہو سکتی لیکن حکومتی ہدف سے کم رہے گی کیونکہ مالیاتی سختی کے نتیجے میں طلب سنکڑ گئی ہے۔ البتہ گندم اور کپاس کی بہتر فصل کی بدولت زراعت کے شعبے کی ترقی حکومتی تخمینوں سے سبقت لے جاسکتی ہے۔ کووڈ ویکسینیشن کا دور کافی کامیاب رہا جس کے نتیجے میں خدمات کے شعبے میں بحالی متوقع ہے کیونکہ یہ شعبہ وباء سے سب سے زیادہ متاثر ہوا تھا۔

## ڈائریکٹرز رپورٹ

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

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

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

### ایکویٹی مارکیٹ کا جائزہ

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

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

## ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

بورڈ آف ڈائریکٹرز کی جانب سے الحمرا سٹاٹ پورٹ فولیو کے گوشواروں کا جائزہ برائے نومبر اور سہ ماہی مختتمہ 31 مارچ 2022ء پیش خدمت ہے۔

### معیشت اور بازار زر کا جائزہ

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

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

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

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

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

|   | (Un-audited)   |   |                               |           | (Audited)  |   |                               |           |         |
|---|--|---|-------------------------------|-----------|--|---|-------------------------------|-----------|---------|
|   | ----- March 31, 2022 -----                             |   |                               |           | ----- June 30, 2021 -----                              |   |                               |           |         |
|   | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total     | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total     |         |
| <b>ASSETS</b>   |  |   |                               |           |  |   |                               |           |         |
| Balances with banks   | 4  | -   | -                             | 8,549     | -  | 6,146   | 14,126                        | 2,031     | 22,303  |
| Investments   | 5  | -   | -                             | 155,541   | -  | -   | -                             | 121,079   | 121,079 |
| Profit receivable   |  | -   | -                             | 58        | -  | -   | -                             | 30        | 30      |
| Advance and other receivables   |  | -   | -                             | -         | -  | -   | -                             | -         | -       |
| <b>Total assets</b>   |  | -   | -                             | 164,148   | -  | 6,146   | 14,126                        | 123,140   | 143,412 |
| <b>LIABILITIES</b>  |  |   |                               |           |  |   |                               |           |         |
| Payable to MCB-Arif Habib Savings and<br>Investments Limited - Management Company |  | -   | -                             | 7         | -  | -   | -                             | 10        | 10      |
| Payable to Digital Custodian Company Limited<br>- Trustee                         |  | -   | -                             | 24        | -  | -   | -                             | 16        | 16      |
| Payable to the Securities and Exchange<br>Commission of Pakistan (SECP)           | 6  | -   | -                             | 26        | -  | -   | 29                            | 1         | 30      |
| Accrued expenses and other liabilities  | 7  | -   | -                             | 345       | -  | 6,146   | 14,097                        | 54        | 20,297  |
| <b>Total liabilities</b>  |  | -   | -                             | 402       | -  | 6,146   | 14,126                        | 81        | 20,353  |
| <b>NET ASSETS</b>   |  | -   | -                             | 163,746   | -  | -   | -                             | 123,059   | 123,059 |
| <b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>                             |  | -   | -                             | 163,746   | -  | -   | -                             | 123,059   | 123,059 |
|   |  | --- (Number of units) ---                               |                               |           |  | --- (Number of units) ---                               |                               |           |         |
| <b>NUMBER OF UNITS IN ISSUE</b>   |  | -   | -                             | 1,604,339 | -  | -   | -                             | 1,232,102 |         |
|   |  | ----- (Rupees) -----                                    |                               |           |  | ----- (Rupees) -----                                    |                               |           |         |
| <b>NET ASSET VALUE PER UNIT</b>   |  | -   | -                             | 102.0646  | -  | -   | -                             | 99.8771   |         |

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Chief Financial Officer



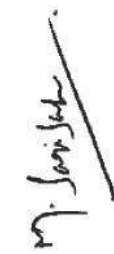
Director

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

| Note   | Nine Months ended March 31, 2022           |   |       | Nine Months ended March 31, 2021           |   |         | Quarter Ended March 31, 2022               |   |       | Quarter Ended March 31, 2021               |   |         |
|--|--|---|-------|--|---|---------|--|---|-------|--|---|---------|
|  | Alhamra Islamic Active Allocation Plan - I | Alhamra Islamic Active Allocation Plan - II | Total | Alhamra Islamic Active Allocation Plan - I | Alhamra Islamic Active Allocation Plan - II | Total   | Alhamra Islamic Active Allocation Plan - I | Alhamra Islamic Active Allocation Plan - II | Total | Alhamra Islamic Active Allocation Plan - I | Alhamra Islamic Active Allocation Plan - II | Total   |
| <b>INCOME</b>  |  |   |       |  |   |         |  |   |       |  |   |         |
| Gain on redemption of investments - net  | -  | 606   | 606   | 10,750                                     | 5,436                                       | 16,186  | -  | -   | 379   | -  | 4,079                                       | 4,079   |
| Net unrealised gain / (loss) on re-measurement of investments classified as 'at fair value through profit or loss' | -  | 3,269                                       | 3,269 | -  | 4,378                                       | 4,378   | -  | -   | 863   | -  | (1,130)                                     | (1,130) |
| Profit on balances with bank   | -  | 441   | 441   | 337  | 326   | 663     | -  | -   | 299   | -  | 47  | 47      |
| <b>Total income</b>  | -  | 4,316                                       | 4,316 | 11,087                                     | 10,140                                      | 21,227  | -  | -   | 1,541 | -  | 2,996                                       | 2,996   |
| <b>EXPENSES</b>  |  |   |       |  |   |         |  |   |       |  |   |         |
| Remuneration of the Management Company   | -  | 44  | 44    | 34   | 32  | 66      | -  | -   | 30    | -  | 5   | 5       |
| Sindh sales tax on remuneration of the Management Company  | -  | 6   | 6     | 4  | 4   | 8       | -  | -   | 4     | -  | -   | -       |
| Remuneration of the Trustee  | -  | 188   | 188   | 137  | 186   | 323     | -  | -   | 125   | -  | 62  | 62      |
| Sindh sales tax on remuneration of the Trustee   | -  | 24  | 24    | 18   | 24  | 42      | -  | -   | 16    | -  | 8   | 8       |
| Annual fee to Securities and Exchange Commission of Pakistan (SECP)  | -  | 26  | 26    | 30   | 23  | 53      | -  | -   | 17    | -  | 6   | 6       |
| Allocated expenses   | -  | 131   | 131   | 148  | 117   | 265     | -  | -   | 86    | -  | 35  | 35      |
| Auditors' remuneration   | -  | 439   | 439   | 62   | 279   | 341     | -  | -   | 273   | -  | 71  | 71      |
| Printing charges   | -  | 69  | 69    | 3  | 53  | 56      | -  | -   | 39    | -  | 16  | 16      |
| Settlement and bank charges  | -  | 9   | 9     | 5  | 2   | 7       | -  | -   | 4     | -  | -   | -       |
| Listing fee  | -  | -   | -     | 16   | 9   | 25      | -  | -   | -     | -  | 3   | 3       |
| Legal and professional charges   | -  | 97  | 97    | 18   | 122   | 140     | -  | -   | 92    | -  | 82  | 82      |
| Provision against Sindh Workers' Welfare Fund (SIWWF)  | -  | -   | -     | 212  | 186   | 398     | -  | -   | -     | -  | 54  | 54      |
| <b>Total expenses</b>  | -  | 1,033                                       | 1,033 | 687  | 1,037                                       | 1,724   | -  | -   | 686   | -  | 342   | 342     |
| <b>Net income for the period before taxation</b>   | -  | 3,283                                       | 3,283 | 10,400                                     | 9,103                                       | 19,503  | -  | -   | 855   | -  | 2,654                                       | 2,654   |
| Taxation   | -  | -   | -     | -  | -   | -       | -  | -   | -     | -  | -   | -       |
| <b>Net income for the period</b>   | -  | 3,283                                       | 3,283 | 10,400                                     | 9,103                                       | 19,503  | -  | -   | 855   | -  | 2,654                                       | 2,654   |
| <i>Allocation of net income for the period:</i>  |  |   |       |  |   |         |  |   |       |  |   |         |
| Net income for the period  | -  | 3,283                                       | 3,283 | 10,400                                     | 9,103                                       | 19,503  | -  | -   | -     | -  | -   | -       |
| Income already paid on units redeemed  | -  | (184)                                       | (184) | (4,373)                                    | (1,043)                                     | (5,416) | -  | -   | -     | -  | -   | -       |
|  | -  | 3,099                                       | 3,099 | 6,027                                      | 8,060                                       | 14,087  | -  | -   | -     | -  | -   | -       |
| <i>Accounting income available for distribution:</i>   |  |   |       |  |   |         |  |   |       |  |   |         |
| - Relating to capital gains  | -  | 3,099                                       | 3,099 | 6,027                                      | 8,060                                       | 14,087  | -  | -   | -     | -  | -   | -       |
| - Excluding capital gains  | -  | -   | -     | -  | -   | -       | -  | -   | -     | -  | -   | -       |
| <b>Earnings per unit</b>   | -  | 3,099                                       | 3,099 | 6,027                                      | 8,060                                       | 14,087  | -  | -   | 686   | -  | 2,996                                       | 2,996   |

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

  
M. Saadullah

Chief Executive Officer

  
A. Akhbar

Chief Financial Officer



Director

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

|  | Nine Months ended March 31, 2022  |           |                         |              | Nine Months ended March 31, 2021  |              |                         |               | Quarter ended March 31, 2022      |          |                         |              | Quarter ended March 31, 2021      |              |                         |  |
|--|-----------------------------------|-----------|-------------------------|--------------|-----------------------------------|--------------|-------------------------|---------------|-----------------------------------|----------|-------------------------|--------------|-----------------------------------|--------------|-------------------------|--|
|  | Alhamra Islamic Active Allocation |           | Alhamra Smart Portfolio |              | Alhamra Islamic Active Allocation |              | Alhamra Smart Portfolio |               | Alhamra Islamic Active Allocation |          | Alhamra Smart Portfolio |              | Alhamra Islamic Active Allocation |              | Alhamra Smart Portfolio |  |
|  | Plan - I                          | Plan - II | Total                   | Plan - I     | Plan - II                         | Total        | Plan - I                | Plan - II     | Total                             | Plan - I | Plan - II               | Total        | Plan - I                          | Plan - II    | Total                   |  |
| Net income for the period                        | -                                 | -         | 3,283                   | 3,283        | 10,400                            | 9,103        | 19,503                  | 19,503        | -                                 | -        | 2,433                   | 2,433        | 2,654                             | 2,654        | 2,654                   |  |
| Other comprehensive income for the period        | -                                 | -         | -                       | -            | -                                 | -            | -                       | -             | -                                 | -        | -                       | -            | -                                 | -            | -                       |  |
| <b>Total comprehensive income for the period</b> | <b>-</b>                          | <b>-</b>  | <b>3,283</b>            | <b>3,283</b> | <b>10,400</b>                     | <b>9,103</b> | <b>19,503</b>           | <b>19,503</b> | <b>-</b>                          | <b>-</b> | <b>2,433</b>            | <b>2,433</b> | <b>2,654</b>                      | <b>2,654</b> | <b>2,654</b>            |  |

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

  
M. Saadullah

Chief Executive Officer

  
A. Akhbar

Chief Financial Officer



Director

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

|   | Alhamra Islamic Active Allocation Plan - I |                               |          | Alhamra Islamic Active Allocation Plan - II |                               |          | Alhamra Islamic Active Allocation Plan - I |                               |           | Alhamra Islamic Active Allocation Plan - II |                               |          |
|---|--|-------------------------------|----------|---|-------------------------------|----------|--|-------------------------------|-----------|---|-------------------------------|----------|
|   | Nine Months Ended March 31, 2022           |                               |          | Nine Months Ended March 31, 2021            |                               |          | Nine Months Ended March 31, 2022           |                               |           | Nine Months Ended March 31, 2021            |                               |          |
|   | Capital Value                              | Undistributed income / (loss) | Total    | Capital Value                               | Undistributed income / (loss) | Total    | Capital Value                              | Undistributed income / (loss) | Total     | Capital Value                               | Undistributed income / (loss) | Total    |
| <b>Net assets at the beginning of the period</b>  | -  | -                             | -        | -   | -                             | -        | -  | -                             | -         | -   | -                             | -        |
| Issuance of 1,043,752 units of Alhamra Smart Portfolio (2021: Nil of Plan - I, 331 of Plan - II and Nil of Smart Portfolio)           | 104,247                                    | -                             | 104,247  | 523   | -                             | 523      | 20,516                                     | -                             | 20,516    | 32  | -                             | 32       |
| - Capital value (at net assets value per unit at the beginning of the period)   | 104,247                                    | -                             | 104,247  | 523   | -                             | 523      | 20,516                                     | -                             | 20,516    | 32  | -                             | 32       |
| - Element of income   | -  | -                             | -        | 104,770                                     | -                             | 104,770  | 20,587                                     | -                             | 20,587    | 32  | -                             | 32       |
| <b>Net assets at the end of the period</b>  | -  | -                             | -        | -   | -                             | -        | -  | -                             | -         | -   | -                             | -        |
| Redemption of 671,516 units of Alhamra Smart Portfolio (2021: 1,895,691 of Plan - I, 487,167 of Plan - II and Nil of Smart Portfolio) | (67,069)                                   | -                             | (67,069) | (184)                                       | -                             | (184)    | (183,476)                                  | -                             | (183,476) | (46,588)                                    | -                             | (46,588) |
| - Capital value (at net assets value per unit at the beginning of the period)   | (67,069)                                   | -                             | (67,069) | (184)                                       | -                             | (184)    | (183,476)                                  | -                             | (183,476) | (46,588)                                    | -                             | (46,588) |
| - Amount paid out of element of income  | -  | -                             | -        | (113)                                       | -                             | (113)    | (246)                                      | -                             | (246)     | -   | -                             | -        |
| - Relating to Net income for the period after taxation <sup>1</sup>   | -  | -                             | -        | (184)                                       | -                             | (184)    | (246)                                      | -                             | (246)     | -   | -                             | -        |
| - Refund / (adjustment) on units as element of income   | -  | -                             | -        | (67,366)                                    | -                             | (67,366) | (183,722)                                  | -                             | (183,722) | (46,588)                                    | -                             | (46,631) |
| <b>Total comprehensive income for the period</b>  | -  | -                             | -        | 3,283                                       | -                             | 3,283    | -  | -                             | -         | -   | -                             | -        |
| Distribution during the period  | -  | -                             | -        | -   | -                             | -        | -  | -                             | -         | -   | -                             | -        |
| Net income for the period less distribution   | -  | -                             | -        | 3,283                                       | -                             | 3,283    | 754  | -                             | 754       | -   | -                             | -        |
| <b>Net assets at end of the maturity/period</b>   | -  | -                             | -        | 160,604                                     | 2,958                         | 163,562  | 309,739                                    | (135,704)                     | 174,035   | 258,541                                     | (27,298)                      | 237,791  |
| <b>Payable to unit holders on maturity (Refer note 8.2)</b>   | -  | -                             | -        | -   | -                             | -        | (309,739)                                  | 135,704                       | (174,035) | -   | -                             | -        |
| <b>Net assets at end of the period</b>  | -  | -                             | -        | 160,604                                     | 2,958                         | 163,562  | -  | -                             | 258,541   | -   | -                             | 237,791  |
| <b>Undistributed (loss) / income brought forward comprising of:</b>   |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| - Realised  | (141)                                      |                               | (141)    |   |                               |          |  |                               |           |   |                               |          |
| - Unrealised  |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| Accounting income available for distribution:   |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| - Relating to capital gains   | 3,099                                      |                               | 3,099    |   |                               |          |  |                               |           |   |                               |          |
| - Excluding capital gains   |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| Distribution during the period  |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| Undistributed loss carried forward  |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| <b>Undistributed income / (loss) carried forward comprising of:</b>   |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| - Realised  | (311)                                      |                               | (311)    |   |                               |          |  |                               |           |   |                               |          |
| - Unrealised  | 3,269                                      |                               | 3,269    |   |                               |          |  |                               |           |   |                               |          |
| Net assets value per unit at beginning of the period  |  |                               |          |   |                               |          |  |                               |           |   |                               |          |
| Net assets value per unit at end of the period  |  |                               |          |   |                               |          |  |                               |           |   |                               |          |

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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

  
M. Saadullah

Chief Executive Officer

  
A. Arif

Chief Financial Officer



Director



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

|   | Nine Months ended March 31, 2022            |  |                               |          | Nine Months ended March 31, 2021            |  |           |
|---|---|--|-------------------------------|----------|---|--|-----------|
|   | Islamic<br>Active<br>Allocation<br>Plan - I | Islamic<br>Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total    | Islamic<br>Active<br>Allocation<br>Plan - I | Islamic<br>Active<br>Allocation<br>Plan - II | Total     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   | ----- (Rupees in '000) -----                |  |                               |          |   |  |           |
| Net income for the period before taxation   | -   | -  | 3,283                         | 3,283    | 10,400                                      | 9,103  | 19,503    |
| <b>Adjustments for non cash and other items:</b>  |   |  |                               |          |   |  |           |
| Profit on balances with bank  | -   | -  | (441)                         | (441)    | -   | -  | -         |
| Gain on redemption of investments - net   | -   | -  | (606)                         | (606)    | -   | -  | -         |
| Net unrealised (gain) / loss on re-measurement of investments classified as ' at fair value through profit or loss' | -   | -  | (3,269)                       | (3,269)  | -   | (4,378)                                      | (4,378)   |
|   | -   | -  | (4,316)                       | (4,316)  | -   | (4,378)                                      | (4,378)   |
| <b>(Increase) / decrease in assets</b>  |   |  |                               |          |   |  |           |
| Investments   | -   | -  | (30,587)                      | (30,587) | 322,633                                     | 33,565                                       | 356,198   |
| Advance and other receivables   | -   | -  | -                             | -        | 60  | (3)  | 57        |
|   | -   | -  | (30,587)                      | (30,587) | 322,693                                     | 33,562                                       | 356,255   |
| <b>(Decrease) / increase in liabilities</b>   |   |  |                               |          |   |  |           |
| Payable to MCB Arif Habib Savings and Investments - Management Company  | -   | -  | (3)                           | (3)      | (40)  | (8)  | (48)      |
| Payable to Digital Custodian Company Limited - Trustee  | -   | -  | 8                             | 8        | (28)  | (1)  | (29)      |
| Payable to the Securities and Exchange Commission of Pakistan (SECP)  | -   | (29)   | 25                            | 25       | (87)  | (42)   | (129)     |
| Accrued expenses and other liabilities  | (6,146)                                     | (14,097)                                     | 291                           | 291      | 110   | 320  | 430       |
|   | (6,146)                                     | (14,126)                                     | 321                           | 321      | (45)  | 269  | 224       |
| Profit received on balances with bank   | -   | -  | 414                           | 414      | 140   | 34   | 174       |
| <b>Net cash (used) in / generated from operating activities</b>   | -   | -  | (30,885)                      | (30,885) | 333,188                                     | 38,590                                       | 371,778   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |   |  |                               |          |   |  |           |
| Amount received on issuance of units  | -   | -  | 104,770                       | 104,770  | 20,587                                      | 33   | 20,620    |
| Amount paid on redemption of units  | -   | -  | (67,366)                      | (67,366) | (188,098)                                   | (47,630)                                     | (235,728) |
| Cash distribution   | -   | -  | -                             | -        | (184,843)                                   | -  | (184,843) |
| <b>Net cash generated from / (used) in financing activities</b>   | -   | -  | 37,404                        | 37,404   | (352,354)                                   | (47,597)                                     | (399,951) |
| <b>Net (decrease) / increase in cash and cash equivalents during the period</b>                                     | (6,146)                                     | (14,126)                                     | 6,519                         | 6,519    | (19,166)                                    | (9,007)                                      | (28,173)  |
| Cash and cash equivalents at the beginning of the period  | 6,146                                       | 14,126                                       | 2,031                         | 2,031    | 19,166                                      | 11,444                                       | 30,610    |
| <b>Cash and cash equivalents at the end of the period</b>   | -   | -  | 8,549                         | 8,549    | -   | 2,437  | 2,437     |

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

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



Chief Executive Officer



Chief Financial Officer



Director

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

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al-Hamra Islamic Active Allocation Fund (the Fund) was established under a Trust Deed dated, November 25, 2016, executed between MCB-Arif Habib Savings and Investments Limited as Management Company and Digital Custodian Company Limited (Formerly: MCB Financial Services Limited) as Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 02, 2016 under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations 2008). 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 13, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company has been changed from 24th Floor, Centre Point, Off Shaheed-e-Millat Expressway, Near KPT Interchange, Karachi, Pakistan to 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund commenced its operations from December 29, 2016. The Fund is an open-end Shariah Compliant Fund of Funds that shall invest in other Shariah compliant Collective Investment Schemes as specified in the Investment Policy contained in the offering document and SECP circular No. 7 of 2009, as may be amended or substituted from time to time. The units of the Fund are redeemable subject to a contingent load. Investment Schemes as specified in the Investment Policy contained in the offering document and SECP circular No. 7 of 2009, as may be amended or substituted from time to time. The units of the Fund are redeemable subject to a contingent load.
- 1.4 The duration of the Fund is perpetual. However, Allocation Plans launched may have a set time frame. The Fund commenced its operations from December 29, 2016 and on that date, had offered one type of Allocation Plan (Plan-I). On June 16, 2017, the Fund launched Allocation Plan-II. The Fund is allowed to invest in Shariah Compliant Collective Investment Schemes or in cash and / or near cash instruments as allowed under circular no. 7 of 2009 dated March 06, 2009 issued by the SECP. The maturity of Allocation Plan I was two years from the close of the initial offer period of December 29, 2016 (i.e. maturing on December 28, 2018), however, the said maturity has been extended for another two years (i.e. maturing on December 28, 2020). The maturity of Allocation Plan II was two years from the close of the initial offer period of June 16, 2017 (i.e. maturing on June 16, 2019) however, the said maturity has been extended by two year (i.e. maturing on June 16, 2021). Accordingly, Plan-I matured on December 28, 2020 and its net asset value as at said date was Rs. 174.035 million and Rs.88.3577 per unit, while Plan-II matured on June 15, 2021 and its net asset value at said date was Rs. 104.261 million and Rs. 95.6301 per unit. The Management Company has settled the unit holders of Plan-I & Plan-II. The Management Company has launched Alhamra Smart Portfolio on June 10, 2021.
- 1.5 The Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of 'AM1' dated October 06, 2021 to the Management Company.
- 1.6 The title to the assets of the Fund is held in the name of Digital Custodian Company Limited (Formerly: MCB Financial Services Limited) as Trustee of the Fund.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

- 2.1.1 This condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan which comprises of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- The NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.1.2** This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2021. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 31 March 2022 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2021, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the nine months ended 31 March 2021.
- 2.1.3** 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.
- 2.1.4** 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.
- 2.1.5** This condensed interim financial information is presented in Pak Rupees 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, 2021.
- 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 and for the year ended June 30, 2020. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Funds for the year ended June 30, 2021.

|                               |     | (Un-audited)  |  |                               |       |
|-------------------------------|-----|---|--|-------------------------------|-------|
|                               |     | March 31, 2022                                      |  |                               |       |
|                               |     | Alhamra<br>Islamic Active<br>Allocation Plan<br>- I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total |
| Note                          |     | ----- (Rupees in '000) -----                        |  |                               |       |
| <b>4. BALANCES WITH BANKS</b> |     |   |  |                               |       |
| In current accounts           | 4.1 | -   | -  | 1,898                         | 1,898 |
| In saving accounts            | 4.2 | -   | -  | 6,651                         | 6,651 |
|                               |     | -   | -  | 8,549                         | 8,549 |

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

|                    | (Audited)   |  |                               | Total         |
|--------------------|---|--|-------------------------------|---------------|
|                    | June 30, 2021                                       |  |                               |               |
|                    | Alhamra<br>Islamic Active<br>Allocation Plan<br>- I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio |               |
| In current account | 6,146   | 14,126   | 10                            | 20,282        |
| In saving accounts | -   | -  | 2,020                         | 2,020         |
|                    | <u>6,146</u>  | <u>14,126</u>  | <u>2,031</u>                  | <u>22,303</u> |

4.1 Current accounts are maintained with MCB Bank Limited, a related party.

4.2 These carry markup at the rate ranging from 6.60% to 10.25% (June 30, 2021: 6.6% to 6.80%) per annum.

|   | (Un-audited)  |  |                               | Total   |
|---|---|--|-------------------------------|---------|
|   | March 31, 2022                                      |  |                               |         |
|   | Alhamra<br>Islamic Active<br>Allocation Plan<br>- I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio |         |
| <b>5. INVESTMENTS</b>                       |   |  |                               |         |
| <b>At fair value through profit or loss</b> |   |  |                               |         |
| - Units of open-end mutual funds            | -   | -  | 155,541                       | 155,541 |

|                                  | (Audited)   |  |                               | Total   |
|----------------------------------|---|--|-------------------------------|---------|
|                                  | June 30, 2021                                       |  |                               |         |
|                                  | Alhamra<br>Islamic Active<br>Allocation Plan<br>- I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio |         |
| - Units of open-end mutual funds | -   | -  | 121,079                       | 121,079 |

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

**5.1 Units of open-end mutual funds**

| Name of the fund                                 | Number of units     |                             |                              | Balances as at March 31, 2022 |                |                          | Market value as a percentage of net assets | Market value as a percentage of total investment |
|--|---------------------|-----------------------------|------------------------------|-------------------------------|----------------|--------------------------|--|--|
|  | As at July 01, 2021 | Purchased during the period | Redemption during the period | As at March 31, 2022          | Carrying value | Unrealised (loss) / gain |  |  |
| <b>Alhamra Smart Portfolio - related parties</b> |                     |                             |                              |                               |                |                          |  |  |
| Alhamra Islamic Stock Fund                       | 2,681,101           | 2,286,470                   | 1,369,454                    | 3,598,117                     | 40,342         | 37,492                   | 22.90%                                     | 24.10%   |
| Alhamra Islamic Income Fund                      | 890,625             | 1,051,390                   | 851,569                      | 1,090,446                     | 111,929        | 118,048                  | 72.09%                                     | 75.90%   |
| <b>Total as at March 31, 2022 (Un-audited)</b>   |                     |                             |                              |                               | <b>152,272</b> | <b>155,541</b>           |  | <b>3,269</b>                                     |
| Total as at June 30, 2021 (Audited)              |                     |                             |                              |                               | 121,435        | 121,079                  |  | (357)  |

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

**6. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**

SECP fee has been charged at the rate of annual fee at 0.02% (2021: 0.02%) of net assets on all categories of collective investment schemes as per the SRO no. 685(I)/2019 dated June 2019.

|  |      | (Un-audited)   |  |                               |       |
|--|------|--|--|-------------------------------|-------|
|  |      | March 31, 2022   |  |                               |       |
|  | Note | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total |
|  |      | ----- (Rupees in '000) -----                           |  |                               |       |
| <b>7. ACCRUED EXPENSES<br/>AND OTHER LIABILITIES</b> |      |  |  |                               |       |
| Auditors' remuneration                               |      | -  | -  | 266                           | 266   |
| Others   | 8.1  | -  | -  | 59                            | 59    |
| Payable to legal advisor                             |      | -  | -  | 18                            | 18    |
| Withholding Tax Payable                              |      | -  | -  | 3                             | 3     |
|  |      | -  | -  | 345                           | 345   |

|  |      | (Audited)  |  |                               |        |
|--|------|--|--|-------------------------------|--------|
|  |      | June 30, 2021  |  |                               |        |
|  | Note | Alhamra<br>Islamic<br>Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total  |
|  |      | ----- (Rupees in '000) -----                           |  |                               |        |
| Auditors' remuneration                           |      | -  | 283  | 17                            | 300    |
| Provision for Sindh Workers' Welfare Fund (SWWF) |      | 982  | 942  | -                             | 1,924  |
| Payable to legal advisor                         |      | -  | 29   | 3                             | 32     |
| Others   |      | 5,164  | 12,872   | 34                            | 18,070 |
|  |      | 6,146  | 14,126   | 54                            | 20,325 |

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

## 7.1 Provision for Sindh Workers' Welfare Fund

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

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

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

## 8. CONTINGENCIES AND COMMITMENTS

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

## 9. ALLOCATED EXPENSES

The Management Company has charged actual expenses related to registrar services, accounting, operations and valuation services to the CIS as per SECP vide SRO 639 dated June 20, 2019.

## 10. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealised capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management intends to distribute atleast 90% of income earned by the Fund in cash during the year ending June 30, 2022 to the unit holders therefore, no provision for taxation has been made in these condensed interim financial statements.

## 11. EARNINGS / (LOSSES) PER UNIT

Earnings / (losses) per unit (EPU) 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.

## 12. TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

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

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

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

Details of transactions and balances at period end with related parties / connected persons are as follows:

| For the nine months ended March 31, 2022 (Un-audited) |   |                               |                              |                     |   |                               |                      |
|---|---|-------------------------------|------------------------------|---------------------|---|-------------------------------|----------------------|
| As at July 01, 2021                                   | Issued for cash / conversion in / transfer in | Redeemed / out / transfer out | As at March 31, 2022         | As at July 01, 2021 | Issued for cash / conversion in / transfer in | Redeemed / out / transfer out | As at March 31, 2022 |
| ----- (Number of units) -----                         |   |                               | ----- (Rupees in '000) ----- |                     |   |                               |                      |

**Alhamra Smart Portfolio**

|  |           |   |           |         |   |   |         |
|--|-----------|---|-----------|---------|---|---|---------|
| <b>Group / associated companies</b>            |           |   |           |         |   |   |         |
| MCB Arif Habib Savings and Investments Limited | 1,200,000 | - | 1,200,000 | 120,000 | - | - | 122,477 |

**12.1 Unit Holders' Fund**

| For the nine months ended March 31, 2021 (Un-audited) |   |                               |                              |                     |   |                               |                      |
|---|---|-------------------------------|------------------------------|---------------------|---|-------------------------------|----------------------|
| As at July 01, 2020                                   | Issued for cash / conversion in / transfer in | Redeemed / out / transfer out | As at March 31, 2021         | As at July 01, 2020 | Issued for cash / conversion in / transfer in | Redeemed / out / transfer out | As at March 31, 2021 |
| ----- (Number of units) -----                         |   |                               | ----- (Rupees in '000) ----- |                     |   |                               |                      |

**Alhamra Islamic Active Allocation Plan - I**

|                                     |         |        |         |   |        |       |        |
|-------------------------------------|---------|--------|---------|---|--------|-------|--------|
| <b>Group / associated companies</b> |         |        |         |   |        |       |        |
| MCB Employees' Pension Fund         | 616,472 | 35,831 | 652,303 | - | 55,666 | 3,175 | 57,646 |

**Alhamra Islamic Active Allocation Plan - II**

|                                     |         |   |         |        |   |   |        |
|-------------------------------------|---------|---|---------|--------|---|---|--------|
| <b>Group / associated companies</b> |         |   |         |        |   |   |        |
| MCB Employees' Pension Fund         | 825,997 | - | 825,997 | 78,990 | - | - | 83,888 |



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

|  | (Un-audited)  |  |                               |       |
|--|---|--|-------------------------------|-------|
|  | For nine months ended March 31, 2022                |  |                               |       |
|  | Alhamra<br>Islamic Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio | Total |
|  | ----- (Rupees in '000) -----                        |  |                               |       |
| <b>12.2 Transactions during the period:</b>                                    |   |  |                               |       |
| <b>MCB-Arif Habib Savings and Investments Limited<br/>Management Company</b>   |   |  |                               |       |
| Remuneration of the Management Company   | -   | -  | 44                            | 44    |
| Sindh sales tax on remuneration of the<br>Management Company                   | -   | -  | 6                             | 6     |
| Allocated expense  | -   | -  | 131                           | 131   |
| <b>MCB Financial Services Limited - Trustee</b>                                |   |  |                               |       |
| Remuneration of the Trustee  | -   | -  | 188                           | 188   |
| Sindh sales tax on remuneration of Trustee                                     | -   | -  | 24                            | 24    |
| <b>MCB Bank Limited -<br/>Parent of the Management Company</b>                 |   |  |                               |       |
| Bank charges   |   | -  | 1                             | 1     |
| <br>   |   |  |                               |       |
|  | (Un-audited)  |  |                               |       |
|  | For nine months ended March 31, 2021                |  |                               |       |
|  | ----- (Rupees in '000) -----                        |  |                               |       |
| <b>MCB-Arif Habib Savings and Investments Limited -<br/>Management Company</b> |   |  |                               |       |
| Remuneration of the Management Company   | 34  | 32   | -                             | 66    |
| Sindh sales tax on remuneration of<br>the Management Company                   | 4   | 4  | -                             | 8     |
| Allocated expense (including indirect taxes)                                   | 148   | 117  | -                             | 265   |
| <b>MCB Financial Services Limited - Trustee</b>                                |   |  |                               |       |
| Remuneration of the Trustee  | 137   | 186  | -                             | 323   |
| Sindh sales tax on remuneration of Trustee                                     | 18  | 24   | -                             | 42    |
| <b>MCB Bank Limited -<br/>Parent of the Management Company</b>                 |   |  |                               |       |
| Bank charges   | -   | 2  | -                             | 2     |

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

|  | (Un-audited)  |  |                               | Total |
|--|---|--|-------------------------------|-------|
|  | March 31, 2022                                      |  |                               |       |
|  | Alhamra<br>Islamic Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio |       |
| <b>12.3 Balances outstanding at period end:</b>                              | ----- (Rupees in '000) -----                        |  |                               |       |
| <b>MCB-Arif Habib Savings and Investments Limited<br/>Management Company</b> |   |  |                               |       |
| Management remuneration payable  | -   | -  | 6                             | 6     |
| Sindh sales tax payable on<br>management company remuneration                | -   | -  | 1                             | 1     |
| Payable against allocated expenses   | -   | -  | 14                            | 14    |
| <b>MCB Financial Services Limited - Trustee</b>                              |   |  |                               |       |
| Trustee remuneration payable   | -   | -  | 21                            | 21    |
| Sindh sales tax payable on trustee remuneration                              | -   | -  | 3                             | 3     |
| <b>MCB Bank Limited -<br/>Parent of the Management Company</b>               |   |  |                               |       |
| Balances with bank - current account   | -   | -  | 1,898                         | 1,898 |

|  | (Audited)   |  |                               | Total |
|--|---|--|-------------------------------|-------|
|  | June 30, 2021                                       |  |                               |       |
|  | Alhamra<br>Islamic Active<br>Allocation<br>Plan - I | Alhamra<br>Islamic Active<br>Allocation<br>Plan - II | Alhamra<br>Smart<br>Portfolio |       |
| <b>MCB-Arif Habib Savings and Investments Limited -<br/>Management Company</b> | ----- (Rupees in '000) -----                        |  |                               |       |
| Management remuneration payable  | -   | -  | 3                             | 3     |
| Sindh sales tax payable on<br>management company remuneration                  | -   | -  | -                             | -     |
| Payable against allocated expenses   | -   | -  | 7                             | 7     |
| <b>MCB Financial Services Limited - Trustee</b>                                |   |  |                               |       |
| Trustee remuneration payable   | -   | -  | 14                            | 14    |
| Sindh sales tax payable on Trustee remuneration                                | -   | -  | 2                             | 2     |
| <b>MCB Bank Limited - Parent of the Management Company</b>                     |   |  |                               |       |
| Balances with bank - current account   | -   | -  | 10                            | 10    |

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

## 13. TOTAL EXPENSE RATIO

Total Expense Ratio of Alhamra Smart Portfolio is 0.79% as on March 31, 2022 (March 31, 2021: Nil) and these include 0.04% (March 31, 2021: Nil) representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee respectively. The ratio of is within the maximum limit of 2.5% as prescribed under the NBFC Regulations 60(5) for a collective investment scheme categorised as a Shariah Compliant Fund of Fund scheme.

## 14. GENERAL

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

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

## 15 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).

## 16 DATE OF AUTHORISATION FOR ISSUE

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

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



Chief Executive Officer



Chief Financial Officer



Director

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

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