

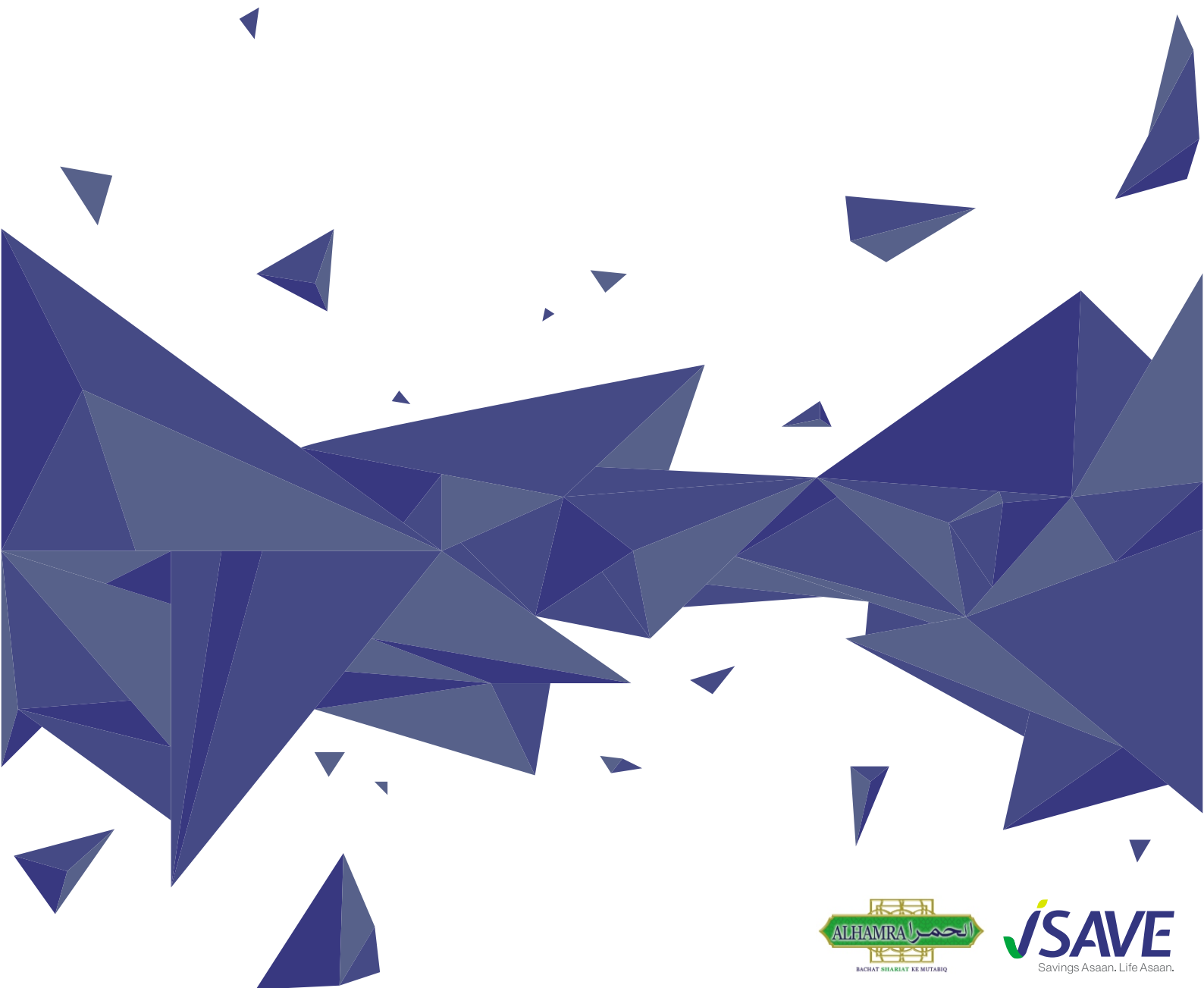


**MCB-ARIF HABIB**  
Savings and Investments Limited

# QUARTERLY REPORT

SEPTEMBER  
**2022**  
(UNAUDITED)

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



# **ALHAMRA ISLAMIC ASSET ALLOCATION FUND**

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## FUND'S INFORMATION

<b>Management Company</b>	<b>MCB-Arif Habib Savings &amp; Investments Limited</b> Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
<b>Board of Directors</b>	Mr. Haroun Rashid Mr. Nasim Beg Mr. Muhammad Saqib Saleem Mr. Ahmed Jahangir Mr. Kashif A. Habib Mirza Qamar Beg Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Vice Chairman Chief Executive Officer Director Director Director Director
<b>Audit Committee</b>	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Mr. Kashif A. Habib Syed Savail Meekal Hussain	Chairman Member Member Member Member
<b>Human Resource &amp; Remuneration Committee</b>	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Syed Savail Meekal Hussain Ms. Mavra Adil Khan Mr. Muhammad Saqib Saleem	Chairman Member Member Member Member Member
<b>Chief Executive Officer</b>	Mr. Muhammad Saqib Saleem	
<b>Chief Operating Officer &amp; Chief Financial Officer</b>	Mr. Muhammad Asif Mehdi Rizvi	
<b>Company Secretary</b>	Mr. Altaf Ahmad Faisal	
<b>Trustee</b>	<b>Central Depository Company of Pakistan Ltd.</b> CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
<b>Bankers</b>	MCB Bank Limited Habib Metropolitan Bank Limited Faysal Bank Limited United Bank Limited Allied Bank Limited Silk Bank Limited Bank Al-Habib Limited Habib Bank Limited National Bank of Pakistan Meezan Bank Limited Dubai Islamic Bank Pakistan Limited MCB Islamic Bank Limited Bank Islami Pakistan Limited Askari Bank Limited Soneri Bank Limited Al Baraka Bank Pak Limited Allied Bank Limited The Bank of Khyber	
<b>Auditors</b>	<b>A. F. Ferguson &amp; Co.</b> Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar Road, Karachi.	
<b>Legal Advisor</b>	<b>Bawaney &amp; Partners</b> 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
<b>Transfer Agent</b>	<b>MCB-Arif Habib Savings &amp; Investments Limited</b> Adamjee House, 2nd Floor I.I. Chundrigar Road, Karachi.	
<b>Rating</b>	<b>AM1</b> Asset Manager Rating assigned by PACRA	

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Alhamra Islamic Asset Allocation Fund** accounts review for the quarter ended September 30, 2022.

### **ECONOMY AND MONEY MARKET REVIEW**

The new fiscal year started with unprecedented rainfall and added further woes to the already struggling economy of Pakistan. The country witnessed 3 times more rainfall than 30-year average of 135mm which caused considerable damage to the infrastructure, wiped off crops, devastated livestock and resulted in the loss of precious lives. The floods would directly hit our already fragile economy in the shape of higher inflation, worsening Current Account Deficit (CAD), fiscal strain, and lower GDP growth amid the tough global landscape.

The key crop affected by floods are cotton and rice. We expect the cotton imports to increase by 2.5mn bales which translates into an additional import bill of around USD 1.1bn. Similarly, we expect rice export to decrease by 20% leading to a decline in export of USD 500mn. This would worsen our trade deficit by USD 1.6 billion. The inflation could also escalate in the short term as supply chain disruption would lead to increase in price of perishable food products.

Agriculture contributes around 22.7% to the country's GDP with livestock having a weight of 14.0% in the overall pie followed by crops with a weightage of 7.8%. The floods would trim FY23 GDP growth number by 0.4% to 2.0%. On the fiscal front, the government will have to increase its spending to rehabilitate the peoples affected by floods. This could increase risk of fiscal slippage and cause us to miss our target of achieving a primary budget surplus of PKR 153bn (0.2% of GDP) in FY23.

The country posted a current account deficit of USD 1.9bn in first two months of fiscal year 2023 (2MFY23) compared to a deficit of USD 2.4bn in the corresponding period last year, registering a 20% improvement over last year. Narrowing trade deficit was the major contributor towards improving CAD as an 11.2% jump in exports coupled with 2.1% drop in imports led to 11% contraction in trade deficit. In addition to CAD, debt repayments put further pressure on the FX reserves, which dropped by another USD 1.9 billion to USD 7.9 billion, hardly enough for 6 weeks. This led PKR to lost its ground against the USD by 11% to close the quarter at PKR 227 against a Dollar.

Headline inflation represented by CPI averaged 25.1% during the quarter as compared to 8.6% in the corresponding period last year. Higher food prices as an aftermath of floods coupled with higher electricity tariff and rising petroleum prices were the major contributors towards rising CPI. The inflationary pressure was broad based which is depicted by core inflation increasing to 15.7% compared to 12.3% at the end of last quarter. SBP increased policy rate by a further 125bps in July-22 monetary policy while maintained interest rates in the latest MPS held in Oct-22. On the fiscal side, FBR tax collection increased by 17.1% in 1QFY23 to PKR 1,635 billion compared to PKR 1,396 billion in the same quarter last year. This exceeded the target by 25bn. Secondary markets yields increased in the quarter on account of monetary tightening and additional bout of inflationary pressure post floods. The 3,6 and 12 Month T-Bills yield increased by 50, 52 and 44 basis points (bps) respectively while 3 and 5 Years Bond yields rose by 38 and 19bps respectively during the quarter.

### **EQUITY MARKET REVIEW**

The KSE-100 index declined by 1.0% to close the quarter at 41,129 points. The period was marked with high volatility whereby initial exuberance on the completion of Pakistan's seventh & eighth review with the IMF and financial support assurances worth ~USD4bn from friendly countries soon vanished due to the catastrophic floods in the country. The quarter also witnessed extreme volatility of Rupee against the greenback, 47-year high inflation reading,

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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continuance depletion of SBP reserves, and political noise which all contributed to dampen investors' sentiments. Foreigners turned net buyers with an inflow of USD 17mn mainly due to the buyback of TRG shares by the associate company, while on the local front Insurance and Mutual Funds remained sellers with net outflow of USD 41mn and USD 35mn, respectively. During the quarter, average trading volumes saw a decline to 218 million shares compared to about 247 million shares during the preceding quarter. Similarly, the average trading value during the quarter saw a drop of 16% over the last quarter to USD 31 million.

Fertilizers, Commercial Banks, Oil & Gas Exploration companies and Automobile Assemblers were the major contributors to the index decline posting -380/-260/-250/-158 points, respectively. Underperformance in Fertilizer and Oil & Gas Exploration companies was due to lower than expected payout from the companies. The decline in the banking sector was due to the negative performance of HBL owing to international scrutiny. Automobile Assembler struggled due to poor volumetric sales on account of restrictions imposed by the SBP. On the flipside, Technology and cement sector added 761 and 276 points respectively to the index.

### FUND PERFORMANCE

During the period under review, the fund delivered a return of -0.40% as against its benchmark return of -1.75%.

On the equities front, the overall allocation was 86.5% at the end of the period under review. The fund was mainly invested in Cement, Oil & Gas Exploration Companies and Commercial Banks significantly during the period.

On the fixed income side, there was no exposure towards Sukuk at the end of the period under review.

The Net Assets of the Fund as at September 30, 2022 stood at Rs. 1,546 million as compared to Rs. 1,689 million as at June 30, 2022 registering a decrease of 8.46%.

The Net Asset Value (NAV) per unit as at September 30, 2022 was Rs. 64.1361 as compared to opening NAV of Rs. 64.3927 per unit as at June 30, 2022 registering a decrease of Rs. 0.2566 per unit.

### ECONOMY & MARKET – FUTURE OUTLOOK

Pakistan GDP growth clocked at 6.0% in FY22 with Agricultural, Industrial and Services sector increasing by 4.4%, 7.2% and 6.2% respectively. The GDP growth is projected to decline to 2.0% in FY23 as monetary tightening, rupee devaluation and the recent floods will lead to slowdown in the economy. The loss of cotton and rice crop would trim agriculture growth to 1.2% while industrial growth is expected at clock at -2.5% owing to demand slowdown. The government is taking administrative measures to control imports which will reduce service sector growth to 3.7%.

The international commodities have eased from their recent high but energy prices remain stubbornly high. We expect the government to keep a tight leash on imports and discourage unnecessary dollar outflows. The imports are expected to decrease by 13% YoY to USD 63bn as we may witness volumetric compression in several segments of the economy. Thus we expect the CAD to ease to USD 7.3bn (2.0% of GDP) in FY23, a massive drop, when compared with USD 17.4bn (4.5% of GDP) in FY22.

The successful resumption of IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. In addition, the aid commitment by multilateral agencies should lend support to foreign inflows. 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.

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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The rupee has now recovered from its recent low as more clarity has emerged on foreign assistance from multilateral agencies. In addition, the statement given by the new finance minister regarding the overvaluation of dollar curbed speculation in the market. However, materialization of foreign inflows will be crucial to build sufficient reserve and lend support to the currency. We expect USD/PKR to close at 240 by fiscal year end on an assumed REER of 95. We expect Average FY23 inflation to clock at 24.7% assuming international oil stays around USD 100/bbl. The government has increased petroleum and electricity prices, which will lead to a bout of inflationary pressure. We will also witness the second round impact of the currency devaluation which will keep inflation numbers elevated for remainder of the year. Food inflation is also expected to stay elevated due to the recent floods. SBP has already increased policy rate to 15.0% to cool aggregate demand and deescalate inflationary pressure. Given the significant economic slowdown and demand curtailment we do not rule out a scenario where SBP keeps real interest rates negative.

From capital market perspective, particularly equities, the correction in stock prices has further opened up valuation. The market appears to have priced in the interest rate increase and currency depreciation. Market cap to GDP ratio has declined to 9.4%, a discount of 55% from its historical average. Similarly, risk premiums are close to 7.8%, compared to historical average of 2.2% 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 5.0x, while offering a dividend yield of 10.2%.

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 fund industry increased by about 6.3% during 1QFY23 to PKR 1,291bn. Total money market funds grew by about 7.0% since June 2022. Within the money market sphere, the conventional funds showed a growth of 0.6% to PKR 449bn while Islamic funds increased by 19.6% to PKR 270bn. In addition, the total fixed Income funds increased by about 3.3% since June 2022 to PKR 308bn. Equity and related funds declined by 3.6% as market witnessed a decline in 1QFY23 eroding AUMs as concern over macroeconomic factors kept investors at bay.

In terms of the segment share, Money Market funds were the leader with a share of around 55.6%, followed by Income funds with 23.9% and Equity and Equity related funds having a share of 17.2% as at the end of 1QFY23.

### **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, a correction in stock prices has opened up valuations 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.

## REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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### ACKNOWLEDGMENT


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

On behalf of Directors



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**Muhammad Saqib Saleem**  
Chief Executive Officer  
October 21, 2022



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**Nasim Beg**  
Director / Vice Chairman



## ڈائریکٹرز رپورٹ

اور اثاثہ جات تحت الانظامیہ میں کمی ہے کیونکہ مجموعی معاشی عوامل سے متعلق خدشات سرمایہ کاروں کی حوصلہ شکنی کا سبب بنے۔ شعبہ جاتی اعتبار سے مالی سال 2023ء کی پہلی سہ ماہی کے اختتام پر Money مارکیٹ فنڈز تقریباً 55.6 فیصد حصے کے ساتھ سب سے آگے تھے، جبکہ دوسرے نمبر پر انکم فنڈز تھے جن کا 23.9 فیصد حصہ تھا، اور تیسرے نمبر پر ایکویٹی اور ایکویٹی سے متعلقہ فنڈز تھے جن کا 17.2 فیصد حصہ تھا۔

### میوچل فنڈز کی صنعت کے مستقبل کا منظر

سود کی موجودہ شرحوں سے Money مارکیٹ فنڈز میں آمدورفت میں اضافے کی حوصلہ افزائی ہوگی کیونکہ یہ مختصر المیعاد سرمایہ کاروں کے لیے موزوں ترین ہیں جو خطرے کی کم سطح پر رہنا چاہتے ہیں۔ تاہم اسٹاک کی قیمتوں میں تصحیح سے تعینات قدر کھل گئی ہیں اور طویل المیعاد سرمایہ کاران بے حد پُرکشش سطحوں پر ایکویٹی میں مزید پیسہ لگانا چاہیں گے۔ ہمارے آپریشنز بلا کاوٹ 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 کام کرنے والے سرمایہ کاروں کی بڑھتی ہوئی تعداد سے استفادہ کر سکتے ہیں۔

### اظہار تشکر

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

مخانب ڈائریکٹرز



نسیم بیگ

ڈائریکٹر اوٹس چیئر مین



محمد ثاقب سلیم

چیف ایگزیکٹو آفیسر

21 اکتوبر 2022ء

## ڈائریکٹرز رپورٹ

منسٹر کر 3.7 فیصد ہو جائے گی۔

بین الاقوامی اشیاء کی قیمتیں حالیہ بلند سطح سے نیچے آئی ہیں لیکن توانائی کی قیمتیں ابھی تک آسمان سے باتیں کر رہی ہیں۔ ہم اُمید کرتے ہیں کہ حکومت درآمدات پر مضبوط لگام ڈالے رکھے گی اور ڈالر کے غیر ضروری اخراجات کو بہاؤ کی حوصلہ شکنی کرے گی۔ درآمدات متوقع طور پر 13 فیصد سال در سال (YoY) کم ہو کر 63 بلین ڈالر ہو جائیں گی کیونکہ معیشت کے متعدد شعبوں میں حُصماتی سنکچر دیکھا جائے گا۔ چنانچہ مالی سال 2023ء میں سی اے ڈی متوقع طور پر کم ہو کر 7.3 بلین ڈالر (جی ڈی پی کا 2.0 فیصد) ہو جائے گا، جو مالی سال 2022ء (17.4 بلین ڈالر - جی ڈی پی کا 4.5 فیصد) کے مقابلے میں بڑی کمی ہے۔

آئی ایم ایف پروگرام کی کامیاب بحالی ایک کلیدی مثبت پیش رفت ہے کیونکہ اس کی بدولت ہم دو جہتی اور کثیر الجہتی ذرائع سے رقم حاصل کر سکیں گے۔ علاوہ ازیں، کثیر الجہتی ایجنسیوں کی طرف سے امداد کے وعدے سے غیر ملکی آمداتی بہاؤ کو معاونت حاصل ہوگی۔ تاہم ہماری خارجی حالت اب بھی غیر یقینی ہے کیونکہ وقت طلب عالمی حالات کے باعث اس بات کا امکان کم ہے کہ ہم بین الاقوامی یورو بانڈ یا سنکچر جاری کریں۔ RDA اور FDI سے حاصل ہونے والی آمدنیاں بھی موجودہ معاشی مشکلات کے باعث متوقع طور پر رُکی رہیں گی۔ چنانچہ اس سال ہمیں ایک قابل بقاء کرنٹ اکاؤنٹ یقینی بنانا ہوگا تاکہ خارجی خدشات ختم ہو سکیں۔

روپے کی قدر حالیہ پست سطح سے بحال ہوئی ہے کیونکہ کثیر الجہتی ایجنسیوں سے غیر ملکی امداد کے حوالے سے صورتحال مزید واضح ہوئی ہے۔ علاوہ ازیں، نئے وزیر خزانہ کے ڈالر کی بیش قدری سے متعلق بیان سے بازار میں قیاس آرائی میں کمی ہوئی۔ تاہم خاطر خواہ ذخائر جمع کرنے اور روپے کو سہارا فراہم کرنے کے لیے غیر ملکی آمداتی بہاؤ کا عملی جامہ پہننا بے حد ضروری ہوگا۔ ہماری توقع کے مطابق مالی سال کے اختتام پر (REER کے 95 ہونے کے مفروضے پر) ڈالر کے مقابلے میں روپے کی قدر 240 ہوگی۔

مالی سال 2023ء میں اوسط مہنگائی 24.7 فیصد متوقع ہے، بشرطیکہ تیل بین الاقوامی سطح پر تقریباً 100 ڈالر فی بیرل پر برقرار رہے۔ حکومت نے پٹرول اور بجلی کی قیمتوں میں اضافہ کیا ہے جس کے نتیجے میں مہنگائی کی دباؤ میں شدت آئے گی۔ روپے کی قدر میں کمی کے اثر کا دوسرا دور بھی دیکھنے میں آئے گا جس کے باعث سال کے بقیہ حصے کے دوران مہنگائی کے عدد بلند سطح پر رہیں گے۔ حالیہ سیلابوں کے سبب اشیاء خورد و نوش کی قیمتیں بھی بلند رہنے کا امکان ہے۔ اسٹیٹ بینک آف پاکستان نے پہلے ہی پالیسی شرح کو بڑھا کر 15.0 فیصد کر دیا ہے تاکہ مجموعی مانگ اور مہنگائی کے دباؤ سے نمٹا جاسکے۔ معیشت میں اچھی خاصی سست رفتاری اور مانگ میں کمی کے باعث ایس بی پی کے حقیقی شروع سود کو منفی رکھنے کا امکان خارج از بحث نہیں ہے۔

کپیٹل مارکیٹ، خصوصاً ایکویٹی، کے نقطہ نظر سے اسٹاک کی قیمتوں میں تصحیح سے تعین قدر مزید کھل گئی ہے۔ مارکیٹ نے بظاہر شرح سود میں اضافے اور روپے کی قدر میں کمی کو مد نظر رکھا ہے۔ مارکیٹ cap جی ڈی پی کے ساتھ تناسب کم ہو کر 9.4 فیصد ہو گیا ہے جو اس کے قدیم اوسط سے 55 فیصد کمی ہے۔ اسی طرح، خطرات کے پیمائش 7.8 فیصد کے قریب ہیں، اور ان کے قدیم اوسط 2.2 فیصد سے موازنہ کرنے پر اُس بھر پور کمی کا پتہ چلتا ہے جس پر مارکیٹ میں تجارت ہو رہی ہے۔ 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 بھر پور کمی پر تجارت کرتی ہیں۔ موجودہ طور پر مارکیٹ میں 5.0x PER پر تجارت ہو رہی ہے جبکہ ڈیویڈنڈ کی سطح 10.2 فیصد پر ہے۔

حاصلین قرض کے لیے ہم توقع کرتے ہیں کہ بازار زر کے فنڈ سال بھر بلا رکاوٹ پالیسی شرحوں کی عکاسی جاری رکھیں گے۔ ہم ڈیٹا پوائنٹس کی نگرانی، اور پُرکشش شرحوں پر اہم 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 inet اثاثہ جات مالی سال 2023ء کی پہلی سہ ماہی کے دوران تقریباً 6.3 فیصد بڑھ کر 1,291 بلین روپے ہو گئے۔ مجموعی Money مارکیٹ فنڈز میں جون 2022ء سے اب تک تقریباً 7.0 فیصد اضافہ ہوا ہے۔ Money مارکیٹ کے دائرہ کار میں روایتی فنڈز تقریباً 0.6 فیصد بڑھ کر 449 بلین روپے ہو گئے، جبکہ اسلامک فنڈز 19.6 فیصد بڑھ کر 270 بلین روپے ہو گئے۔ مزید برآں، مجموعی فلسڈ اہم فنڈز جون 2022ء سے اب تک تقریباً 3.3 فیصد بڑھ کر 308 بلین روپے ہو گئے۔ ایکویٹی اور متعلقہ فنڈز 3.6 فیصد کم ہو گئے جس کی وجہ مالی سال 2023ء کی پہلی سہ ماہی میں مارکیٹ میں اخطاط

## ڈائریکٹرز رپورٹ

### ایکوٹی مارکیٹ کا جائزہ

کراچی اسٹاک ایکسچینج KSE-100 انڈیکس اختتام سہ ماہی کے قریب 1.0 فیصد کم ہو کر 41,129 پوائنٹس ہو گیا۔ زیر جائزہ مدت شدید غیر یقینی صورتحال کا شکار رہی کیونکہ آئی ایم ایف کے ساتھ پاکستان کے ساتویں اور آٹھویں جائزے کی تکمیل کے حوالے سے ابتدائی جوش و خروش، اور دوست ممالک سے 4 بلین ڈالر تک کے مالی تعاون کی یقین دہانیاں، ملک میں تباہ کن سیلابوں کے باعث جلد ہی منظر عام سے غائب ہو گئیں۔ علاوہ ازیں، دوران مدت ڈالر کے مقابلے میں روپے کی قدر بھی غیر یقینی صورتحال کا شکار رہی، گزشتہ 47 برسوں کی سب سے زیادہ مہنگائی کیلئے میں آئی، اسٹیٹ بینک آف پاکستان کے ذخائر میں مسلسل کمی ہوتی رہی، اور سیاسی دھماچوٹری ہوتی رہی، اور ان تمام عوامل نے سرمایہ کاروں کی گرم جوشی پر پانی پھیرنے میں کردار ادا کیا۔ غیر ملکی افراد net خریدار بن کر سامنے آئے اور 17 ملین ڈالر آمد آتی بہاؤ کا سبب بنے، جس کی بنیادی وجہ یہ تھی کہ ایسوسی ایٹ کمپنی نے TRG کے حصص واپس خرید لیے، جبکہ مقامی سطح پر بیمہ اور میوچل فنڈ فروخت کار رہے اور بالترتیب 41 ملین ڈالر اور 35 ملین ڈالر کے اخراجات بہاؤ کا سبب بنے۔ دوران سہ ماہی اوسط تجارتی حجم میں 218 ملین حصص کی کمی ہوئی، جبکہ سابقہ سہ ماہی میں تقریباً 247 ملین حصص کی کمی ہوئی تھی۔ اسی طرح، دوران سہ ماہی اوسط تجارتی قدر گزشتہ سہ ماہی کے مقابلے میں 16 فیصد کم ہو کر 31 ملین ڈالر ہو گئی۔

انڈیکس میں کمی میں اہم ترین کردار کھاد، کمرشل بینکوں، تیل اور گیس کی دریافت کی کمپنیوں اور گاڑیوں کی اسمبلنگ کے شعبوں نے ادا کیا جنہوں نے بالترتیب 380-، 260-، 250- اور 158- پوائنٹس پوسٹ کیے۔ کھاد، اور تیل اور گیس کی دریافت، کی کمپنیوں کی ناقص کارکردگی کی وجہ کمپنیوں سے متوقع سے کم تر payout ہے۔ بینکاری کے شعبے میں تنزل کا سبب HBL کی منفی کارکردگی بوجہ بین الاقوامی جانچ پڑتال تھی۔ گاڑیوں کی اسمبلنگ کا شعبہ اسٹیٹ بینک آف پاکستان کی عائد کردہ پابندیوں کے نتیجے میں ناقص حُجّمانتی فروخت کے باعث مشکلات کا شکار رہا۔ دوسری جانب ٹیکنالوجی اور سیمنٹ کے شعبے نے انڈیکس میں بالترتیب 761 اور 276 پوائنٹس کا اضافہ کیا۔

### فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ نے (0.40) فیصد منافع حاصل کیا، جبکہ مقررہ معیار کا منافع (1.75) فیصد تھا۔ ایکویٹیز میں مجموعی اختصاص زیر جائزہ مدت کے اختتام پر 86.5 فیصد تھا۔ دوران مدت فنڈ کی زیادہ تر سرمایہ کاری تیل اور گیس کی دریافت کی کمپنیوں اور کمرشل بینکوں کے شعبے میں تھی۔

مقررہ آمدنی کی جہت میں زیر جائزہ مدت کے اختتام پر سنکھک میں کوئی شمولیت نہیں تھی۔

30 ستمبر 2022ء کو فنڈ کے net اثاثہ جات 1,546 ملین روپے تھے جو 30 جون 2022ء کی سطح 1,689 ملین روپے کے مقابلے میں 8.46 فیصد کمی ہے۔

30 ستمبر 2022ء کو net اثاثہ جاتی قدر (این اے وی) فی یونٹ 64.1361 روپے تھی جو 30 جون 2022ء کو ابتدائی این اے وی 64.3927 روپے فی یونٹ کے مقابلے میں 0.2566 روپے فی یونٹ کمی ہے۔

### معیشت اور بازار - مستقبل کے امکانات

مالی سال 2022ء میں پاکستان کی مجموعی ملکی پیداوار (ج ڈی پی) کی ترقی 6.0 فیصد تھی۔ زراعت، صنعت اور خدمات کے شعبوں نے بالترتیب 4.4 فیصد، 7.2 فیصد اور 6.2 فیصد ترقی کی۔ مالی سال 2023ء میں جی ڈی پی کی ترقی میں 2.0 فیصد کمی متوقع ہے کیونکہ مالیاتی سختی، روپے کی قدر میں کمی اور حالیہ سیلابوں کے نتیجے میں معیشت سست رفتاری کا شکار ہوگی۔ کپاس اور چاول کی فصل میں نقصان کے باعث زرعی ترقی سنکھ کر 1.2 فیصد ہو جائے گی جبکہ صنعتی ترقی (مانگ میں سست رفتاری کے باعث) (2.5) فیصد متوقع ہے۔ حکومت درآمدات پر قابو پانے کے لیے انتظامی اقدامات کر رہی ہے جس سے خدمات کے شعبے کی ترقی

## ڈائریکٹرز رپورٹ

عزیز سرمایہ کار

منجانب بورڈ آف ڈائریکٹرز الحراء اسلامک ایسیٹ ایلوکیشن فنڈ کے اکاؤنٹس کا جائزہ برائے سہ ماہی مختتمہ 30 ستمبر 2022ء پیش خدمت ہے۔

### معیشت اور بازار زر کا جائزہ

نئے مالی سال کا آغاز فقید المثل برسات سے ہوا جس نے پاکستان کی مسائل میں گھری معیشت کو مزید مشکلات سے دوچار کر دیا۔ ملک میں گزشتہ تیس برسوں کی اوسط بارش 135mm سے تین گنا زیادہ بارشیں ہوئیں جس کے نتیجے میں انتظامی ڈھانچے کو گھمبیر نقصان پہنچا، فصلوں کا صفایا ہو گیا، مویشی ہلاک ہوئے اور قیمتی جانیں ضائع ہوئیں۔ سیلاب ہماری پہلے سے خستہ حال معیشت پر براہ راست وار کریں گے جو مہنگائی میں اضافے، کرنٹ اکاؤنٹ خسارے (سی اے ڈی) میں مزید بگاڑ، مالیاتی تناؤ، اور عالمی سطح پر مشکلات کے نتیجے میں مجموعی ملکی پیداوار (جی ڈی پی) کی ترقی میں کمی کی صورت میں ظاہر ہوگا۔

سیلابوں سے سب سے زیادہ متاثر ہونے والی فصلیں کپاس اور چاول ہیں۔ کپاس کی درآمد میں 2.5 ملین گانٹھیں اضافہ متوقع ہے جس کا مطلب درآمداتی بل میں تقریباً 1.1 بلین ڈالر اضافہ ہے۔ اسی طرح، چاول کی درآمد میں 20 فیصد کمی متوقع ہے جس کے نتیجے میں برآمدات میں 500 ملین ڈالر کمی آئے گی۔ جسکے باعث خسارہ میں 1.6 بلین ڈالر اضافہ ہوگا۔ مہنگائی میں بھی مختصر میعاد میں اضافہ ہو سکتا ہے کیونکہ زنجیر رسد میں بگاڑ کے نتیجے میں جلد خراب ہو جانے والی اشیائے خورد و نوش کی قیمتیں بڑھ جائیں گی۔

زراعت کا جی ڈی پی میں حصہ تقریباً 22.7 فیصد ہے جس میں مویشیوں کا حصہ 14.0 فیصد اور فصلوں کا حصہ 7.8 فیصد ہے۔ سیلابوں کے باعث مالی سال 2023ء میں ترقی کی شرح 0.4 فیصد کم ہو کر 2.0 فیصد رہ جائے گی۔ مالیاتی جہت میں حکومت کو سیلاب متاثرین کی بحالی کے لیے زیادہ رقم خرچ کرنا ہوگی۔ اس کے نتیجے میں مالیاتی اعتبار سے پھسلنے کا خطرہ بڑھ جائے گا اور مالی سال 2023ء میں 153 بلین روپے (جی ڈی پی کا 0.2 فیصد) پر انٹری بجٹ surplus کا ہمارا ہدف چوک سکتا ہے۔

مالی سال 2023ء کے پہلے دو ماہ میں کرنٹ اکاؤنٹ خسارہ (سی اے ڈی) 1.9 بلین ڈالر تھا، جو گزشتہ سال مماثل مدت میں 2.4 بلین ڈالر کے مقابلے میں 20 فیصد بہتری ہے۔ اس کا اہم ترین سبب تجارتی خسارے میں 11 فیصد کمی ہے جو برآمدات میں 11.2 فیصد اضافے اور درآمدات میں 2.1 فیصد کمی کا مجموعی نتیجہ ہے۔ سی اے ڈی کے علاوہ قرضوں کی ادائیگیوں نے بھی زرمبادلہ کے ذخائر پر مزید دباؤ ڈالا، جو مزید 1.9 بلین ڈالر کم ہو کر 7.9 بلین ڈالر رہ گئے ہیں، اور یہ 6 ہفتوں کے لیے بھی بمشکل کافی ہوں گے۔ چنانچہ ڈالر کے مقابلے میں روپے کی قدر 11 فیصد گھٹ کر اختتام سہ ماہی پر 227 روپے فی ڈالر رہ گئی۔

ہیڈ لائن مہنگائی، جس کی ترجمانی CPI سے ہوتی ہے، کا اوسط دوران سہ ماہی 25.1 فیصد تھا جبکہ گزشتہ سال مماثل مدت میں 8.6 فیصد تھا۔ سیلابوں کے نتیجے میں اشیائے خورد و نوش کی قیمتوں کے ساتھ ساتھ بجلی کے نرخ میں اضافہ اور پٹرول کی بڑھتی ہوئی قیمتیں CPI میں اضافے کے اہم ترین اسباب تھے۔ مہنگائی کا دباؤ وسیع پیمانے پر تھا جس کا اظہار core مہنگائی سے ہوتا ہے۔ جس میں 15.7 فیصد ہوا جو گزشتہ سہ ماہی کے اختتام پر 12.3 فیصد تھا۔ اسٹیٹ بینک آف پاکستان نے پالیسی شرح میں جولائی 2022ء کی مانیٹری پالیسی میں مزید 125 بیسیس پوائنٹس (bps) کا اضافہ کیا جبکہ اکتوبر 2022ء میں منعقدہ تازہ ترین MPS میں سود کی شرحوں کو برقرار رکھا۔ مالیاتی جہت میں فیڈرل بورڈ آف ریونیو کی ٹیکس وصولی میں مالی سال 2023ء کی پہلی سہ ماہی میں 17.1 فیصد اضافہ ہوا اور 1,635 بلین روپے ٹیکس جمع ہوا، جبکہ گزشتہ سال مماثل سہ ماہی میں 1,396 بلین روپے تھے۔ اس طرح ہدف سے 25 بلین روپے زیادہ ٹیکس وصول ہوا۔

ثانوی مارکیٹوں کی پیداوار میں دوران سہ ماہی اضافہ ہوا جس کے اسباب مالیاتی سختی اور بعد از سیلاب مہنگائی کے دباؤ کی نئی لہر ہیں۔ دوران سہ ماہی 3، 6 اور 12 ماہانہ ٹریڈری بلنز (ٹی-بلنز) کے منافع جات میں بالترتیب 50، 52 اور 44 بی پی ایس، جبکہ 3 اور 5 سالہ بانڈز کے منافع جات میں بالترتیب 38 اور 19 بی پی ایس کا اضافہ ہوا۔

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES  
AS AT SEPTEMBER 30, 2022**

	September 30, 2022 (Unaudited)	June 30, 2022 (Audited)
Note	----- (Rupees in '000) -----	
<b>ASSETS</b>		
Balances with banks	4      195,806	324,500
Investments	5      1,357,940	1,370,513
Dividend, markup and other receivables	4,875	4,631
Advances, deposits and prepayments	3,873	3,905
Receivable against sale of investments	7,571	21,945
<b>Total assets</b>	<b>1,570,065</b>	<b>1,725,494</b>
<b>LIABILITIES</b>		
Payable to MCB Arif Habib Savings and Investments Limited - Management Company	5,736	6,073
Payable to Central Depository Company of Pakistan Limited	242	253
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	83	429
Payable against purchase of investments	8,150	17,522
Accrued and other liabilities	6      9,928	12,146
<b>Total liabilities</b>	<b>24,141</b>	<b>36,423</b>
<b>NET ASSETS</b>	<b>1,545,924</b>	<b>1,689,071</b>
<b>Unit holders' fund (as per statement attached)</b>	<b>1,545,924</b>	<b>1,689,071</b>
<b>Contingencies and commitments</b>	7	
	----- (Number of units) -----	
<b>NUMBER OF UNITS IN ISSUE</b>	<b>24,103,806</b>	<b>26,230,784</b>
	----- (Rupees) -----	
<b>NET ASSETS VALUE PER UNIT</b>	<b>64.1361</b>	<b>64.3927</b>

The annexed notes from 1 to 14 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 QUARTER ENDED SEPTEMBER 30, 2022**

	September 30,	
	2022	2021
Note	----- (Rupees in '000) -----	
<b>INCOME</b>		
Net gain / (loss) on sale of investments	10,402	(10,119)
Dividend income	13,483	22,028
Markup on bank deposits	9,801	5,452
Net unrealised loss on revaluation of investments at fair value through profit or loss'	(19,494)	(158,003)
<b>Total Income</b>	<b>14,194</b>	<b>(140,642)</b>
<b>EXPENSES</b>		
Remuneration of the Management Company	13,646	19,561
Sindh Sales tax on remuneration of the Management Company	1,774	2,543
Expenses allocated by the Management Company	413	593
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	666	845
Sindh Sales tax on trustee fee	87	110
Annual fee to Securities and Exchange Commission of Pakistan	83	119
Brokerage, settlement and bank charges	1,412	2,601
Printing and related costs	31	28
Fees and subscription	8	7
Shariah advisory fee	181	181
Auditors' remuneration	152	129
Legal and professional charges	67	434
Donation	481	851
<b>Total expenses</b>	<b>19,001</b>	<b>28,002</b>
<b>Net loss from operating activities</b>	<b>(4,807)</b>	<b>(168,644)</b>
Sindh Worker's Welfare Fund (SWWF)	-	18,922
<b>Net loss for the period before taxation</b>	<b>(4,807)</b>	<b>(149,722)</b>
Taxation	8	-
<b>Net loss for the period after taxation</b>	<b>(4,807)</b>	<b>(149,722)</b>
<i>Allocation of net income for the period:</i>		
Net Income for the period after taxation	-	-
Income already paid on units redeemed	-	-
	-	-
<i>Accounting income available for distribution:</i>		
- Relating to capital gains	-	-
- Excluding capital gains	-	-
	-	-
<b>Earning per unit</b>	9	

The annexed notes from 1 to 14 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 STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

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	<u>September 30,</u>	
	<u>2022</u>	<u>2021</u>
	----- (Rupees in '000) -----	
Net loss for the period after taxation	(4,807)	(149,722)
Other comprehensive loss for the period:	-	-
<b>Total comprehensive loss for the period</b>	<b><u>(4,807)</u></b>	<b><u>(149,722)</u></b>

The annexed notes from 1 to 14 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 STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	September 30, 2022			September 30, 2021		
	Capital value	Undistributed income/ (accumulated loss)	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	1,919,624	(230,553)	1,689,071	2,177,116	157,772	2,334,888
Issuance of 357,113 units (2021: 3,362,706 units):						
- Capital value (at net asset value per unit at the beginning of the period)	22,995	-	22,995	261,563	-	261,563
- Element of income	397	-	397	(411)	-	(411)
	23,392	-	23,391	261,152	-	261,152
Redemption of 2,484,090 units (2021: 1,886,721 units):						
- Capital value (at net asset value per unit at the beginning of the period)	159,957	-	159,957	146,755	-	146,755
- Element of loss / Income	1,775	-	1,775	36	-	36
	161,732	-	161,732	146,791	-	146,791
Total comprehensive Loss for the period	-	(4,807)	(4,807)	-	(149,722)	(149,722)
Net Loss for the period less distribution	-	(4,807)	(4,807)	-	(149,722)	(149,722)
<b>Net assets at end of the period</b>	<b>1,781,284</b>	<b>(235,360)</b>	<b>1,545,924</b>	<b>2,291,477</b>	<b>8,050</b>	<b>2,299,527</b>
<b>Undistributed income brought forward comprising of:</b>						
- Realised gain		(27,389)			14,771	
- Unrealised gain		(203,164)			143,001	
		(230,553)			157,772	
Net loss for the period after taxation		(4,807)			(149,722)	
<b>Undistributed income carried forward</b>		<b>(235,360)</b>			<b>8,050</b>	
<b>Undistributed income carried forward comprising of:</b>						
- Realised (loss) / gain		(215,866)			166,053	
- Unrealised loss		(19,494)			(158,003)	
		(235,360)			8,050	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>64.3927</u>			<u>77.7831</u>
Net assets value per unit at end of the period			<u>64.1361</u>			<u>73.0149</u>

The annexed notes from 1 to 14 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 STATEMENT OF CASH FLOW (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	September 30,	
	2022	2021
	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the period before taxation	(4,807)	(149,722)
<b>Adjustments for:</b>		
Net unrealised loss on revaluation of investments 'at fair value through profit or loss'	19,494	158,003
	<u>14,687</u>	<u>8,281</u>
<b>Increase / (Decrease) in assets</b>		
Investments	(6,922)	(39,242)
Markup receivable	(244)	(22,674)
Receivable against sale of investments	14,374	13,870
Advances, deposits and prepayments	35	(17)
	<u>7,243</u>	<u>(48,063)</u>
<b>(Decrease) / Increase in liabilities</b>		
Payable to the Management Company	(337)	(1,276)
Payable to Central Depository Company of Pakistan Limited	(11)	(5)
Payable to Securities and Exchange Commission of Pakistan	(346)	(369)
Payable against purchase of investments	(9,372)	13,341
Accrued and other liabilities	(2,218)	(18,146)
	<u>(12,284)</u>	<u>(6,455)</u>
<b>Net cash generated from / (used in) operating activities</b>	<u>9,646</u>	<u>(46,237)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts from issuance of units	23,391	261,152
Payments on redemption of units	(161,732)	(146,791)
<b>Net cash generated from / (used in) financing activities</b>	<u>(138,341)</u>	<u>114,361</u>
<b>Net (decrease) / Increase cash and cash equivalents during the period</b>	<u>(128,694)</u>	<u>68,125</u>
Cash and cash equivalents at beginning of the period	324,500	334,549
<b>Cash and cash equivalents at end of the period</b>	<u>195,806</u>	<u>402,674</u>

The annexed notes from 1 to 14 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 (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alhamra Islamic Asset Allocation Fund (the Fund) was established under a Trust Deed executed between Arif Habib Investments Limited (now MCB - Arif Habib Savings and Investments Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 14, 2005 under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC rules). The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. The principal activity of the Fund is to make investment in shariah compliant investments in securities or instruments both inside and outside Pakistan. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund has been categorised as "Shariah compliant Islamic Asset Allocation" scheme by the Board of Directors of the Asset Management Company in accordance with the requirements of Circular 7 of 2009 dated March 06, 2009 issued by SECP.
- 1.4 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 06, 2022 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan 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);
  - 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 International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.1.1 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 2022.
- 2.1.2 The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 30 September 2022 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2022, 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 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, 2022.

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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, 2021. 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, 2022.

		(Un-Audited) September 30, 2022	(Audited) June 30, 2022
<b>4 BANK BALANCES</b>	<b>Note</b>	----- (Rupees in '000) -----	
In current accounts	4.1	9,123	9,342
In saving accounts	4.2	<u>186,682</u>	<u>315,158</u>
		<u><b>195,805</b></u>	<u><b>324,500</b></u>

4.1 These include Rs.9.026 million (June 30, 2022: Rs 9.161 million) maintained with MCB Bank Limited, a connected person / related party.

4.2 These carry profit at the rates ranging between 12.52% to 16.00% (June 30, 2022: 6.55% to 15.51%) per annum and include Rs. 0.013 million (June 30, 2022: 0.013 million) maintained with MCB Islamic Bank Limited, (a related party)

		(Un-Audited) September 30, 2022	(Audited) June 30, 2022
<b>5 INVESTMENTS</b>	<b>Note</b>	----- (Rupees in '000) -----	
<b>Investment by category</b>			
<b>5.1 'At fair value through profit or loss "</b>			
- Quoted equity securities	5.1.1	<u>1,357,940</u>	<u>1,370,513</u>
		<u><b>1,357,940</b></u>	<u><b>1,370,513</b></u>

### 5.1.1 Listed equity securities - 'at fair value through profit or loss'

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

Name of the investee company	Number of shares					Balance as at September 30, 2022			Market value	
	As at July 01, 2022	Purchased during the period	Right issue/Bonus during the year	Sold during the period	As at September 30, 2022	Carrying value	Market value	Unrealised (loss) / gain	As a percentage of total invest-ments	As a percentage of net assets
----- (Rupees in '000) ----- % -----										
<b>Automobile Parts &amp; Accessories</b>										
Agriauto Industires Limited***	56,400	-	-	300	56,100	7,517	6,929	(588)	0.51%	0.45%
Thal Limited	53,000	3,400	-	3,400	53,000	14,159	14,528	369	1.07%	0.94%
					<u>109,100</u>	<u>21,676</u>	<u>21,457</u>	<u>(219)</u>	<u>1.58%</u>	<u>1.39%</u>
<b>Cable &amp; Electrical</b>										
Pak Elektron Limited**	900,000	490,000	-	-	1,390,000	22,547	22,282	(265)	1.64%	1.44%
					<u>1,390,000</u>	<u>22,547</u>	<u>22,282</u>	<u>(265)</u>	<u>1.64%</u>	<u>1.44%</u>
<b>Cement</b>										
Cherat Cement Company Limited	153,128	140,184	-	43,312	250,000	24,255	28,893	4,638	2.13%	1.87%
D.G. Khan Cement Company Limited**	328,265	225,000	-	150,265	403,000	25,073	24,430	(643)	1.80%	1.58%
Fauji Cement Company Limited	5,857,500	620,000	-	557,500	5,920,000	83,680	88,741	5,060	6.53%	5.74%
Gharibwal Cement Ltd	659,000	5,000	-	-	664,000	12,958	13,944	986	1.03%	0.90%
Kohat Cement Company Limited	229,400	-	-	49,400	180,000	23,423	28,800	5,377	2.12%	1.86%
Lucky Cement Limited	179,000	46,500	-	38,500	187,000	85,893	92,857	6,963	6.84%	6.01%
Maple Leaf Cement Factory Limited	1,975,000	225,000	-	950,000	1,250,000	34,309	34,825	516	2.56%	2.25%
Pioneer Cement Limited	193	-	-	-	193	12	13	1	0.00%	0.00%
					<u>8,854,193</u>	<u>289,603</u>	<u>312,502</u>	<u>22,897</u>	<u>23.01%</u>	<u>20.21%</u>
<b>Chemicals</b>										
Archroma Pakistan Limited	10,900	3,500	-	-	14,400	7,795	7,834	38	0.58%	0.51%
					<u>14,400</u>	<u>7,795</u>	<u>7,834</u>	<u>38</u>	<u>0.58%</u>	<u>0.51%</u>
<b>Commercial Banks</b>										
BankIslami Pakistan Limited	3,300,000	575,000	-	-	3,875,000	46,441	41,501	(4,940)	3.06%	2.68%
Faysal Bank Limited	-	1,150,000	-	-	1,150,000	31,720	30,280	(1,441)	2.23%	1.96%
Meezan Bank Limited*****	1,360,000	-	125,000	210,000	1,275,000	130,954	139,931	8,977	10.30%	9.05%
					<u>6,300,000</u>	<u>209,116</u>	<u>211,712</u>	<u>2,596</u>	<u>15.59%</u>	<u>13.69%</u>

# NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

Name of the investee company	Number of shares				Balance as at September 30, 2022			Market value		
	As at July 01, 2022	Purchased during the period	Right issue/Bonus during the year	Sold during the period	As at September 30, 2022	Carrying value	Market value	Unrealised (loss) / gain	As a percentage of total invest-ments	As a percentage of net assets
----- (Rupees in '000) ----- % -----										
<b>Engineering</b>										
Agha Steel Ind. Ltd*	25	-	-	-	25	0	0	0.01	0.00%	0.00%
Aisha Steel Mills Limited**	700,000	650,000	-	-	1,350,000	15,337	13,959	(1,378)	1.03%	0.90%
Mughal Iron & Steel Industries Limited	385,000	29,000	-	74,000	340,000	19,782	22,161	2,379	1.63%	1.43%
					<b>1,690,025</b>	<b>35,119</b>	<b>36,121</b>	<b>1,001</b>	<b>2.66%</b>	<b>2.34%</b>
<b>Fertilizer</b>										
Engro Fertilizer Limited	700,000	21,000	-	160,843	560,157	49,403	43,703	(5,699)	3.22%	2.83%
Engro Corporation Limited	293,612	118,888	-	-	412,500	104,657	95,502	(9,155)	7.03%	6.18%
Fauji Fertilizer Bin Qasim Limited****	595,000	110,000	-	205,000	500,000	10,145	9,710	(435)	0.72%	0.63%
					<b>1,472,657</b>	<b>164,205</b>	<b>148,915</b>	<b>(15,289)</b>	<b>10.97%</b>	<b>9.63%</b>
<b>Food &amp; Personal Care Products</b>										
At-Tahur Limited	407,500	110,000	-	-	517,500	10,151	11,514	1,363	0.85%	0.74%
The Organic Meat Company Limited	1,026,600	25,000	-	-	1,051,600	22,946	22,357	(589)	1.65%	1.45%
					<b>1,569,100</b>	<b>33,097</b>	<b>33,871</b>	<b>774</b>	<b>2.49%</b>	<b>2.19%</b>
<b>Miscellaneous</b>										
Shifa International Hospitals	182,100	-	-	11,900	170,200	30,490	26,107	(4,383)	1.92%	1.69%
Synthetic Products Limited***	402	-	-	-	402	6	6	(0)	0.00%	0.00%
					<b>170,602</b>	<b>30,495</b>	<b>26,113</b>	<b>(4,383)</b>	<b>1.92%</b>	<b>1.69%</b>
<b>Oil &amp; Gas Exploration Company</b>										
Mari Petroleum Company Limited	83,709	-	-	15,087	68,622	119,384	107,380	(12,004)	7.91%	6.95%
Oil & Gas Development Company Limited	700,000	275,000	-	230,000	745,000	60,004	56,411	(3,593)	4.15%	3.65%
Pakistan Oilfields Limited	37,000	-	-	450	36,550	14,832	12,760	(2,072)	0.94%	0.83%
Pakistan Petroleum Limited	826,821	210,000	-	151,821	885,000	60,497	54,383	(6,114)	4.00%	3.52%
					<b>1,735,172</b>	<b>254,718</b>	<b>230,935</b>	<b>(23,783)</b>	<b>17.01%</b>	<b>14.94%</b>
<b>Oil &amp; Gas Marketing Company</b>										
Attock Petroleum Limited	-	3,048	-	3,048	-	-	-	-	0.00%	0.00%
Sui Northern Gas Pipelines Limited	80,590	-	-	80,590	-	-	-	-	0.00%	0.00%
					<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>	<b>0.00%</b>
<b>Paper And Board</b>										
Century Paper & Board Mills Limited	596	-	59	-	655	37	44	7	0.00%	0.00%
Packages Limited	40,244	-	-	3,000	37,244	14,855	15,197	342	1.12%	0.98%
					<b>37,899</b>	<b>14,892</b>	<b>15,241</b>	<b>349</b>	<b>1.12%</b>	<b>0.99%</b>
<b>Pharmaceuticals</b>										
Agp Limited	81,861	75,509	-	-	157,370	13,099	12,723	(376)	0.94%	0.82%
Citi Pharma limited	700,000	68,000	-	-	768,000	25,136	23,032	(2,103)	1.70%	1.49%
Ferozsons Laboratories Limited	-	50,000	9,300	-	59,300	12,916	11,861	(1,055)	0.87%	0.77%
Glaxosmithkline Consumer Healthcare Pakistan Limited	104,500	-	-	-	104,500	24,905	22,791	(2,114)	1.68%	1.47%
Highnoon Laboratories Limited	10,015	-	-	7,550	2,465	1,306	1,305	(2)	0.10%	0.08%
					<b>1,091,635</b>	<b>77,362</b>	<b>71,712</b>	<b>(5,650)</b>	<b>5.28%</b>	<b>4.64%</b>
<b>Power Generation &amp; Distribution</b>										
Hub Power Company Limited	550,000	39,500	-	189,500	400,000	27,155	27,964	809	2.06%	1.81%
					<b>400,000</b>	<b>27,155</b>	<b>27,964</b>	<b>809</b>	<b>2.06%</b>	<b>1.81%</b>
<b>Refinery</b>										
Attock Refinery Limited	170,000	91,000	-	186,000	75,000	12,020	11,042	(978)	0.81%	0.71%
					<b>75,000</b>	<b>12,020</b>	<b>11,042</b>	<b>(978)</b>	<b>0.81%</b>	<b>0.71%</b>
<b>Technology &amp; Communication</b>										
Air Link Communication Ltd	300,000	-	-	100,000	200,000	8,078	7,234	(844)	0.53%	0.47%
Avanceon Limited	-	185,000	-	-	185,000	15,009	13,771	(1,237)	1.01%	0.89%
Octopus Digital Limited	-	192,500	-	-	192,500	13,769	12,387	(1,381)	0.91%	0.80%
Systems Limited	95,000	86,000	-	11,000	170,000	58,498	64,172	5,673	4.73%	4.15%
					<b>747,500</b>	<b>95,354</b>	<b>97,564</b>	<b>2,211</b>	<b>7.18%</b>	<b>6.31%</b>
<b>Textile Composite</b>										
Interloop Limited	228,450	377,000	-	85,450	520,000	32,360	32,734	374	2.41%	2.12%
Kohinoor Textile Mills Limited	479,150	20,000	-	-	499,150	25,016	26,809	1,794	1.97%	1.73%
Nishat (Chunian) Limited**	1,005,000	436,420	-	1,005,000	436,420	16,853	15,619	(1,234)	1.15%	1.01%
Nishat Mills Limited**	400,000	50,000	-	450,000	-	-	-	-	0.00%	0.00%
					<b>1,455,570</b>	<b>74,229</b>	<b>75,163</b>	<b>934</b>	<b>5.54%</b>	<b>4.86%</b>
<b>Glass &amp; Ceramics</b>										
Shabbir Tiles & Ceramics Limited	435,000	115,000	-	-	550,000	8,049	7,513	(537)	0.55%	0.49%
Tariq Glass Industries	151,588	-	-	151,588	-	-	-	-	0.00%	0.00%
					<b>550,000</b>	<b>8,049</b>	<b>7,513</b>	<b>(537)</b>	<b>0.55%</b>	<b>0.49%</b>
<b>Total as at September 30, 2022</b>						<b>1,377,433</b>	<b>1,357,940</b>	<b>(19,494)</b>		
Total as at June 30, 2022						1,573,677	1,370,513	(203,164)		

\* Nil figures due to rounding off

\*\* These represent transactions in shares of related parties

\*\*\* These have a fair value of R. 5 per share

\*\*\*\* Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan (SECP).

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

Name of security	September 30, 2022	June 30, 2022	September 30, 2022	June 30, 2022
	--- (Number of shares) ---		----- (Rupees in '000) -----	
Meezan bank limited	500,000	500,000	54,875	56,490
Fauji Cement Company Limited	<u>2,000,000</u>	<u>2,000,000</u>	<u>29,980</u>	<u>28,340</u>
	<u>2,500,000</u>	<u>2,500,000</u>	<u>84,855</u>	<u>84,830</u>

5.1.1.1 There is no change is the status of matter related to bonus shares as reported in the annual financial statements of the Fund for the year ended June 30, 2022. As at September 30, 2022, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 0.052 million (June 30, 2022: Rs. 0.057 million).

	Note	(Un-Audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees in '000) -----	
<b>6 ACCRUED AND OTHER LIABILITIES</b>			
Federal Excise Duty payable on management fee	6.1	<b>5,910</b>	5,910
Federal Excise Duty payable on sales load		<b>1,136</b>	1,136
Charity / donation payable		<b>481</b>	2,940
Auditors' remuneration		<b>454</b>	303
Withholding tax payable		<b>24</b>	4
Brokerage payable		<b>1,024</b>	762
Other payables		<b>899</b>	1,091
		<u><b>9,928</b></u>	<u>12,146</u>

**6.1 Federal Excise Duty and related tax payable**

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in the annual financial statements of the Fund for the year ended June 30, 2022. Had the said provision for FED not been recorded in the condensed interim financial information of the Fund, the net asset value of the Fund as at September 30, 2022 would have been higher by Re. 0.29 per unit (June 30, 2022: Re. 0.27 per unit).

**7 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at September 30, 2022 and June 30, 2022.

**8 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.

**9 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.

**10 TRANSACTIONS 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 to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

\*Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

The details of transactions during the current period and balances at period end with related parties / connected persons are as follows:

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

**10.1 Unit Holders' Fund**

September 30, 2022 (Un-Audited)								
	As at July 01, 2022	Issued for cash	Redeemed	As at September 30, 2022	As at July 01, 2022	Issued for cash	Redeemed	As at September 30, 2022
	Units			(Rupees in '000)				
<b>Group / Associated Companies</b>								
D.G. Khan Cement Company Ltd Employees Provident Fund Trust	112,524	-	-	112,524	7,246	-	-	7,217
Adamjee Life Assurance Co. Limited - (Investment Multiplier Fund)	580,377	-	-	580,377	37,372	-	-	37,223
Adamjee Life Assurance Co. Ltd. Aamaanat Fund	463,331	108,766	-	572,097	29,835	7,000	-	36,692
Adamjee Life Assurance Co. Ltd -Mazaaf	1,932,537	-	-	1,932,537	124,441	-	-	123,945
Hyundai Nishat Motor Private Limited Employees Provident Fund	167,136	-	-	167,136	10,762	-	-	10,719
<b>Key management personnel</b>	17,324	464	-	17,788	1,116	30	-	1,141
Mandate under Discretionary Portfolio Services	742,386	154,177	101,652	794,911	47,804	10,168	6,551	50,982

September 30, 2021 (Un-Audited)								
	As at July 01, 2021	Issued for cash	Redeemed	As at September 30, 2021	As at July 01, 2021	Issued for cash	Redeemed	As at September 30, 2021
	Units			(Rupees in '000)				
<b>Group / Associated Companies</b>								
D.G Khan Cement Company Limited - Employees' Provident Fund Trust	112,524	-	-	112,524	8,752	-	-	8,216
Adamjee Life Assurance Company Limited - Investment Multiplier Fund	580,377	-	-	580,377	45,144	-	-	42,376
Adamjee Life Assurance Co. Ltd. Aamaanat Fund	290,429	-	-	290,429	22,590	-	-	21,206
Adamjee Life Assurance Company Limited - (MAZAAF)	1,932,537	-	-	1,932,537	150,319	-	-	141,104
Key management personnel	19,469	7,006	77	26,398	1,514	548	6	1,927
Mandate under Discretionary Portfolio Services	561,520	268,897	24,412	806,005	43,677	20,900	1,850	58,850

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	----- (Un-Audited) -----	
	September 30, 2022	September 30, 2021
	----- (Rupees in '000) -----	
<b>10.2 Transactions during the period:</b>		
<b>MCB Arif Habib Savings and Investments Limited - Management Company</b>		
Remuneration (including indirect taxes)	15,420	22,104
Expenses allocated by the Management Company	413	593
Shariah advisory fee	181	181
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration including indirect taxes	753	955
Settlement charges	40	50
<b>Group / Associated Companies:</b>		
<b>MCB Bank Limited</b>		
Bank charges	3	5
<b>Arif Habib Limited</b>		
Brokerage expense *	64	24
<b>D.G. Khan Cement Company Limited</b>		
Purchase of shares 225,000 (2021: Nil) shares	13,925	-
Sale of shares 150,265 (2021: 155,000) shares	8,955	17,587
<b>Aisha Steel Mills Limited</b>		
Purchase of shares 650,000 (2021: Nil) shares	7,602	-
<b>Nishat Mills Limited</b>		
Purchase of 50,000 (2021: Nil) shares	3,475	-
Sale of shares 450,000 (2021: Nil) shares	31,443	-
<b>Nishat (Chunian) Limited</b>		
Purchase of 436,420 (2021: Nil) shares	16,853	-
Sale of shares 1,005,000 (2021: Nil) shares	47,495	-
<b>Pak Elektron Limited</b>		
Purchase of 490,000 (2021: Nil) shares	8,246	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022**

	<b>(Un-Audited) September 30, 2022</b>	<b>(Audited) June 30, 2022</b>
	----- (Rupees in '000) -----	
<b>10.3 Balances outstanding at period / year end:</b>		
<b>MCB Arif Habib Savings and Investments Limited - Management Company</b>		
Remuneration payable	4,355	4,680
Sindh sales tax payable on management remuneration	566	609
Expense allocated by the Management Company	131	141
Sales Load payable	-	77
Shariah advisory fee payable	61	60
Back end load payable	623	507
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable (including indirect taxes)	242	253
Security deposit	200	200
<b>Group / Associated Companies:</b>		
<b>MCB Islamic Bank Limited</b>		
Balance with bank	13	13
<b>MCB Bank Limited</b>		
Balance with bank	9,026	9,161
<b>Arif Habib Limited</b>		
Brokerage payable *	35	16
<b>D.G. Khan Cement Company Limited</b>		
403,000 (2022: 328,265) shares held	24,430	20,517
<b>Nishat Chunian Limited</b>		
436,420 (2022: 1,005,000) shares held	15,619	45,014
<b>Nishat Mills Limited</b>		
Nil (2022: 400,000) shares held	-	29,564
<b>Pak Elektron Limited</b>		
1,390,000 (2022: 900,000) shares held	22,282	14,301
<b>Aisha Steel Limited</b>		
1,350,000 (2022: 700,000) shares held	13,959	7,735

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

**11 TOTAL EXPENSE RATIO**

The annualized total expense ratio of the Fund based on the current period results is 4.60% (September 30, 2021: 4.72%) and this includes 0.47% (September 30, 2021: 0.47%) representing government levy, SECP fee etc.

**12 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.



## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

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

Level 1: quoted prices (unadjusted) 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).

### 13 GENERAL

13.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.

13.2 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.

### 14 DATE OF AUTHORISATION

14.1 These condensed interim financial statements were authorised for issue on October 21, 2022 by the Board of Directors of the Management Company.


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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