



MCB FUNDS
Investments for Life

QUARTERLY REPORT

SEPTEMBER
2023
(UNAUDITED)

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



MCB PAKISTAN FIXED RETURN FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited (Formerly: MCB-Arif Habib Savings and Investments Limited) Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Shoaib Mumtaz Mr. Muhammad Saqib Saleem Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Mr. Manzar Mushtaq Ms. Mavra Adil Khan Mr. Muhammad Saqib Saleem	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Muhammad Saqib Saleem	Member Member Member Member
Chief Executive Officer	Mr. Muhammad Saqib Saleem	
Chief Operating Officer & Chief Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Ahmad Faisal	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
Bankers	Allied Bank Limited MCB Bank Limited	
Auditors	Yousuf Adil Saleem & Co. Chartered Accountants Cavish Court, A-35, Block-7 & 8 KCHSU, Shahrah-e-Faisal, Karachi-753550.	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited (Formerly: MCB-Arif Habib Savings and Investments Limited) Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

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

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **MCB Pakistan Fixed Return Plans** under *MCB Pakistan Fixed Return Fund* accounts review for the year ended September 30, 2023.

ECONOMY AND MONEY MARKET REVIEW

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

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

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

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

The country's GDP growth recorded at 0.29% in FY23 with Agricultural and Services sector increasing by 1.6% and 0.9%, respectively, while industrial sector witnessed a drop of 2.9%. Historic high interest rates coupled with import restrictions were the major culprits behind the fall in industrial output. On the fiscal side, FBR tax collection increased by 24.1% in 1QFY24 to PKR 2,041bn compared to PKR 1,644bn in the same period last year, outpacing the target by PKR 39bn.

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

FUND PERFORMANCE

MCBPFRP-XIV was launched on August 15, 2023 with a fixed return of 21.20% to 21.40%. The fund will mature on November 02, 2023.

MCBPFRP-XV was launched on September 27, 2023 with a fixed return of 21.35%. The fund will mature on December 15, 2023.

MCBPFRP-XIII was launched on June 23, 2023 with a fixed return of 20.50%. The fund will mature on June 27, 2024.

MCBPFRP-X was launched on June 23, 2023 with a fixed return of 21.25%. The fund will mature on January 03, 2024.

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

MCBPFRRP-VII was launched on October 25, 2022 with a fixed return of 15.00%. The fund will mature on October 19, 2023.

ECONOMY & MARKET – FUTURE OUTLOOK

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

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

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

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

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

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

MUTUAL FUND INDUSTRY REVIEW

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

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

MUTUAL FUND INDUSTRY OUTLOOK

The current interest rates would encourage higher flows in the money market funds as they are ideal for investors with a short term horizon and low risk profile. However, external concerns have eased post agreement with IMF and the long

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

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.

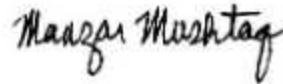
ACKNOWLEDGEMENT

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

On behalf of Directors,



Muhammad Saqib Saleem
Chief Executive Officer
October 18, 2023



Manzar Mushtaq
Director
October 18, 2023

ڈائریکٹرز رپورٹ

اظہارِ تشکر

بورڈ فنڈ کے قابلِ قدر سرمایہ کاروں، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کا اُن کی مسلسل معاونت اور حمایت کے لیے شکرگزار ہے۔ علاوہ ازیں، ڈائریکٹرز انتظامی ٹیم کی کاوشوں کو بھی خراجِ تحسین پیش کرتے ہیں۔

Manzar Mushtaq

منظر مشتاق
ڈائریکٹر

من جانب ڈائریکٹرز،

محمد ثاقب سلیم

محمد ثاقب سلیم
چیف ایگزیکٹو آفیسر
18 اکتوبر 2023ء

ڈائریکٹرز رپورٹ

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

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

میوچل فنڈ صنعت کا جائزہ

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

میوچل فنڈ صنعت کی مستقبل کا منظر

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

ڈائریکٹرز رپورٹ

معیشت اور مارکیٹ - مستقبل کا منظر نامہ

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

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

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

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

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

کیپیٹل مارکیٹ، خصوصاً ایکویٹیز، کے نقطہ نظر سے مارکیٹ میں سستی valuations پر کاروبار ہو رہا ہے۔ مارکیٹ cap کا

ڈائریکٹرز رپورٹ

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

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

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

فنڈ کی کارکردگی

ایم سی بی PFRP - XIV کا آغاز 15 اگست 2023 کو کیا گیا جو کہ 21.20 فیصد سے 21.40 فیصد منافع واپسی دے گا۔ فنڈ 02 نومبر 2023ء کو میچور ہوگا۔

ایم سی بی PFRP - XV کا آغاز 27 دسمبر 2023 کو کیا گیا جو کہ 21.35 فیصد منافع واپسی دے گا۔ فنڈ 15 دسمبر 2023ء کو میچور ہوگا۔

ایم سی بی PFRP - XIII کا آغاز 23 جون 2023 کو کیا گیا جو کہ 20.50 فیصد منافع واپسی دے گا۔ 30۔ فنڈ 27 جون 2024ء کو میچور ہوگا۔

ایم سی بی PFRP - X کا آغاز 23 جون 2023 کو کیا گیا جو کہ 21.25 فیصد منافع واپسی دے گا۔ فنڈ 03 جنوری 2024ء کو میچور ہوگا۔

ایم سی بی PFRP - VII کا آغاز 25 اکتوبر 2022 کو کیا گیا جو کہ 15.00 فیصد منافع واپسی دے گا۔ فنڈ 19 اکتوبر 2023ء کو میچور ہوگا۔

بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی پاکستان فیکسڈ ریٹرن پلانز زیر انتظام ایم سی بی پاکستان فیکسڈ ریٹرن کے اکاؤنٹس کا جائزہ برائے سہ ماہی مُختتمہ 30 ستمبر 2023ء پیش خدمت ہے۔

معیشت اور بازار کا جائزہ

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

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

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

ملک کی خارجی صورتحال میں بہتری آئی کیونکہ اسٹیٹ بینک آف پاکستان کے زرمبادلہ کے ذخائر گزشتہ مالی سال کے اختتام پر 4.5

بلین ڈالر کے مقابلے میں بڑھ کر ستمبر 2023ء کے اختتام تک 7.6 بلین ڈالر ہو چکے تھے۔ اس کی وجہ آئی ایم ایف اور دوستانہ ممالک کی طرف سے مالیاتی آمدات تھی۔

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

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

	MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total	
	September 30, 2023 (Unaudited)							June 30 2023	
Note	(Rupees)								
ASSETS									
Bank balances	439,409	76,241,865	62,092,147	34,452,716	12,374,004	16,128,268	201,728,409	97,760,915	
Investments	238,414,610	638,400,000	-	4,961,076,401	2,763,606,598	6,161,624,561	14,763,122,170	11,940,475,790	
Profit receivable	8,039	1,074,827	-	581,005	254,265	4,016,538	5,934,674	28,970,235	
Receivable against sale of investment	-	-	-	-	-	-	-	642,929,796	
Total assets	238,862,058	715,716,692	62,092,147	4,996,110,122	2,776,234,867	6,181,769,367	14,907,785,253	12,710,136,736	
LIABILITIES									
Payable to MCB-Arif Habib Savings and Investments Limited - Management Company	1,218,153	2,451,603	-	15,380,448	4,314,506	672,713	24,037,423	2,353,048	
Payable to Central Depository Company of Pakistan Limited - Trustee	12,000	36,038	-	250,942	140,911	31,472	471,363	153,100	
Payable to the Securities and Exchange Commission of Pakistan	14,480	43,488	-	302,881	170,037	37,977	568,863	77,004	
Payable against purchase of investment	-	-	-	-	-	-	-	639,123,416	
Accrued expense and other liabilities	4,677	18,627	62,092,147	-	-	-	62,115,451	31,406	
Total liabilities	1,249,310	2,549,756	62,092,147	15,934,271	4,625,454	742,162	87,193,100	641,737,974	
NET ASSETS	237,612,748	713,166,936	-	4,980,175,851	2,771,609,413	6,181,027,205	14,883,592,153	12,068,398,762	
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	237,612,748	713,166,936	-	4,980,175,851	2,771,609,413	6,181,027,205			
CONTINGENCIES AND COMMITMENTS									
	(Number of units)								
NUMBER OF UNITS IN ISSUE	2,249,256	6,738,225	-	47,779,562	26,970,431	61,618,606			
NET ASSETS VALUE PER UNIT	105.6406	105.8390	-	104.2323	102.7647	100.3111			

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

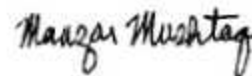
For MCB Investment Management Limited
(Formerly: MCB-Arif Habib Savings and Investments Limited)
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

		For the period from July 01, 2023 to September 30, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from July 01, 2023 to September 22, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from August 15, 2023 to September 30, 2023	For the period from September 27, 2023 to September 30, 2023	September 30, 2023	September 30, 2022
		MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total
INCOME									
Investments at fair value through profit or loss:									
		-	-	(51,761)	-	9,724	-	(42,037)	-
		13,862,461	37,888,402	321,380,785	303,021,197	77,878,431	11,485,636	765,516,912	2,422,003
		-	-	-	-	-	-	-	-
		(967,717)	(193,758)	-	(67,355,596)	276,615	4,936,365	(63,304,091)	1,038,015
		28,411	2,015,943	8,470,799	1,781,881	1,860,980	3,486,731	17,644,746	6,319,242
		-	-	8,080	-	2,688	-	10,768	-
		12,923,155	39,710,587	329,807,903	237,447,482	80,028,438	19,908,732	719,826,297	9,779,260
EXPENSES									
	6.1	147,405	1,475,135	12,462,688	8,471,272	2,666,446	416,725	25,639,670	732,385
	6.2	19,190	191,767	1,620,149	1,101,265	346,638	54,174	3,333,184	92,257
		31,956	96,133	813,030	672,358	190,564	27,851	1,831,891	39,986
		4,153	12,497	105,694	87,406	24,773	3,621	238,145	5,199
	7	43,608	131,089	1,108,677	916,906	259,851	37,977	2,498,107	10,662
	6.4	73,880	713,865	6,234,664	5,260,200	1,291,322	201,814	13,775,745	8,875,821.48
		-	-	-	-	-	-	-	7,516
		567	4,256	8,525	313	16,868	-	30,529	15,433
		320,760	2,624,742	22,353,427	16,509,720	4,796,462	742,160	47,347,270	903,438
		12,602,395	37,085,846	307,454,476	220,937,762	75,231,976	19,166,572	672,479,027	8,875,821
	11	-	-	-	-	-	-	-	-
		12,602,395	37,085,846	307,454,476	220,937,762	75,231,976	19,166,572	672,479,027	8,875,821
Allocation of net income for the period									
		12,602,395	37,085,846	307,454,476	220,937,762	75,231,976	19,166,572	-	-
		-	(8,562)	(190,785,302)	-	-	-	-	-
		12,602,395	37,077,284	116,669,174	220,937,762	75,231,976	19,166,572	-	-
Accounting income available for distribution									
		-	-	-	-	-	-	-	-
		12,602,395	37,077,284	116,669,174	220,937,762	75,231,976	19,166,572	-	-
		12,602,395	37,077,284	116,669,174	220,937,762	75,231,976	19,166,572	-	-

Earnings per unit

13

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

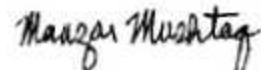
For MCB Investment Management Limited
(Formerly: MCB-Arif Habib Savings and Investments Limited)
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

	For the period from July 01, 2023 to September 30, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from July 01, 2023 to September 22, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from August 15, 2023 to September 30, 2023	For the period from September 27, 2023 to September 30, 2023	September 30, 2023	September 30, 2022
	MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total
	(Rupees)							
Net income for the period after taxation	12,602,395	37,085,846	307,454,476	220,937,762	75,231,976	19,166,572	672,479,027	8,875,821
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the period	12,602,395	37,085,846	307,454,476	220,937,762	75,231,976	19,166,572	672,479,027	8,875,821

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

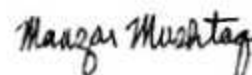
For MCB Investment Management Limited
(Formerly: MCB-Arif Habib Savings and Investments Limited)
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

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

	MCBFRP-VI For the period from July 01, 2023 to September 30, 2023		MCBFRP-X For the period from July 01, 2023 to September 30, 2023		MCBFRP-XII For the period from July 01, 2023 to September 30, 2023	
	Capital Value	Undistributed Income	Capital Value	Undistributed Income	Capital Value	Undistributed Income
Net Assets at the beginning of the period	224,933,825	85,837	874,003,388	2,267,723	6,388,420,833	19,449,168
Issuance / Transfer of 41,833 units of Pakistan Fixed Return Plan VII, Nil units in Pakistan Fixed Return Plan X and Nil units in Pakistan Fixed Return Plan XI	-	-	-	-	-	-
- Capital value	4,184,740	-	4,184,740	-	-	-
- Element of Income	72,223	-	72,223	-	-	-
Redemption / Transfer of 41,822 units of Pakistan Fixed Return Plan VII, 1,808 units in Pakistan Fixed Return Plan X and 40,439,774 units in Pakistan Fixed Return Plan XI	(4,183,595)	-	(181,438)	(8,582)	(4,056,188,994)	-
- Capital value	(72,488)	-	(72,488)	(8,582)	(1,841)	(190,785,302)
- Element of Income	(4,266,082)	-	(4,266,082)	(8,582)	(4,056,188,994)	(4,246,974,137)
Total comprehensive income for the period	12,602,398	12,602,398	12,602,398	37,088,848	-	307,454,476
Distributed during the period at the rate of Rs. 4.8762 per unit in Plan XII on September 22, 2023	-	-	-	-	-	(116,869,174)
Net assets at end of the period	224,924,726	12,602,398	873,821,930	36,346,007	2,332,232,098	190,785,302
Net assets at end of the period	224,924,726	12,602,398	873,821,930	36,346,007	2,332,232,098	190,785,302
Undistributed income brought forward comprising of:						
- Realized	85,837	85,837	130,392	2,137,331	16,449,168	16,449,168
- Unrealized	-	-	-	2,267,723	-	-
Accounting income available for distribution:						
- Relating to capital gains	12,602,398	12,602,398	37,077,284	37,077,284	110,869,174	110,869,174
- Excluding capital gains	-	-	-	-	-	-
Net income for the period	12,602,398	12,602,398	37,077,284	37,077,284	110,869,174	110,869,174
Distribution paid during the period	-	-	-	-	-	-
Undistributed income carried forward	12,602,398	12,602,398	12,602,398	36,346,007	19,449,168	19,449,168
Undistributed income carried forward comprising of:						
- Realized	105,0378	105,0378	100,3358	100,3358	100,3044	100,3044
- Unrealized	105,4000	105,4000	105,4000	105,4000	-	-

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

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

M. Sarfaraz

Chief Executive Officer

A. Akhbar

Chief Financial Officer

Mansoor Mushtaq

Director

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

	MCBFRF-XIII For the period from July 01, 2023 to September 30, 2023		MCBFRF-XIV For the period from August 16, 2023 to September 30, 2023		MCBFRF-XV For the period from September 27, 2023 to September 30, 2023	
	Capital Value	Undistributed Income	Capital Value	Undistributed Income	Capital Value	Undistributed Income
Net Assets at the beginning of the period	4,777,858,232	(18,716,142)	4,769,142,090	-	-	-
Issuance / Transfer of NI units of Pakistan Fixed Return Plan XII, 27,279,376 units in Pakistan Fixed Return Plan XIV and 81,618,808 units in Pakistan Fixed Return Plan XV	-	-	-	-	-	-
- Capital value	-	-	2,721,937,890	-	6,101,860,633	-
- Earmark of income	-	-	-	-	-	-
Redemption / Transfer of units of Pakistan Fixed Return Plan XII, 358,845 units in Pakistan Fixed Return Plan XIV and NI units in Pakistan Fixed Return Plan XV	-	-	-	-	-	-
- Capital value	-	-	(30,884,930)	-	-	-
- Earmark of income	-	-	(91,486,183)	-	-	-
Total comprehensive income for the period	-	-	75,231,978	-	19,186,872	-
Distribution during the period	-	-	-	-	-	-
Net assets at end of period	4,777,858,232	202,216,019	4,980,174,881	2,696,377,437	2,771,608,413	6,161,860,633
Paid to unit holders on maturity	-	-	-	-	-	-
Net assets at end of the period	4,777,858,232	202,216,019	4,980,174,881	2,696,377,437	2,771,608,413	6,161,860,633
Undistributed Income brought forward comprising of:	-	(18,716,142)	-	-	-	-
- Realized	-	-	-	-	-	-
- Unrealized	-	-	-	-	-	-
Accounting income available for distribution:	-	-	-	-	-	-
- Resulting to capital gains	-	220,937,763	-	75,231,978	-	10,186,872
- Earmarking capital gains	-	220,937,763	-	75,231,978	-	10,186,872
Distribution paid during the period	-	-	-	-	-	-
Undistributed Income carried forward comprising of:	-	202,216,020	-	75,231,978	-	10,186,872
- Realized	-	-	-	-	-	-
- Unrealized	-	-	-	-	-	-
Net assets value per unit at beginning of the period	-	-	99.6062	-	-	-
Net assets value per unit at end of the period	-	-	104.2323	-	-	-

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

M. Sarfaraz

Chief Executive Officer

Ahmed

Chief Financial Officer

Munir Mushtaq

Director

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

Note	For the period from October 25, 2022 to June 30, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from July 01, 2023 to September 22, 2023	For the period from July 01, 2023 to September 30, 2023	For the period from August 15, 2023 to September 30, 2023	For the period from September 27, 2023 to September 30, 2023	September 30, 2023	September 30, 2022
	MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total
(Rupees)								
CASH FLOWS FROM OPERATING ACTIVITIES								
Income	12,602,395	37,085,846	307,454,476	220,837,782	75,231,976	19,166,572	672,479,026	8,875,821
Adjustments for:								
Unrealized loss in fair value of investments classified as at fair value through profit or loss - net	967,717	193,758	-	67,355,596	(276,615)	(4,936,365)	63,304,091	(1,038,015)
	13,570,112	37,279,604	307,454,476	288,293,358	74,955,361	14,230,207	735,783,118	7,837,806
(Increase) / decrease in assets								
Profit receivable on bank deposits	16,225	2,351,687	17,404,355	7,534,097	(254,265)	(4,016,538)	23,035,561	(1,776,144)
Investment	(13,862,461)	(1,345,758)	6,352,297,124	(303,021,197)	(2,763,329,983)	(6,156,688,196)	(2,885,950,471)	(1,306,176,507)
Receivable against sale of investment	-	642,929,796	-	-	-	-	642,929,796	-
Other receivables	-	-	-	-	-	-	-	20,000
	(13,846,237)	643,935,725	6,369,701,479	(295,487,100)	(2,763,584,248)	(6,160,704,734)	(2,219,965,115)	(1,307,932,651)
Increase / (decrease) in liabilities								
Payable to the Management Company	240,475	2,380,768	(756,825)	14,832,738	4,314,506	672,713	21,684,375	79,196
Payable to the Trustee	531	27,996	(76,760)	194,113	140,911	31,472	318,263	20,897
Accrued expense and other Liabilities	(16,947)	40,900	62,092,049	-	-	-	62,116,002	30,855
Payable against purchase of investment	-	(639,123,416)	-	-	-	-	(639,123,416)	-
Payable to Securities and Exchange Commission of Pakistan	(8,922)	918	(24,702)	284,594	170,037	37,977	459,902	(123)
	215,137	(636,672,834)	61,233,782	15,311,444	4,825,455	742,161	(564,544,875)	130,825
Net cash generated from / (used in) operating activities	(60,988)	44,542,495	6,738,389,717	8,117,702	(2,684,003,432)	(6,145,732,367)	(2,038,746,872)	(1,299,964,020)
CASH FLOWS FROM FINANCING ACTIVITIES								
Amount received against issuance of units	4,256,963	-	0	-	2,727,937,590	6,161,860,635	8,894,055,188	1,495,664,602
Amount paid against redemption of units	(4,266,062)	(190,000)	(4,246,974,137)	-	(31,560,155)	-	(4,282,990,353)	(499,178)
Distributions made during the period	-	-	(116,669,174)	-	-	-	(116,669,174)	(230,464,974)
Paid to unit holder on maturity	-	-	(2,351,681,295)	-	-	-	(2,351,681,295)	-
Net cash generated from / (used in) financing activities	(9,099)	(190,000)	(6,715,324,605)	-	2,696,377,435	6,161,860,635	2,142,714,366	1,264,700,450
Net (decrease) / increase in cash and cash equivalents during the period	(70,088)	44,352,495	23,065,112	8,117,702	12,374,004	16,128,268	103,967,495	(35,263,570)
Cash and cash equivalents at the beginning of the period	509,495	31,889,370	39,027,036	26,335,014	-	-	97,760,915	224,992,257
Cash and cash equivalents at the end of the period	439,409	76,241,865	62,092,148	34,452,716	12,374,004	16,128,268	201,728,410	189,728,687

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

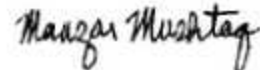
For MCB Investment Management Limited
(Formerly: MCB-Arif Habib Savings and Investments Limited)
(Management Company)



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, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB Pakistan Fixed Return Fund (the Fund) has been established through the trust deed dated May 06, 2022 under the Sindh Trusts Act, 2020 entered into and between MCB-Arif Habib Savings and Investments Limited, as the Management Company, and Central Depository Company of Pakistan Limited, as the Trustee and is authorised under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the "NBFC Rules") and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "NBFC Regulations"). The Securities and Exchange Commission of Pakistan (SECP) has authorised the offer of units of MCB Pakistan Fixed Return Fund (MCBPFRF) and has registered the Fund as a notified entity under the NBFC Regulations vide letter no. SCD/AMCW/MCBPFRF/362/2022/MF-NE-75 dated June 06, 2022. SECP has approved the offering document under the NBFC Regulations vide its letter no. SCD/AMCW/MCBPFRF/363/2022 dated June 06, 2022.
- 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 the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 In April 2023, MCB Bank Limited acquired the entire shareholding of Arif Habib Corporation Limited (AHCL) in MCB Arif Habib Savings and Investments Limited after which the shareholding of MCB Bank Limited has increased from 51.33% to 81.42% in the Company and AHCL no longer holds any shares in the Company. Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 7, 2023 resolved via special resolution that the name of the Company be changed from MCB Arif Habib Savings and Investments Limited to MCB Investments Management Limited. Thereafter, the Company applied to SECP, for approval of change of name, which was granted on August 15, 2023 and as such, the change of name became effective from that date.
- 1.4 The Fund is an open-end collective investment scheme categorized as a "Fixed Rate/Return Scheme". The duration of the Fund is perpetual. The Company may launch Plans with different duration and promised fixed return to the unit holders who hold the investment till maturity. Each Plan can place deposits in bank or invest in short term fixed income securities including government securities. Investors will be intimated at the time of investment a promised rate of return which will be delivered at the time of maturity of the Plan.
- 1.5 Below are details of the Plans which were launched, existed or matured during the period:

S. No.	Name of Plan	Launch Date	Maturity Date	Status	Promised Return
1	MCB Pakistan Fixed Return Plan VII	25-Oct-22	19-Oct-23	Active	15.00%
2	MCB Pakistan Fixed Return Plan X	23-Jun-23	3-Jan-24	Active	21.25%
3	MCB Pakistan Fixed Return Plan XII	23-Jun-23	22-Sep-23	Matured	20.50%
4	MCB Pakistan Fixed Return Plan XIII	23-Jun-23	27-Jun-24	Active	20.50%
5	MCB Pakistan Fixed Return Plan XIV	15-Aug-23	2-Nov-23	Active	21.2% - 21.40%
6	MCB Pakistan Fixed Return Plan XV	27-Sep-23	15-Dec-23	Active	21.35%

- 1.6 The objective of the Fund is to provide fixed return at maturity of the Allocation Plans under the Fund, by investing in Fixed Income Securities.
- 1.7 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 06, 2023 to the Management Company and a stability rating of 'AA+(f)' dated July 04, 2023 to the Fund.
- 1.8 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the 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 the requirements of the Trust Deed differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulation and the requirements of the Trust Deed have been followed.

- 2.2** This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2023. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 30 September 2023 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2023, 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 quarter ended 30 September 2022.
- 2.3** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.
- 2.4** In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.
- 2.5** 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, 2023. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore not disclosed in this condensed interim financial information.
- 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, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Funds for the year ended June 30, 2023.

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

	September 30, 2023						June 30, 2023	
	MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total
4. BANK BALANCES								
In savings accounts	439,409	76,241,885	82,092,147	34,452,716	12,374,004	16,128,268	87,760,915	87,760,915
	439,409	76,241,885	82,092,147	34,452,716	12,374,004	16,128,268	87,760,915	87,760,915

	September 30, 2023						June 30, 2023	
	MCB PFRP-VII	MCB PFRP-X	MCB PFRP-XII	MCB PFRP-XIII	MCB PFRP-XIV	MCB PFRP-XV	Total	Total
5. INVESTMENTS								
Financial assets 'at fair value through profit or loss' - net								
Government securities								
Market treasury bills	238,414,610	-	4,961,076,400	2,763,606,592	6,161,624,560	11,340,475,760	11,340,475,760	11,340,475,760
Pakistan investment bonds - Floating Rate Bonds (FRB)	-	638,400,000	-	-	-	-	-	-
	238,414,610	638,400,000	4,961,076,400	2,763,606,592	6,161,624,560	11,340,475,760	11,340,475,760	11,340,475,760

5.1 Government securities - Market treasury bills

Tenor	Issue Date	Face Value					Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying value		
MCB PAKISTAN FIXED RETURN PLAN VII Treasury bill-12 months	October 20, 2022	241,000,000	-	-	241,000,000	238,663,376	238,414,610	100%
MCB PAKISTAN FIXED RETURN PLAN X Treasury bill-3 months	June 22, 2023	-	675,000,000	-	675,000,000	-	-	0%
MCB PAKISTAN FIXED RETURN PLAN XII Treasury bill-3 months	June 22, 2023	6,675,000,000	-	-	6,675,000,000	-	-	0%
MCB PAKISTAN FIXED RETURN PLAN XIII Treasury bill-12 months	June 22, 2023	5,800,000,000	-	-	5,800,000,000	5,026,431,997	4,961,076,400	100%
MCB PAKISTAN FIXED RETURN PLAN XIV Treasury bill-3 months	August 10, 2023	-	2,817,000,000	-	2,817,000,000	2,763,329,983	2,763,606,592	100%
MCB PAKISTAN FIXED RETURN PLAN XV Treasury bill-3 months	September 21, 2023	-	6,440,000,000	-	6,440,000,000	6,156,688,196	6,161,624,560	100%
Total as at June 30, 2023 (Un-Audited)						14,187,113,581	14,124,722,152	
Total as at June 30, 2022 (Audited)						11,368,374,577	11,303,227,790	

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

5.2 Pakistan Investment bonds - Floating Rate Bonds (FRB)

Particulars	Issue Date	Face value				As at September 30, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2022	Purchased during the year	Sold during the year	As at June 30, 2023	Carrying value	Market value	Unrealised (loss) / gain		
MCB PAKISTAN FIXED RETURN PLAN X										
Pakistan Investment Bond - 2 years	December 30, 2021	640,000,000	-	-	640,000,000	638,593,758	638,400,000	(193,758)	90%	100%
Total as at June 30, 2023 (Un-Audited)					638,593,758	638,400,000	(193,758)			
Total as at June 30, 2022 (Audited)					637,554,240	637,245,000	(309,240)			

6. PAYABLE TO MCB-ARIF HABIB SAVINGS AND INVESTMENTS LIMITED - MANAGEMENT COMPANY

6.1	Management remuneration payable	895,162	1,507,568	-	8,804,366	2,866,446	416,725	14,290,267	1,575,983
6.2	Sindh sales tax payable on management remuneration	116,371	195,984	-	1,144,568	346,638	54,174	12,094,115	204,860
6.3	Payable to MCB-AH	-	10,000	-	10,000	10,100	-	30,100	30,000
7.4	Payable against allocated expenses	206,620	738,051	-	5,421,514	1,291,322	201,814	7,859,321	542,215
		1,216,153	2,451,603	-	15,380,448	4,314,506	672,713	34,273,803	2,353,048

- 6.1** As per regulation 61 of the NBFC and Notified Entities Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of the management fee as disclosed in the Offering Document subject to the total expense ratio limit. As per offering document, the Management Company can charge management fee up to 15% of the gross earnings of the fund, calculated on daily basis. The Management Company has allocated expenses to the Fund based on its discretion subject to not being higher than actual expense.
- 6.2** Sindh Sales Tax on management fee has been charged at 13%.
- 6.3** This amount pertains to amount deposited, as initial deposit for bank account opening, by Management Company.
- 6.4** The Management Company has charged allocated expenses to the fund to the extent as it has think expedient on its discretion subject to not being higher than actual expenses.

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

MCB Pakistan Fixed Return Plan XIV

The annualized total Expense Ratio (TER) of the Fund for the period ended September 30, 2023 is 1.35% which includes 0.18% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc.

MCB Pakistan Fixed Return Plan XV

The annualized total Expense Ratio (TER) of the Fund for the period ended September 30, 2023 is 1.10% which includes 0.96% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc.

11 TAXATION

The income of the Fund is exempt from income tax under 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 as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income to be earned during current year to the unit holders as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore, no provision for taxation has been made in these condensed interim financial statements during the period. The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

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

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons of the Fund include MCB-Arif Habib Savings and Investments Limited (being the Management Company) and its related entities, the Central Depository Company of Pakistan Limited (being the Trustee of the Fund), other collective investment schemes and pension schemes managed by the Management Company, any person or trust beneficially owning (directly or indirectly) ten percent or more of the capital of the Management Company or the net assets of the Fund and directors, key management personnel and officers of the Management Company.

Transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed respectively.

The details of transactions carried out by the Fund with connected persons / related parties and balances with them at the period end are as follows:

12.1 Transactions during the period with connected persons / related parties in units of the Fund:

	September 30, 2023							
	As at July 01, 2023	Issued for cash	Redeemed	As at Sept 30, 2023	As at July 01, 2023	Issued for cash	Redeemed	As at Sept 30, 2023
 (Units) (Rupees)				
MCB PAKISTAN FIXED RETURN PLAN VII								
Group / associated companies								
MCB Arif Habib Savings and Investments Limited - Management company	103,867	41,832	-	145,699	10,390,662	4,256,963	-	15,391,724
Mandate under discretionary portfolio services	343,968	-	-	343,968	34,409,802	-	-	36,336,986
Unit holders holding 10% or more	861,783	-	-	861,783	86,210,875	-	-	91,039,273
MCB PAKISTAN FIXED RETURN PLAN X								
Group / associated companies								
Unit holders holding 10% or more	2,640,373	-	-	2,640,373	264,925,766	-	-	279,454,438
MCB PAKISTAN FIXED RETURN PLAN XIII								
Group / associated companies								
Unit holders holding 10% or more	45,628,445	-	-	45,628,445	4,544,967,265	-	-	4,755,957,757
MCB PAKISTAN FIXED RETURN PLAN XIV								
Group / associated companies								
Unit holders holding 10% or more	-	8,000,563	-	8,000,563	-	800,056,310	-	822,175,467
MCB PAKISTAN FIXED RETURN PLAN XV								
Group / associated companies								
Unit holders holding 10% or more	-	12,310,000	-	12,310,000	-	1,231,000,000	-	1,234,829,641
Total as at September 30, 2023 (Un-Audited)	49,578,436	20,352,395	-	69,930,831	4,940,904,390	2,035,313,273	-	7,235,185,286
Total as at September 30, 2022 (Un-Audited)	1,701,188	1,841,850	1,719,566	1,823,472	170,116,779	184,185,069	171,957,421	183,567,739

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

12.2 Details of transactions with related parties / connected persons during the period

	September, 30 2023							September, 30 2022	
	MCB PFRP VII	MCB PFRP X	MCB PFRP XII	MCB PFRP XIII	MCB PFRP XIV	MCB PFRP XV	Total	Total	Total
MCB-Arif Habib Savings and Investments Limited - Management Company									
Remuneration including indirect taxes	166,596	1,666,902	14,082,837	9,572,537	3,013,084	470,899	28,972,855		824,642
Allocated expenses	73,880	713,865	6,234,664	5,260,200	1,291,322	201,814	13,775,745		7,516
Central Depository Company Of Pakistan Limited - Trustee									
Remuneration including indirect taxes	36,109	108,630	918,724	759,764	215,337	31,471	2,070,035		45,165

12.3 Details of balances with related parties / connected persons as at period end

	September, 30 2023							June, 30 2023	
	MCB PFRP VII	MCB PFRP X	MCB PFRP XII	MCB PFRP XIII	MCB PFRP XIV	MCB PFRP XV	Total	Total	Total
MCB-Arif Habib Savings and Investments Limited - Management Company									
Management remuneration payable	895,162	1,507,568	-	8,804,366	2,666,446	416,725	13,873,542		1,575,963
Sindh sales tax payable on management remuneration	116,371	195,984	-	1,144,568	346,638	54,174	1,803,561		204,850
Payable against allocated expenses	206,620	738,051	-	5,421,514	1,291,322	201,814	7,657,507		542,215
Payable to Management Company	-	10,000	-	10,000	10,100	-			30,000
Central Depository Company of Pakistan Limited - Trustee									
Trustee remuneration payable	10,619	31,892	-	222,073	124,700	27,851	389,284		135,486
Sindh sales tax payable on Trustee remuneration	1,381	4,146	-	28,869	16,211	3,621	50,607		17,614

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

13 EARNINGS / (LOSS) PER UNIT

Earnings/(Loss) 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.

14 FAIR VALUE MEASUREMENTS

Fair value is 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

15 GENERAL

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

15.2 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.

16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 18, 2023 by the Board of Directors of the Management Company.

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



Chief Executive Officer



Chief Financial Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

(Formerly: MCB Arif Habib Savings and Investments Limited)

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