



MCB FUNDS
Investments for Life

HALF YEARLY REPORT

DECEMBER
2024
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



ALHAMRA DAILY DIVIDEND FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Muhammad Nauman Chughtai Mr. Khawaja Khalil Shah 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 Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah Mr. Muhammad Nauman Chughtai	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
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	MCB Bank Limited Bank Al Falah Limited Habib Bank Limited Dubai Islamic Bank Limited Bank Islami Pakistan Limited Faysal Bank Limited Habib Metropolitan Bank Limited	MCB Islamic Bank Limited Askari Bank Limited Allied Bank Limited Soneri Bank Limited Meezan Bank Limited National Bank of Pakistan
Auditors	A. F. Ferguson & Co. Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar Road, Karachi.	
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 Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **Alhamra Daily Dividend Fund's** accounts review for the half-year ended December 31, 2024.

Economy Review

The fiscal year began on a positive note with the government securing a staff-level agreement with the IMF for a 37-month Extended Fund Facility (EFF) worth approximately USD 7.0 billion. After Pakistan fulfilled all the required preconditions the IMF Executive Board approved the program on September 27, 2024. Subsequently, the State Bank of Pakistan (SBP) received the first tranche of USD 1.0 billion, bolstering foreign exchange reserves and lending support to the the currency as the USD/PKR parity remained stable around 278.5 during the first half of the fiscal year.

The country posted a current account Surplus of USD 1.2bn in the first six months of the fiscal year 2025 (1HFY25) compared to a deficit of USD 1.4bn in the corresponding period last year. The major contributor towards improving current account was the remittances inflows which skyrocketed by 32.8% to USD 4.4bn. Trade Deficit increased by 12.6% YoY as exports rose by 7.2% while imports increased by 9.3% from a low base. The county's external position improved with SBP's foreign exchange reserves increasing to USD 11.7bn as of Dec-24 end compared to USD 9.4bn at the end of last fiscal year. This was on account of current account surplus and flows from IMF and multilateral sources.

Headline inflation represented by CPI averaged 7.3% during 1HFY25 compared to 28.8% in the corresponding period last year. This sharp decline was driven by the currency's stability over the past one year, which led to stable food and energy prices. Additionally, the large decline in wheat prices and base effect further contributed to the lower inflation figures.

The country's GDP grew by 0.9% in the first quarter of the financial year 2024-25 as compared to 2.3% in the corresponding period last year. Agriculture grew by 1.2%, Services sector grew by 1.4% while industrial sector witnessed a decline of 1.0%. Historic high interest rates and political uncertainty were the major culprits behind the subdued industrial output. On the fiscal side, FBR tax collection increased by 25.9% in 1HFY25 to PKR 5,623 billion, missing the target by PKR 386 billion. The shortfall is largely attributed to reduced tax collection from imports due to a slowdown in trade, sluggish growth and low inflation.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2024

FUND PERFORMANCE

During the period, ALHDDF generated an annualized return of 15.05% as compared to a return of 9.99% witnessed by the Benchmark, outperforming the benchmark by 5.06%. The Fund kept its exposure in TFCs/Sukuks at 15.1% and Cash at 81.6% towards the period end.

The Net Assets of the fund as at December 31, 2024 stood at Rs. 2,157 million. The Net Asset Value (NAV) per unit as at December 31, 2024 was Rs. 100.00.

Economy & Market – Future Outlook

Pakistan's GDP growth is projected to inch up to 2.8% in FY25, compared to 2.5% last year. The industrial and services sectors are expected to expand by 3.1% and 3.0%, respectively, driven by a gradual recovery in demand and the base effect. However, agricultural growth is likely to remain modest at 2.2%, constrained by the high base effect and flood-related damage to the cotton crop.

The continuation of the 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 13.5bn by year end on the back of flows from friendly countries, IMF and multilateral agencies. Pakistan is on track to record the first annual surplus since FY11 on the back of rebound in exports and remittances along with controlled imports. We expect a current account surplus of USD 2.1bn (0.5% of GDP) in FY25 compared to deficit of USD 681mn (0.2% of GDP) in FY24. We are of the view that improvement in exports and remittances and increased comfort on the external will keep currency stable in the near term. We expect marginal currency depreciation this year with USD/PKR expected to close June 25 around 280.8.

The inflation reading has come down sharply mainly due to base effect and stable currency. The headline inflation number in December 2024 clocked in at 4.1% compared to a high of 38.0% in May 2023. This was the lowest reading in the last 80 months. The core inflation also remained on a declining trajectory, clocking at 9.2% (34 months low). We anticipate CPI to average around 6.1% in FY25 compared to 23.9% in FY24. The SBP has decreased interest rates by a cumulative 900bps since June-24 as interest rates have declined to 13.0% from a high of 22.0%. We believe after an interest rate cut of further 100bps, monetary policy committee may pause the easing cycle to evaluate the monetary transmission effect of the interest rate decline. In our base case, we have assumed the interest rate may remained anchored at 12.0% in near term. We do not rule out

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE HALF YEAR ENDED DECEMBER 31, 2024

further rate cuts with lower than expected inflation along with a strong build up in Forex Reserves.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year.

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 68.1% during 1HFY25 to PKR 4,326bn. Total money market funds grew by about 45.8% since Jun-24. Within the money market sphere, conventional funds showed a growth of 85.9% to PKR 1,170bn while Islamic funds increased by 8.7% to PKR 738bn. In addition, the total fixed Income and Fixed Rate funds increased by about 96.5% since Jun-24 to PKR 1,889bn while Equity and related funds increased by 80.9% to PKR 462bn.

In terms of the segment share, Money Market funds were the leader with a share of around 44.1%, followed by Income and fixed return funds with 43.7% and Equity and Equity related funds having a share of 10.7% as at the end of December 2024.

Mutual Fund Industry Outlook

Money market funds should benefit from higher liquidity as they are ideal for investors with a short-term horizon and low risk profile. As economic recovery gains further traction and becomes more broad based, the interest in capital markets particularly equities will continue to remain strong. 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 HALF YEAR ENDED DECEMBER 31, 2024**

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,



Khawaja Khalil Shah
Chief Executive Officer
February 04, 2025



Manzar Mushtaq
Director
February 04, 2025

اظہارِ تشکر

بورڈ فنڈ کے قابلِ قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اور فنڈ کے ٹرسٹیز کا اُن کے مسلسل تعاون اور حمایت کے لیے شکریہ ادا کرتا ہے۔ ڈائریکٹرز انتظامی ٹیم کی کاوشوں کو بھی خراج تحسین پیش کرتے ہیں۔

منجانب ڈائریکٹرز

Masrfa Mushtaq

منظر مشتاق

ڈائریکٹر

کراچی،

04 فروری 2025ء

خولجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

کراچی،

04 فروری 2025ء

جون 2024ء سے اب تک مجموعی طور پر 900 بی پی ایس کی کمی ہے کیونکہ سود کی شرحیں 22.0 فیصد کی بلند سطح سے کم ہو کر 13.0 فیصد ہو گئے ہیں۔ ہم سمجھتے ہیں کہ شرح سود میں مزید 100 بی پی ایس کی کمی کے بعد مانیٹری پالیسی کمیٹی اس کمی کی مالیاتی منتقلی کے اثر کو جانچنے کے لیے تسہیل کے چکر کو کچھ عرصے کے لیے روک سکتی ہے۔ ہمارے base کے معاملے میں ہم فرض کر رہے ہیں کہ شرح سود مستقبل قریب میں 12.0 فیصد پر چھکی رہے گی، تاہم متوقع سے کم مہنگائی اور زرمبادلہ کے ذخائر میں بھرپور بڑھوتری کے ساتھ شرح سود میں مزید کمی خارج از امکان نہیں ہے۔

حاصلین قرض کے لیے ہم سمجھتے ہیں کہ منی مارکیٹ فنڈز سال بھر بلا رکاوٹ پالیسی شرحوں کی عکاسی جاری رکھیں گے۔

میوچل فنڈ صنعت کا جائزہ

اوپن-اینڈ میوچل فنڈز صنعت کے نیٹ اثاثہ جات مالی سال 2025ء کے نصف اول کے دوران تقریباً 68.1 فیصد بڑھ کر 4,326 بلین روپے ہو گئے۔ منی مارکیٹ فنڈز میں جون 2024ء کے بعد مجموعی طور پر تقریباً 45.8 فیصد ترقی ہوئی۔ منی مارکیٹ کے دائرہ کار میں روایتی فنڈز 85.9 فیصد بڑھ کر 1.170 بلین روپے ہو گئے جبکہ اسلامک فنڈز 8.7 فیصد بڑھ کر 738 بلین روپے ہو گئے۔ مزید برآں، فیکسڈ انکم اور فیکسڈ ریٹ فنڈز جون 2024ء کے بعد سے مجموعی طور پر تقریباً 96.5 فیصد بڑھ کر 1,889 بلین روپے ہو گئے، جبکہ ایکٹیو اور متعلقہ فنڈز 80.9 فیصد بڑھ کر 462 بلین روپے ہو گئے۔

زمرہ جاتی تقسیم کے اعتبار سے دسمبر 2024ء کے اختتام پر منی مارکیٹ فنڈز تقریباً 44.1 فیصد حصے کے ساتھ سب سے آگے تھے، جبکہ انکم اور فیکسڈ ریٹ فنڈز 43.7 فیصد، اور ایکٹیو اور اس سے متعلقہ فنڈز 10.7 فیصد حصے کے ساتھ دوسرے اور تیسرے نمبر پر رہے۔

میوچل فنڈ صنعت کے مستقبل کا منظر

منی مارکیٹ فنڈز کو بہتر نقدیت سے فائدہ اٹھانا چاہیے کیونکہ یہ فنڈز ایسے سرمایہ کاروں کے لیے موزوں ترین ہوتے ہیں جو مختصر مدت کے لیے اور خسارے کے کم خطرے کے ساتھ سرمایہ کاری کرنا چاہتے ہیں۔ معاشی بحالی کے مزید تیز اور وسیع ہونے کے ساتھ کپیٹل مارکیٹوں، خصوصاً ایکویٹیز، میں بھرپور دلچسپی کا سلسلہ جاری رہے گا۔ ہمارے کام کاج بلا رکاوٹ چلتے رہے، اور ڈیجیٹل رسائی اور صارفین کو آن لائن خدمات کی فراہمی میں مسابقتی فائدہ حاصل ہونے کی بدولت ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد سے فائدہ اٹھانے کے لیے کمر بستہ ہیں۔

فنڈ کی کارکردگی

زیر جائزہ مدت کے دوران فنڈ کا ایک سال پر محیط منافع 15.05 فیصد تھا جو بیسنچ مارک ویٹرن 9.99 فیصد کے مقابلے میں 5.06 فیصد بہتر کارکردگی ہے۔ فنڈ نے اختتام مدت کے قریب ٹی ایف سی / سسٹک میں اپنی شمولیت 15.1 فیصد جبکہ نقد میں 81.6 فیصد رکھی۔

31 دسمبر 2024ء کو فنڈ کے نیٹ اثاثہ جات 2,157 ملین روپے تھے۔ 31 دسمبر 2024ء کو فنڈ کی نیٹ اثاثہ جاتی قدر (NAV) فی یونٹ 100.00 روپے تھی۔

معیشت اور مارکیٹ - مستقبل کا منظر

پاکستان کی 'جی ڈی پی' میں مالی سال 2025ء میں 2.8 فیصد اضافے کا امکان ہے، جو گزشتہ سال کی سطح 2.5 فیصد کے بالمقابل ہے۔ صنعتی شعبے میں 3.1 فیصد اور خدمات کے شعبے میں 3.0 فیصد ترقی متوقع ہے جس کی وجہ مانگ اور بنیادی اثر کی بتدریج بحالی ہے۔ تاہم زراعتی ترقی کا 2.2 فیصد کے درمیانے درجے پر رہنے کا امکان ہے جس کے عوامل اعلیٰ بنیادی اثر کا محدود ہونا اور کپاس کی فصل کو سیلاب کے باعث نقصان ہیں۔

آئی ایم ایف پروگرام کا تسلسل کلیدی مثبت پہلو ہے کیونکہ اس کی بدولت ہم دوطرفہ اور کثیر الجہتی ذرائع سے رقم حاصل کر سکیں گے۔ 'ایس بی پی' کے ذخائر کا دوست ممالک، آئی ایم ایف اور کثیر الجہتی ایجنسیوں سے آمدات کی بنیاد پر سال کے اختتام پر بڑھ کر 13.5 بلین ڈالر تک پہنچ جانے کا امکان ہے۔ پاکستان مالی سال 2011ء کے بعد پہلا سالانہ منافع ریکارڈ کرنے کی سمت میں رواں ہے، جس کے عوامل برآمدات اور ترسیلات میں بحالی بشمول درآمدات پر قابو ہیں۔ کرنٹ اکاؤنٹ میں مالی سال 2025ء میں 2.1 بلین ڈالر (جی ڈی پی کا 0.5 فیصد) منافع متوقع ہے، جو مالی سال 2024ء میں 681 ملین ڈالر (جی ڈی پی کا 0.2 فیصد) خسارے کے بالمقابل ہے۔ ہم سمجھتے ہیں کہ برآمدات اور ترسیلات میں بہتری اور خارجی جہت میں بڑھتے ہوئے اطمینان کی بدولت روپیہ مستقبل قریب میں مستحکم رہے گا۔ سال رواں میں روپے کی قدر میں معمولی کمی متوقع ہے اور ڈالر اور روپے کا تناسب جون 2025ء کے اختتام پر تقریباً 280.8 ہوگا۔

مہنگائی کی سطح میں تیزی سے کمی آئی ہے جس کے اہم ترین عوامل بنیادی اثر اور روپے میں استحکام ہیں۔ ہیڈ لائن مہنگائی دسمبر 2024ء میں 4.1 فیصد تک پہنچ گئی تھی، جو مئی 2023ء میں 38.0 فیصد کی بلند سطح کے بالمقابل ہے۔ یہ گزشتہ 80 ماہ کی کم ترین سطح ہے۔ بنیادی مہنگائی میں بھی کمی کا رجحان رہا جو 9.2 فیصد (34 ماہ کی کم ترین سطح) تک پہنچ گئی۔ 'سی پی آئی' کا اوسط مالی سال 2025ء میں متوقع طور پر تقریباً 6.1 فیصد ہوگا، جو مالی سال 2024ء میں 23.9 فیصد کے بالمقابل ہے۔ ایس بی پی نے سود کی شرحوں میں

عزیز سرمایہ کار،

بورڈ آف ڈائریکٹرز کی جانب سے الحمد للہ ڈیویڈنڈ فنڈ کے اکاؤنٹس کا جائزہ برائے نصف سال مختتمہ 31 دسمبر 2024ء پیش خدمت ہے۔

معیشت کا جائزہ

مالی سال کا آغاز مثبت انداز میں ہوا کیونکہ حکومت نے آئی ایم ایف سے 37 ماہ پر مبنی ایکسٹینڈڈ فنڈ فسیلیٹی (ای ایف ایف) کے لیے اسٹاف۔ لیول معاہدہ کر لیا جس کی مالیت تقریباً 7.0 بلین ڈالر ہے۔ پاکستان کے تمام مطلوبہ شرائط پوری کرنے کے بعد آئی ایم ایف ایگزیکٹو بورڈ نے 27 ستمبر 2024ء کو پروگرام کی منظوری دی۔ بعد ازاں، اسٹیٹ بینک آف پاکستان (ایس بی پی) کو 1.0 بلین ڈالر کی پہلی قسط موصول ہوئی جس کی بدولت غیر ملکی زرمبادلہ کے ذخائر پروان چڑھے اور روپے کو سہارا ملا، جیسا کہ مالی سال کے نصف اول کے دوران روپے اور ڈالر کے مابین تناسب سے ظاہر ہے جو تقریباً 278.5 روپے کی سطح پر مستحکم رہا۔

مالی سال 2025ء کے نصف اول (ابتدائی چھ ماہ) میں ملک کا کرنٹ اکاؤنٹ 1.2 بلین روپے منافع میں رہا، جو گزشتہ سال مماثل مدت میں 1.4 بلین ڈالر خسارے کے بالمقابل ہے۔ کرنٹ اکاؤنٹ کی بہتری میں سب سے بڑا حصہ ترسیلات کا ہے جو تیزی سے 32.8 فیصد بڑھ کر 4.4 بلین ڈالر تک پہنچ گئیں۔ تجارتی خسارہ 12.6 فیصد سال در سال (YoY) بڑھ گیا کیونکہ برآمدات میں 7.2 فیصد اضافہ ہوا جبکہ درآمدات گزشتہ پست سطح سے 9.3 فیصد بڑھ گئیں۔ ملک کی خارجی صورتحال میں بہتری آئی کیونکہ ایس بی پی کے زرمبادلہ کے ذخائر بڑھ کر دسمبر 2024ء کے اختتام تک 11.7 بلین ڈالر تک پہنچ گئے، جو گزشتہ مالی سال کے اختتام پر 9.4 بلین ڈالر کے بالمقابل تھے، جس کے عوامل کرنٹ اکاؤنٹ میں منافع اور آئی ایم ایف اور کثیرالجہتی ذرائع سے آمدات ہیں۔

ہیڈ لائن مہنگائی، جس کی ترجمانی 'سی پی آئی' سے ہوتی ہے، کا اوسط مالی سال 2025ء کے نصف اول میں 7.3 فیصد تھا، جو گزشتہ سال مماثل مدت میں 28.8 کے بالمقابل ہے۔ تیزی سے ہونے والی اس کمی کی وجہ گزشتہ ایک سال کے دوران روپے میں استحکام ہے جس کے نتیجے میں اشیائے خورد و نوش اور توانائی کی قیمتیں مستحکم ہوئیں۔ مزید برآں، گندم کی قیمتوں اور سالانہ گزشتہ کی سطح کے سال رواں پر اثر میں بھرپور کمی نے مہنگائی کم کرنے میں مزید کردار ادا کیا۔

ملک کے 'جی ڈی پی' میں مالی سال 2024-25ء کی پہلی سہ ماہی میں 0.9 فیصد ترقی ہوئی، جو گزشتہ سال مماثل مدت میں 2.3 فیصد کے بالمقابل ہے۔ زراعت میں 1.2 فیصد ترقی اور خدمات کے شعبے میں 1.4 فیصد ترقی ہوئی، جبکہ صنعتی شعبے میں 1.0 فیصد تسنؤل ہوا۔ صنعتی پیداوار میں کمی کے سب سے بڑے عوامل سود کی اب تک کی بلند ترین شرحیں اور سیاسی عدم یقینی تھے۔ مالیاتی جہت میں ایف بی آر کی ٹیکس وصولی مالی سال 2025ء کے نصف اول میں 25.9 فیصد بڑھ کر 5,623 بلین روپے ہو گئی، جو ہدف سے 386 بلین روپے کم ہے۔ اس کمی کے بڑے عوامل درآمدات سے حاصل ہونے والے ٹیکس میں کمی بوجہ سست رفتار تجارت، ترقی کی سست روی اور مہنگائی میں کمی ہیں۔

TRUSTEE REPORT TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALHAMRA DAILY DIVIDEND FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Alhamra Daily Dividend Fund (the Fund) are of the opinion that MCB Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2024 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 21, 2025



AUDITOR'S REPORT TO THE UNIT HOLDERS ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS



A.F. FERGUSON & CO.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alhamra Daily Dividend Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (MCB Investment Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Junaid Mesia**
Dated: February 27, 2025
Karachi
UDIN: RR202410611PdWZYwtjx

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-audited) ----- (Rupees in '000') -----	June 30, 2024 (Audited) ----- (Rupees in '000') -----
	Note		
ASSETS			
Balances with banks	5	1,765,625	11,991,756
Investments	6	326,000	2,595,000
Profit Receivable	7	24,644	343,119
Advances and other receivables	8	47,720	75,979
Total assets		2,163,989	15,005,854
LIABILITIES			
Payable to MCB Investment Management Limited - Management Company	9	4,322	23,169
Payable against redemptions of units		-	21,857
Dividend payable		2,950	18,298
Total liabilities		7,272	63,324
NET ASSETS		<u>2,156,717</u>	<u>14,942,530</u>
Unit holders' fund (as per statement attached)		<u>2,156,717</u>	<u>14,942,530</u>
Contingencies and commitments	10		
		---- (Number of units) ----	
NUMBER OF UNITS IN ISSUE		<u>21,567,173</u>	<u>149,425,305</u>
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		<u>100.00</u>	<u>100.00</u>

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

		Half year ended		Quarter ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Note		(Rupees in '000')			
INCOME					
		104,614	214,545	43,704	111,526
		141,175	64,084	40,039	29,250
		245,789	278,629	83,743	140,776
EXPENSES					

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- (Rupees in '000') -----			
Net income for the period after taxation	220,777	257,823	71,714	130,440
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>220,777</u>	<u>257,823</u>	<u>71,714</u>	<u>130,440</u>

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Note	(Rupees in '000')					
Net assets at the beginning of the period (audited)	14,942,530	-	14,942,530	2,990,631	-	2,990,631
Issuance of 57,121,195 (2023: 55,263,490) units						
- Capital value (at net asset value per unit at the beginning of the period)	5,712,120	-	5,712,120	5,526,349	-	5,526,349
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	5,712,120	-	5,712,120	5,526,349	-	5,526,349
Redemption of 184,979,327 (2023: 57,343,929) units						
- Capital value (at net asset value per unit at the beginning of the period)	(18,497,933)	-	(18,497,933)	(5,734,393)	-	(5,734,393)
- Element of income	-	-	-	-	-	-
Total payments on redemptions of units	(18,497,933)	-	(18,497,933)	(5,734,393)	-	(5,734,393)
Total comprehensive income for the period	-	220,777	220,777	-	257,823	257,823
Total interim distribution December 31, 2024	15	(220,777)	(220,777)	-	-	-
Total interim distribution December 31, 2023		-	-	(257,823)	(257,823)	(257,823)
Net assets at the end of the period (unaudited)	<u>2,156,717</u>	<u>-</u>	<u>2,156,717</u>	<u>2,782,587</u>	<u>-</u>	<u>2,782,587</u>
Undistributed income brought forward						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution:						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	220,777	257,823	257,823	257,823	(257,823)	(257,823)
Distributions made during the period*	(220,777)	(257,823)	(257,823)	(257,823)	(257,823)	(257,823)
Undistributed income carried forward	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Undistributed income carried forward						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
	<u>(Rupees)</u>	<u>(Rupees)</u>	<u>(Rupees)</u>	<u>(Rupees)</u>	<u>(Rupees)</u>	<u>(Rupees)</u>
Net asset value per unit at the beginning of the period	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
Net asset value per unit at the end of the period	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

*Alhamra Daily Dividend Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the period ended December 31, 2024 is Rs. 7.32 per unit respectively.

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR DECEMBER 31, 2024

	Half year ended	
	December 31, 2024	December 31, 2023
Note	(Rupees in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	220,777	257,823
Decrease in assets		
Investments	2,269,000	-
Profit Receivable	318,475	-
Advances and other receivables	28,259	38,834
	2,615,734	38,834
Decrease in liabilities		
Payable to MCB Investment Management Limited - Management Company	(18,847)	(1,136)
Payable against redemptions of units	(21,857)	-
Accrued expenses and other liabilities	-	(38,616)
Dividend payable	(15,348)	531
	(56,052)	(39,221)
Net cash generated from operating activities	2,780,459	257,436
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversions of units	5,712,120	5,526,349
Payments against redemption and conversions of units	(18,497,933)	(5,734,393)
Dividend paid	(220,777)	(257,823)
Net cash used in financing activities	(13,006,590)	(465,867)
Net decrease in cash and cash equivalents during the period	(10,226,131)	(208,431)
Cash and cash equivalents at the beginning of the period	11,991,756	1,872,888
Cash and cash equivalents at the end of the period	5 1,765,625	1,664,457

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

For MCB Investment Management 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 HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alhamra Daily Dividend Fund (the Fund) was established through a Trust Deed executed between MCB Investment Management Limited, as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed of the Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter dated July 30, 2017 consequent to which Trust Deed was executed on August 07, 2017 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provisional Trust Act namely "Sindh Trusts Act, 2021" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was registered under the Sindh Trust Act on August 12, 2021.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- (a) Dividend will be distributed to the entitled unit holders on a daily basis (i.e. each business day); and
- (b) Daily Dividend received by the unit holders shall be reinvested.
- By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.
- 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 provide a high absolute return by investing in debt securities. Units are transferable and can be redeemed by surrendering them to the Fund. The Fund has been categorised as "Shariah Compliant Income Scheme" by the Board of Directors of Management Company in accordance with the requirements of Circular 7 of 2009 dated March 6, 2009 issued by the SECP.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' on October 4, 2024 (June 30, 2024: 'AM1' dated October 6, 2023) to the Management Company and 'AA-(f)' as stability rating dated September 6, 2024 (June 30, 2024: 'AA-(f)' dated March 8, 2024) to the Fund. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor are accounted for on substance rather than the form prescribed by the aforementioned guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

3 BASIS OF PREPARATION

3.1 Statement of compliance

These 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 as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, 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 requirements of 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 the requirements of the Trust Deed have been followed.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

The disclosures made in these condensed interim financial statements are limited, based on the requirements of the IAS 34 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

4 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANTS ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

4.1 The material 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, 2024.

4.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements of the Fund as at and for the year ended June 30, 2024.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2024.

4.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these do not have any impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statement except for:

- The new standard - IFRS 18 Presentation and Disclosure in the Financial statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

5	BALANCES WITH BANKS	Note	December 31,	June 30,
			2024	2024
			(Un-audited)	(Audited)
			----- (Rupees in '000') -----	
	In current accounts	5.1	30,100	32,980
	In saving accounts	5.2	1,735,525	11,958,776
			<u>1,765,625</u>	<u>11,991,756</u>

5.1 This includes a balance of Rs. 21.988 million (June 30, 2024: Rs. 9.90 million) maintained with MCB Bank Limited, (a related party).

5.2 These include a balance of Rs. 0.675 million (June 30, 2024: Rs. 10,080.79 million) maintained with MCB Islamic Bank Limited (a related party) that carries profit at the rate of 10.10% (2024: 19.70% per annum). Other saving accounts of the Fund carry profit rate of 9.50% (June 30, 2024: 17.00% to 21.30%) per annum.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

6 INVESTMENTS	Note	December 31, 2024 (Un-audited) ----- (Rupees in '000') -----	June 30, 2024 (Audited)
At fair value through profit or loss			
Corporate sukuk certificates	6.1	326,000	2,595,000
		<u>326,000</u>	<u>2,595,000</u>

6.1 Corporate sukuk certificates

Name of the investee company	Issue date	Maturity Date	Profit rate	As at July 01, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Balance as at December 31, 2024			Market value as a percentage of	
								Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total market value of investments
					(Number of certificates)				(Rupees in '000')			(%)
JDW Sugar Mills Limited	February 15, 2024	August 15, 2024	6 months KIBOR + 0.80%	750	-	750	-	-	-	-	-	-
Ismail Industries Limited	February 13, 2024	August 13, 2024	6 months KIBOR + 0.50%	300	-	300	-	-	-	-	-	-
Ismail Industries Limited	June 10, 2024	December 10, 2024	1 months KIBOR + 0.15%	795	-	795	-	-	-	-	-	-
K-Electric Limited	May 2, 2024	November 2, 2024	6 months KIBOR + 0.15%	750	-	750	-	-	-	-	-	-
Pakistan Mobile Communications Limited	October 21, 2024	April 21, 2025	3 Months KIBOR - 0.1%	-	250	-	250	250,000	250,000	-	11.59%	76.69%
Al-Tahur Limited	December 12, 2024	June 12, 2025	6 Month KIBOR + 1.5%	-	76	-	76	76,000	76,000	-	3.52%	23.31%
Total as at December 31, 2024 (Un-audited)								<u>326,000</u>	<u>326,000</u>	<u>-</u>		
Total as at June 30, 2024 (Audited)								<u>2,595,000</u>	<u>2,595,000</u>	<u>-</u>		

Face value of these sukuk certificates is Rs.1,000,000 per certificate

6.1.1 Net unrealised appreciation / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	Note	December 31, 2024 (Un-audited) ----- (Rupees in '000') -----	June 30, 2024 (Audited)
Market value of investments	6.1	326,000	2,595,000
Carrying value of investments	6.1	<u>(326,000)</u>	<u>(2,595,000)</u>
		<u>-</u>	<u>-</u>

7 PROFIT RECEIVABLE

Profit receivable on:

- Corporate sukuk certificates	8,262	124,259
- Savings accounts with banks	16,382	218,860
	<u>24,644</u>	<u>343,119</u>

8 ADVANCES AND OTHER RECEIVABLES

Advance tax	8.1	636	636
Other Receivables		47,084	75,343
		<u>47,720</u>	<u>75,979</u>

8.1 As per Clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150 of the Income Tax Ordinance, 2001. However, during prior years, withholding tax on profit on savings accounts with banks paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. The tax withheld on profit on savings accounts with banks amounts to Rs. 0.64 million (December 31, 2023: Rs.0.64 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts with banks has been shown as advance tax as at December 31, 2024 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

9	PAYABLE TO MCB INVESTMENT MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2024	June 30, 2024
			(Un-audited) ----- (Rupees in '000') -----	(Audited)
	Management remuneration payable	9.1	3,758	7,896
	Sindh Sales Tax payable on remuneration Management Company	9.2	564	1,027
	Sales load payable		-	35
	Allocated expenses payable	9.3	-	1,006
	Sindh Sales Tax on allocated expenses payable	9.4	-	-
	Selling and marketing expenses payable	9.5	-	13,205
			<u>4,322</u>	<u>23,169</u>

9.1 As per regulation 61 of the NBFC 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. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rates ranging from 3.80% to 7.35% per annum of the gross earnings in the month of July 01, 2024 and August 31, 2024 (December 31, 2023: 3.5% to 11.51% per annum on gross earnings). As per the amendment in the offering document, the Management company with effect from September 02, 2024 has charged management fee at the rate upto 2.00% of net assets of the schemes, calculated on daily basis. From September 02, 2024, the Management company has charged management fee ranging from 1.25% to 2.00% per annum of the daily net assets. The remuneration is payable to the Management Company monthly in arrears.

9.2 The Sindh Finance Act, 2024 has introduced an amendment to the Sindh Sales Tax on Services Act, 2011, whereby the rate of sindh sales tax has increased from 13% to 15% per annum. Accordingly, during the period, an amount of Rs. 3.19 million (December 31, 2023: Rs. 1.44 million) has been charged on account of Sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (December 31, 2023: 13%) and an amount of Rs. 3.66 million (December 31, 2023: 1.35 million) has been paid on account of Sales tax on management fee to the Management Company which acts as a collecting agent.

9.3 In accordance with regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses for registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company has charged such expenses at the rates ranging from 0.02% to 0.25% (December 31, 2023: 0.10% to 1.14%) per annum of the average annual net assets of the Fund subject to not being higher than actual expenses.

9.4 The Sindh Finance Act, 2024 has introduced an amendment to the Sindh Sales Tax on Services Act, 2011, whereby it is clarified that "consideration in money" also includes any amount of reimbursable expenditure and charged in the course of provision of a service. Accordingly, during the period, an amount of Rs. 0.07 million has been charged on account of sales tax on allocated expenses being charged in the course of provision of service at the rate of 15% and an amount of Rs. 0.07 million has been paid on account of sales tax on allocated expense to the Management Company which acts as a collecting agent.

9.5 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) subject to the condition that the expense charged remains within the Fund's total expense ratio limit, as defined under the NBFC Regulations and not being higher than the actual expenses.

The Management Company has not charged selling and marketing expenses during the current period.

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

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 the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

The Fund is also exempt from the provisions of Section 113 (minimum tax) subject to conditions under Clause 11(A) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 1.72% (December 31, 2023: 1.51%) which includes 0.22% (2023: 0.12%) representing government levies on the Fund such as Sales Taxes, fee to the SECP, etc. The prescribed limit for the ratio is 2.50% (December 31, 2023: 2.50%) (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Income Scheme".

13 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges 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, 2008 and the Trust Deed.

Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

13.1 Details of transactions with connected persons are as follows:

	December 31, 2024	December 31, 2023
	(Un-audited)	(Un-audited)
	----- (Rupees in '000') -----	----- (Rupees in '000') -----
MCB Investment Management Limited - Management Company		
Remuneration of the Management Company (including indirect taxes)	24,477	12,502
Allocated expenses including (including indirect taxes)	534	716
Selling and marketing expenses	-	7,583
Units issued to unitholder on behalf of the Management Company*	2,659	-
Group / associated companies:		
MCB Islamic Bank Limited		
Profit on savings accounts with banks	13,877	31,306
Nishat Mills Limited		
Investment in Pre IPO sukuk certificate	-	250,000
Income on corporate sukuk certificate	-	22,178

* This represents amount reimbursed by the Management Company in the form of dividend to identified unit holders of the Fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

13.2 Amount outstanding as at period end / year end

	December 31, 2024	June 30, 2024
	(Un-audited)	(Audited)
	----- (Rupees in '000') -----	----- (Rupees in '000') -----
MCB Investment Management Limited - Management Company		
Management remuneration payable	3,758	7,896
Sindh Sales Tax payable on remuneration of the Management Company	564	1,027
Sales load payable	-	35
Allocated expenses payable	-	1,006
Selling and marketing expenses payable	-	13,205
Receivable from Management Company	25	43

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Amount outstanding as at period end / year end

December 31,
2024
(Un-audited)
----- (Rupees in '000') -----

June 30,
2024
(Audited)

Group / associated companies:

MCB Bank Limited

Balance with bank

21,988

9,903

Other receivable against collection account

15

15

MCB Islamic Bank Limited

Balances with banks

675

10,080,795

Profit Receivable on bank balances

-

163,334

Directors and Executives of the Management Company

Dividend payable

1

7

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

	Half Year Ended December 31, 2024 (Un-audited)							
	As at July 1, 2024	Issued for cash	Redeemed	As at December 31, 2024	As at July 1, 2024	Issued for cash	Redeemed	As at December 31, 2024
	(Units)				(Rupees in '000)			
Group / associated company								
MCB Investment Management Limited	-	37		37	-	4	-	4
Hyundai Nishat Motor Private Limited	-	8	8	-	-	1	1	-
Employees Provident Fund								
Adamjee Insurance Company Limited	195	4	199	-	20	-	20	-
Window Takaful Operations								
Pakgen Power Limited	56,788,476	47,413	56,835,889	-	5,678,848	4,742	5,683,589	-
Nishat Power Limited	32,337,285	26,999	32,364,284	-	3,233,729	2,700	3,236,428	-
Kot Addu Power Company Limited	4,830	2	4,832	-	483	-	483	-
Directors and Executives of the Management Company	132,062	609,558	695,696	45,924	13,206	60,956	69,570	4,592
Mandate Under Discretionary Portfolio	2	29	10	21	-	3	1	2

	Half Year Ended December 31, 2023 (Un-audited)							
	As at July 1, 2023	Issued for cash	Redeemed	As at December 31, 2023	As at July 1, 2023	Issued for cash	Redeemed	As at December 31, 2023
	(Units)				(Rupees in '000)			
Group / associated company								
Adamjee Insurance Company Limited								
Window Takaful Operations	166	14	-	180	17	1	-	18
Directors and Executives of the Management Company	28,284	694,674	668,932	54,026	2,828	69,468	66,893	5,403
Mandate Under Discretionary Portfolio	483	2	485	-	48	1	49	-

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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.

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

14.1 Fair value hierarchy

International Financial Reporting Standard IFRS 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 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 assets or liability that are not based on observable market data (that is, unobservable inputs).

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

December 31, 2024 (Unaudited)			
Level 1	Level 2	Level 3	Total
(Rupees in '000)			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Corporate sukuk certificates	-	326,000	-
	-	326,000	-
			326,000
ASSETS			
Financial assets 'at fair value through profit or loss'			
Corporate sukuk certificates	-	2,595,000	-
	-	2,595,000	-
			2,595,000

15 TOTAL DISTRIBUTION

During the half year ended December 31, 2024, the Management Company on behalf of the Fund, in accordance with an amendment in clause 5.1 of the Offering Document, has distributed and re-invested dividend on a daily basis. The amendment was made effective from October 13, 2021.

Unaudited				
December 31, 2024				
Declaration date	Rate per unit	Refund of capital	Distribution from income	Total distribution
(Rupees in '000)				
From July 1, 2024 to December 31, 2024	7.32	-	220,777	220,777
		-	220,777	220,777
Unaudited				
December 31, 2023				
Declaration date	Rate per unit	Refund of capital	Distribution from income	Total distribution
(Rupees in '000)				
From July 1, 2023 to December 31, 2023	9.36	-	257,823	257,823
		-	257,823	257,823

The Fund is required to distribute dividend on a daily basis on each business day, after the aforementioned amendment. The cumulative distribution per unit for the period from July 1, 2024 to December 31, 2024 amounted to Rs. 7.3242 per unit.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

(Un-audited)				(Un-audited)			
December 31, 2024				December 31, 2024			
Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
July 1, 2024	0.0512	August 16, 2024	0.0492	October 1, 2024	0.0415	November 16, 2024	0.0283
July 2, 2024	0.0729	August 17, 2024	0.0462	October 2, 2024	0.0425	November 17, 2024	0.0283
July 3, 2024	0.0506	August 18, 2024	0.0460	October 3, 2024	0.0424	November 18, 2024	0.0286
July 4, 2024	0.0542	August 19, 2024	0.0525	October 4, 2024	0.0435	November 19, 2024	0.0274
July 5, 2024	0.0504	August 20, 2024	0.0464	October 5, 2024	0.0426	November 20, 2024	0.0296
July 6, 2024	0.0490	August 21, 2024	0.0472	October 6, 2024	0.0426	November 21, 2024	0.0289
July 7, 2024	0.0490	August 22, 2024	0.0500	October 7, 2024	0.0452	November 22, 2024	0.0286
July 8, 2024	0.0495	August 23, 2024	0.0464	October 8, 2024	0.0441	November 23, 2024	0.0284
July 9, 2024	0.0447	August 24, 2024	0.0460	October 9, 2024	0.0436	November 24, 2024	0.0284
July 10, 2024	0.0484	August 25, 2024	0.0460	October 10, 2024	0.0435	November 25, 2024	0.0296
July 11, 2024	0.0509	August 26, 2024	0.0497	October 11, 2024	0.0473	November 26, 2024	0.0287
July 12, 2024	0.0517	August 27, 2024	0.0468	October 12, 2024	0.0425	November 27, 2024	0.0290
July 13, 2024	0.0517	August 28, 2024	0.0472	October 13, 2024	0.0422	November 28, 2024	0.0259
July 14, 2024	0.0517	August 29, 2024	0.0469	October 14, 2024	0.0442	November 29, 2024	0.0295
July 15, 2024	0.0497	August 30, 2024	0.0462	October 15, 2024	0.0423	November 30, 2024	0.0288
July 16, 2024	0.0486	August 31, 2024	0.0458	October 16, 2024	0.0422	December 1, 2024	0.0247
July 17, 2024	0.0485	September 1, 2024	0.0456	October 17, 2024	0.0428	December 2, 2024	0.0245
July 18, 2024	0.0496	September 2, 2024	0.0466	October 18, 2024	0.0431	December 3, 2024	0.0308
July 19, 2024	0.0476	September 3, 2024	0.0458	October 19, 2024	0.0425	December 4, 2024	0.0272
July 20, 2024	0.0476	September 4, 2024	0.0480	October 20, 2024	0.0425	December 5, 2024	0.0263
July 21, 2024	0.0476	September 5, 2024	0.0465	October 21, 2024	0.0440	December 6, 2024	0.0269
July 22, 2024	0.0510	September 6, 2024	0.0476	October 22, 2024	0.0427	December 7, 2024	0.0261
July 23, 2024	0.0466	September 7, 2024	0.0459	October 23, 2024	0.0435	December 8, 2024	0.0262
July 24, 2024	0.0486	September 8, 2024	0.0459	October 24, 2024	0.0428	December 9, 2024	0.0275
July 25, 2024	0.0484	September 9, 2024	0.0487	October 25, 2024	0.0431	December 10, 2024	0.0258
July 26, 2024	0.0485	September 10, 2024	0.0467	October 26, 2024	0.0425	December 11, 2024	0.0250
July 27, 2024	0.0481	September 11, 2024	0.0446	October 27, 2024	0.0425	December 12, 2024	0.0265
July 28, 2024	0.0481	September 12, 2024	0.0474	October 28, 2024	0.0394	December 13, 2024	0.0253
July 29, 2024	0.0497	September 13, 2024	0.0450	October 29, 2024	0.0387	December 14, 2024	0.0249
July 30, 2024	0.0484	September 14, 2024	0.0443	October 30, 2024	0.0424	December 15, 2024	0.0249
July 31, 2024	0.0474	September 15, 2024	0.0442	October 31, 2024	0.0416	December 16, 2024	0.0304
August 1, 2024	0.0483	September 16, 2024	0.0465	November 1, 2024	0.0373	December 17, 2024	0.0204
August 2, 2024	0.0475	September 17, 2024	0.0439	November 2, 2024	0.0363	December 18, 2024	0.0201
August 3, 2024	0.0471	September 18, 2024	0.0480	November 3, 2024	0.0363	December 19, 2024	0.0214
August 4, 2024	0.0469	September 19, 2024	0.0458	November 4, 2024	0.0204	December 20, 2024	0.0204
August 5, 2024	0.0475	September 20, 2024	0.0434	November 5, 2024	0.0295	December 21, 2024	0.0201
August 6, 2024	0.0474	September 21, 2024	0.0424	November 6, 2024	0.0302	December 22, 2024	0.0201
August 7, 2024	0.0488	September 22, 2024	0.0423	November 7, 2024	0.0354	December 23, 2024	0.0209
August 8, 2024	0.0482	September 23, 2024	0.0457	November 8, 2024	0.0288	December 24, 2024	0.0208
August 9, 2024	0.0482	September 24, 2024	0.0432	November 9, 2024	0.0286	December 25, 2024	0.0199
August 10, 2024	0.0477	September 25, 2024	0.0444	November 10, 2024	0.0285	December 26, 2024	0.0215
August 11, 2024	0.0476	September 26, 2024	0.0439	November 11, 2024	0.0285	December 27, 2024	0.0205
August 12, 2024	0.0469	September 27, 2024	0.0430	November 12, 2024	0.0286	December 28, 2024	0.0202
August 13, 2024	0.0473	September 28, 2024	0.0424	November 13, 2024	0.0286	December 29, 2024	0.0201
August 14, 2024	0.0471	September 29, 2024	0.0423	November 14, 2024	0.0288	December 30, 2024	0.0211
August 15, 2024	0.0453	September 30, 2024	0.0448	November 15, 2024	0.0289	December 31, 2024	0.0302
	<u>2.2616</u>		<u>2.1133</u>		<u>1.7807</u>		<u>1.1686</u>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

(Unaudited)				(Unaudited)			
December 31, 2023				December 31, 2023			
Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
July 1, 2023	0.0475	August 16, 2023	0.0476	October 1, 2023	0.0512	November 16, 2023	0.0511
July 2, 2023	0.0473	August 17, 2023	0.0499	October 2, 2023	0.0514	November 17, 2023	0.0485
July 3, 2023	0.0473	August 18, 2023	0.0481	October 3, 2023	0.0516	November 18, 2023	0.0593
July 4, 2023	0.0473	August 19, 2023	0.0491	October 4, 2023	0.0513	November 19, 2023	0.0506
July 5, 2023	0.0463	August 20, 2023	0.0481	October 5, 2023	0.0507	November 20, 2023	0.0506
July 6, 2023	0.0473	August 21, 2023	0.0481	October 6, 2023	0.0528	November 21, 2023	0.0537
July 7, 2023	0.0477	August 22, 2023	0.0487	October 7, 2023	0.0522	November 22, 2023	0.0498
July 8, 2023	0.0534	August 23, 2023	0.0482	October 8, 2023	0.0520	November 23, 2023	0.0498
July 9, 2023	0.0481	August 24, 2023	0.0506	October 9, 2023	0.0519	November 24, 2023	0.0503
July 10, 2023	0.0481	August 25, 2023	0.0514	October 10, 2023	0.0551	November 25, 2023	0.0516
July 11, 2023	0.0482	August 26, 2023	0.0521	October 11, 2023	0.0512	November 26, 2023	0.0498
July 12, 2023	0.0483	August 27, 2023	0.0516	October 12, 2023	0.0527	November 27, 2023	0.0497
July 13, 2023	0.0482	August 28, 2023	0.0516	October 13, 2023	0.0522	November 28, 2023	0.0562
July 14, 2023	0.0484	August 29, 2023	0.0505	October 14, 2023	0.0532	November 29, 2023	0.0513
July 15, 2023	0.0476	August 30, 2023	0.0521	October 15, 2023	0.0527	November 30, 2023	0.0530
July 16, 2023	0.0475	August 31, 2023	0.0517	October 16, 2023	0.0526	December 1, 2023	0.0532
July 17, 2023	0.0474	September 1, 2023	0.0521	October 17, 2023	0.0574	December 2, 2023	0.0525
July 18, 2023	0.0515	September 2, 2023	0.0509	October 18, 2023	0.0501	December 3, 2023	0.0520
July 19, 2023	0.0491	September 3, 2023	0.0507	October 19, 2023	0.0530	December 4, 2023	0.0463
July 20, 2023	0.0499	September 4, 2023	0.0505	October 20, 2023	0.0523	December 5, 2023	0.0487
July 21, 2023	0.0468	September 5, 2023	0.0503	October 21, 2023	0.0509	December 6, 2023	0.0510
July 22, 2023	0.0479	September 6, 2023	0.0543	October 22, 2023	0.0508	December 7, 2023	0.0540
July 23, 2023	0.0479	September 7, 2023	0.0537	October 23, 2023	0.0508	December 8, 2023	0.0570
July 24, 2023	0.0479	September 8, 2023	0.0510	October 24, 2023	0.0529	December 9, 2023	0.0524
July 25, 2023	0.0484	September 9, 2023	0.0540	October 25, 2023	0.0520	December 10, 2023	0.0520
July 26, 2023	0.0471	September 10, 2023	0.0522	October 26, 2023	0.0515	December 11, 2023	0.0522
July 27, 2023	0.0504	September 11, 2023	0.0521	October 27, 2023	0.0516	December 12, 2023	0.0530
July 28, 2023	0.0485	September 12, 2023	0.0520	October 28, 2023	0.0502	December 13, 2023	0.0517
July 29, 2023	0.0480	September 13, 2023	0.0521	October 29, 2023	0.0503	December 14, 2023	0.0521
July 30, 2023	0.0479	September 14, 2023	0.0525	October 30, 2023	0.0503	December 15, 2023	0.0520
July 31, 2023	0.0478	September 15, 2023	0.0525	October 31, 2023	0.0506	December 16, 2023	0.0523
August 1, 2023	0.0505	September 16, 2023	0.0528	November 1, 2023	0.0520	December 17, 2023	0.0523
August 2, 2023	0.0484	September 17, 2023	0.0523	November 2, 2023	0.0516	December 18, 2023	0.0521
August 3, 2023	0.0497	September 18, 2023	0.0521	November 3, 2023	0.0517	December 19, 2023	0.0519
August 4, 2023	0.0491	September 19, 2023	0.0524	November 4, 2023	0.0517	December 20, 2023	0.0518
August 5, 2023	0.0498	September 20, 2023	0.0520	November 5, 2023	0.0514	December 21, 2023	0.0524
August 6, 2023	0.0489	September 21, 2023	0.0521	November 6, 2023	0.0514	December 22, 2023	0.0507
August 7, 2023	0.0488	September 22, 2023	0.0533	November 7, 2023	0.0509	December 23, 2023	0.0512
August 8, 2023	0.0481	September 23, 2023	0.0529	November 8, 2023	0.0515	December 24, 2023	0.0510
August 9, 2023	0.0493	September 24, 2023	0.0520	November 9, 2023	0.0511	December 25, 2023	0.0509
August 10, 2023	0.0480	September 25, 2023	0.0520	November 10, 2023	0.0509	December 26, 2023	0.0509
August 11, 2023	0.0506	September 26, 2023	0.0518	November 11, 2023	0.0510	December 27, 2023	0.0515
August 12, 2023	0.0484	September 27, 2023	0.0517	November 12, 2023	0.0512	December 28, 2023	0.0520
August 13, 2023	0.0483	September 28, 2023	0.0526	November 13, 2023	0.0512	December 29, 2023	0.0515
August 14, 2023	0.0482	September 29, 2023	0.0520	November 14, 2023	0.0571	December 30, 2023	0.0523
August 15, 2023	0.0482	September 30, 2023	0.0515	November 15, 2023	0.0513	December 31, 2023	0.0513
	<u>2.2293</u>		<u>2.3638</u>		<u>2.3855</u>		<u>2.3815</u>

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand Rupees unless otherwise specified.

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 04, 2025 by the Board of Directors of the Management Company.

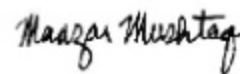
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

Head Office: 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi

UAN: (+92-21) 111 468 378 (111 INVEST)

URL: www.mcbfunds.com, **Email:** info@mcbfunds.com