



MCB-ARIF HABIB
Savings and Investments Limited

AM2
by NACFA

HALF YEAR REPORT

DECEMBER
2019
(UNAUDITED)

Half Year Report for Funds Under Management of
MCB-Arif Habib Savings and Investments Limited

Alhamra Islamic Pension Fund

CONTENTS

1	Fund's Information	462
2	Report of the Directors of the Pension Fund Manager	463
3	Auditor's Report to the Participants on Review of Condensed Interim Financial Statements	471
4	Condensed Interim Statement of Assets and Liabilities	473
5	Condensed Interim Income Statement (Un-audited)	474
6	Condensed Interim Statement of Other Comprehensive Income (Un-audited)	476
7	Condensed Interim Cash Flow Statement (Un-audited)	478
8	Condensed Interim Statement of Movement in Participants 'Sub-Fund (Un-audited)	479
9	Notes to forming part of the Condensed Interim Financial Statements (un-audited)	480

FUND'S INFORMATION

Management Company	MCB-Arif Habib Savings & Investments Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Nasim Beg Mr. Muhammad Saqib Saleem Mr. Ahmed Jahangir Mr. Kashif A. Habib Mirza Qamar Beg Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Vice Chairman Chief Executive Officer Director Director Director Director Director
Audit Committee	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Mr. Kashif A. Habib Syed Savail Meekal Hussain	Chairman Member Member Member Member
Human Resource & Remuneration Committee	Mirza Qamar Beg Mr. Nasim Beg Mr. Ahmed Jahangir Syed Savail Meekal Hussain Ms. Mavra Adil Khan Mr. Muhammad Saqib Saleem	Chairman Member Member Member Member Member
Chief Executive Officer	Mr. Muhammad Saqib Saleem	
Chief Operating & 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	Habib Metropolitan Bank Limited United Bank Limited Allied Bank Limited Faysal Bank Limited Bank Al-Habib Limited Silk Bank Limited MCB Islamic Bank Limited Habib Bank Limited National Bank of Pakistan Askari Bank Limited Bank Islamic Pakistan Limited Meezan Bank Limited Dubai Islamic Bank Limited	
Auditors	Ernst & Young Ford Rhodes Chartered Accountant Progressive Plaza, Beaumont Road, P.O. Box 15541 Karachi, Sindh-75530, Pakistan.	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Transfer Agent	MCB-Arif Habib Savings & Investments Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Rating	AM2++ Asset Manager Rating assigned by PACRA	

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Dear Investor,

On behalf of the Board of Directors, We are pleased to present **Alhamra Islamic Pension Fund** accounts review for the half year ended December 31, 2019.

ECONOMY AND MONEY MARKET OVERVIEW

Stabilization measures pursued by the government have started to bear fruits as the Balance of Payment situation continues to improve. The Current Account Deficit (CAD) contracted by ~75% on a Year on Year (YoY) basis to USD 2.1 billion in the first half of FY20. Imports of goods and services continued to nosedive as it compressed by 18.5% while exports of goods and services increased by 4.8% in the first half of fiscal year. Remittances provided a moderate buffer, increasing by 3.3% to USD 11.4 billion during the period. Foreign exchange reserves increased by a massive USD 4.1 billion during the period as Pakistan received flows from IMF and multilateral institutions, while the outflow from CAD remained restrained.

CPI was rebased with a new base of 2015-16 and the average for newly rebased CPI clocked in at 11.1% YoY for the first half of FY20. Food inflation took a toll on the overall CPI, as it increased by 14.9% during the period. Major hit on food inflation surfaced from a hike in the prices of perishable food items after imports from India was banned. Nevertheless, core inflation as measured by Non Food Non Energy was still controlled and averaged 8.1% for the period. All the monetary policy meetings held during period kept interest rates on a status quo citing near term inflation as the major concern.

The outlook on GDP growth ranged in between 2.5% to 3.5% according to various institutions. However, as of late it was expected to remain on the lower side as weak production outlook of major crops (Cotton, Wheat and Sugar) along with a lower industrial growth arising out of weaker than expected LSM growth is expected to take a dent on the overall growth. Large Scale Manufacturing as anticipated continued on a downward trajectory as the import based consumption demand evaporated. LSM posted a decline of ~5.9% in the first five months of FY20, with most of the decline emanating from cyclical sectors. Both Autos and Steel manufacturing saw demand compression of 37.7% and 13.8% respectively.

Provisional number of tax collection were also encouraging as FBR collected PKR 2,080 billion in the first half of the current fiscal year, which was 17% higher compared to the corresponding period of the last year. Dissecting the performance in terms of domestic and international collection, the performance was even better as domestic tax revenue grew by 28% YoY. The target for primary deficit is also expected to be met as the government had generated significant buffer during the first quarter.

During the period under review, yield curve shifted downwards owing to massive demand for longer tenor bonds as market participants drew comfort from stabilization measures and anticipated outlook of lower inflation. Alongside, participation from foreign investors at such an unprecedented scale for the first time in the local bond market brought in extra pool of liquidity pushing the yields down. 3 Year bonds eased off by 221 bps while the longer tenor (10Y) bonds eased off by nearly ~300 bps during the first half. While, the State Bank of Pakistan (SBP) left the Policy Rate unchanged at 13.25% during the all monetary policies held in the quarter, citing the outlook on near term inflation however, it vowed to bring down inflation to 5-7% over the course of next 2 years.

EQUITIES MARKET OVERVIEW

While fiscal year 2020 had a dismal start during the first quarter, it sharply rebounded during the second quarter posting an astounding return of 27.0% during the second quarter, taking the cumulative return of first half to 20.2%. Foreigners after an extended period turned out to be net buyers, whilst accumulating a moderate USD 8 million during the first half. Individuals turned out to be major buyers during the period taking a exposure of USD 140 million in equities, while commercial banks and mutual funds turned out to be net sellers reducing their exposure by USD 91 million and USD 53 million respectively. Volumes and values traded averaged around 180.49 mn shares/ PKR 6.54 bn during the period.

Confidence in the risk assets was rejuvenated after data on external sector pointed out towards stability while currency appreciated by ~6% from its lows. Reversal of long term bond yields also proved to be a major catalyst for bull run in the equity markets. Bond markets rallied as the outlook on inflation improved after a stable currency and perhaps as the central bank vowed to fight inflation and bring it in a range of 5-7% in next 24 months. Most of the cyclical had a stellar performance during the first half as cheap valuations along with a better medium term growth outlook provided the impetus. Along with that, appreciation in local currency for the first time after several years provided the much required boost to cyclicals. Engineering & Pharmaceutical sectors delivered significant outperformance (~43/36% respectively) during the period. While, E&Ps, Fertilizer, & Banks underperformed the market generating returns of 19%/17% and 12% respectively.

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2019

FUND PERFORMANCE

Debt Fund

The debt sub-fund generated an annualized return of 10.39% during the period under review. The sub-fund's exposure in GoP Ijarah Sukuk was at 24.6% while exposure in cash stood at 66.0%.

The Net Assets of the Fund as at December 31, 2019 stood at Rs. 279.08 million as compared to Rs. 254.59 million as at June 30, 2019 registering an increase of 9.62 %.

The Net Asset Value (NAV) per unit as at December 31, 2019 was Rs. 221.04 as compared to opening NAV of Rs. 210.04 per unit as at June 30, 2019 registering an increase of Rs. 11.00 per unit.

Money Market Fund

The money market sub-fund generated an annualized return of 9.76% during the period under review. The sub-fund's exposure in cash stood at 98.8%.

The Net Assets of the Fund as at December 31, 2019 stood at Rs. 181.36 million as compared to Rs. 130.00 million as at June 30, 2019 registering an increase of 39.51%.

The Net Asset Value (NAV) per unit as at December 31, 2019 was Rs. 201.21 as compared to opening NAV of Rs. 191.77 per unit as at June 30, 2018 registering an increase of Rs. 9.44 per unit.

Equity Fund

The Equity sub-fund generated a return of 23.07% while the KMI-30 posted a return of 22.01%. The sub-fund increased exposure to equities from 86.3% to 93.2% during the period.

The Net Assets of the Fund as at December 31, 2019 stood at Rs. 533.31 million as compared to Rs. 428.39 million as at June 30, 2019 registering an increase of 24.49%.

The Net Asset Value (NAV) per unit as at December 30, 2019 was Rs. 512.15 as compared to opening NAV of Rs. 416.13 per unit as at June 30, 2019 registering a decrease of Rs. 96.02 per unit.

FUTURE OUTLOOK

Policy adjustments by the central bank will result in macroeconomic consolidation thus restricting the economic growth in low single digits for the current year. IMF forecasts Pakistan GDP growth to slow down to 2.5% in FY20, in the wake of tightening policies pursued by the government. Industrial growth will remain muted particularly for the import-driven consumption based sectors. However, export driven industrial companies can provide some respite as the government has incentivized the above, while increased power supply also eliminates bottleneck for them.

Balance of Payment worries are over for now as current account deficit has adjusted to reasonable level since the policy actions taken by the central government. Our forecast at very conservative assumptions is that CAD will settle at 2.3% of GDP. We have assumed crude oil prices at USD 70/BBL for the remaining part of the year, which are currently hovering near USD 60/BBL. After signing up for an IMF program, Pakistan will be able to finance its gross finance requirements by tapping into international avenues. Saudi deferred oil facility will also provide a short term buffer to foreign exchange reserves. We expect foreign exchange reserves to increase to USD ~14 billion by the end of the current fiscal year. With PKR aligned to its equilibrium levels (Oct'19 REER at 95.9) and current account deficit in a sustainable range, PKR should now depreciate nominally based on its historical average.

CPI is expected to average ~11.9% in the current fiscal year owing to lagged impact of currency depreciation along with a rise in food inflation. However, with a stable currency and high base effect, we expect headline inflation to ease off in the next year and decline to an average of ~8.8%. Risk to our expectations are any adverse increase in international commodity prices along with more than expected adjustment in utility tariffs. We believe current real interest rate is sufficient to cater for the near term inflation. However, given the room in real interest rates going forward, we do not rule out monetary easing at the start of the next fiscal year. Based on our outlook of inflation, we expect interest rates to ease off by 150-200 bps in the next 12 months.

REPORT OF THE DIRECTOR OF THE PENSION FUND MANAGER FOR THE HALF YEAR ENDED DECEMBER 31, 2019

On the fiscal side, the government is aiming to limit fiscal deficit at 7.3% of GDP for the year. While the final target for fiscal deficit can evolve, nevertheless, it has to meet the primary condition of IMF for limiting the primary deficit at 0.6% of GDP. For this purpose, FBR is targeting a revised tax collection of PKR 5.2 trillion (up 30% YoY). The budget presented in the parliament proposed PKR 600-700 billion of tax measures, while the remaining amount was kept contingent on FBR efforts and economic growth. On the expenditure side, the government is aiming for austerity measures on the current expenditure side, however, it is aiming for an expansionary Public Sector Development Program (PSDP) of PKR 1.6 trillion (up 40% YoY). We believe the tax collection target to be highly optimistic and expect a net shortfall of PKR ~300-400 billion. The result of provisional tax collection for 1H assert our view as there was a shortfall of PKR 120 billion during the period. Resultantly, the shortfall in tax collection will trickle down to a lower development spending.

From the capital market perspective, we believe investor confidence should renew towards risk assets as macroeconomic stability will be cherished after a bout of volatile years. Equity market has still a lot to offer despite the recent bull run (up 40%+ since the trough). Reversal in monetary policy will be a key theme to eye in CY20 as slowdown in inflation will provide much needed room to central bank to cut down the interest rates. We foresee interest rates easing of 150-200 bps in the next 12 months, albeit majority of them coming in the second half of the calendar year. Double digit earnings growth and cheap valuations will drive the total returns of equities. Generally, earnings rebound sharply after an economic downturn as equities tend to exhibit inflation hedging behavior. During the last few years earnings growth has not caught up with the nominal GDP growth, which generally tends to revert whenever the difference widens. Hence, we expect earnings growth to remain in double digits over the span of next few years, a key reason behind our optimism for equities.

We believe a micro view of sectors and stock will remain more important this year and investment selection should focus on companies which trade at a deep discount to their intrinsic value. Similarly, focus should also revert back to companies that are expected to exhibit stellar earnings growth over the medium term.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year. On the other hand, government bonds have already priced in some of the expected monetary easing during the course of year. Further capital gains are contingent on earlier than expected reversal in monetary cycle along with quantum of interest rate cuts. Liquidity in the monetary system will also define yield on bonds since the government has liberalized its sources of financing, particularly opening avenues from external sources.

ELECTION OF THE BOARD OF DIRECTORS

On February 06, 2020, election of directors of the Pension Fund Managers was held in an extra ordinary general meeting. Mian Muhammad Mansha and Mr. Samad A. Habib have retired from the Board and Mr. Kashif A. Habib and Ms. Mavra Adil Khan have joined the Company as new directors. Details of the new Board is given in Company Introduction. The approval of the Securities and Exchange Commission of Pakistan is pending as on the date of the Directors' Report.

ACKNOWLEDGMENT

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

On behalf of Directors,



Muhammad Saqib Saleem
Chief Executive Officer
February 21, 2020

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کا انتخاب

06 فروری 2020ء کو ایک غیر معمولی عمومی اجلاس میں پٹن فنڈ منیجرز کے ڈائریکٹرز کا انتخاب منعقد ہوا۔ میاں محمد منشاء اور جناب صد اے حبیب بورڈ سے ریٹائر ہو گئے ہیں اور جناب کاشف اے حبیب اور محترمہ ماوراء عادل خان کی کمپنی کے نئے ڈائریکٹرز کے طور پر تقرری ہوئی ہے۔ نئے بورڈ کی تفصیلات 'کمپنی کے تعارف' میں دی گئی ہیں۔ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی منظوری ڈائریکٹرز رپورٹ کی تاریخ پر زیر التواء ہے۔

اظہار تشکر

بورڈ آف ڈائریکٹرز فنڈ کے گراں قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کی مسلسل معاونت اور پشت پناہی کے لئے شکر گزار ہے۔ علاوہ ازیں، ڈائریکٹرز مینجمنٹ ٹیم کی کوششوں کو بھی خراج تحسین پیش کرتے ہیں۔

من جانب ڈائریکٹرز،



محمد نایب سلیم

چیف ایگزیکٹو آفیسر

21 فروری، 2020ء

ڈائریکٹر رپورٹ

متحکم روپے اور بلند base کے اثر کے ساتھ ہمیں اُمید ہے کہ مجموعی افراطِ زر کا اوسط اگلے سال کم ہو کر 8.8 فیصد ہو جائے گا۔ بین الاقوامی اشیاء کی قیمتوں میں کسی منفی اضافے کے ساتھ ساتھ یوٹیلٹی کی محصولات وغیرہ میں متوقع سے زیادہ تریمبات سے ہماری توقعات کو خطرہ لاحق ہو سکتا ہے۔ ہم سمجھتے ہیں کہ انٹریسٹ کی موجودہ حقیقی شرح قریب المیعا دافراطِ زر سے نمٹنے کے لیے کافی ہے۔ تاہم حقیقی شرح میں اضافے کی گنجائش کو دیکھتے ہوئے اگلے مالی سال کے آغاز میں مالیاتی تسہیل کا امکان بعید نہیں ہے۔ افراطِ زر سے متعلق ہمارے پیش بینی کی بنیاد پرائمریسٹ کی شرحوں میں اگلے بارہ ماہ میں 150 سے 200 بی پی ایس تک کی کمی کی اُمید ہے۔

مالیاتی جہت میں حکومت زیر بحث سال کے لیے مالیاتی خسارے کو جی ڈی پی کے 7.3 فیصد تک محدود کرنے کے لیے کوشاں ہے۔ اگرچہ مالیاتی خسارے کا حتمی ہدف ارتقاء پذیر ہونے کے باعث تبدیل ہو سکتا ہے لیکن پرائمری خسارے کو جی ڈی پی کے 0.6 فیصد پر محدود کر دینے کی آئی ایم کی بنیادی شرط کو پورا کرنا لازمی ہے۔ اس مقصد کے لیے ایف بی آر 5.5 ٹریلین روپے (30 فیصد سال در سال زیادہ) ٹیکس جمع کرنے کے لیے مصروف عمل ہے۔ پارلیمنٹ میں پیش کردہ بجٹ میں 600 سے 700 بلین روپے ٹیکس کے اقدامات کی تجویز دی گئی جبکہ باقی مقدار کو ایف بی آر کی کوششوں اور معاشی ترقی سے مشروط کیا گیا۔ اخراجات کی جہت میں حکومت کرنٹ اخراجات کے حوالے سے سادگی کے اقدامات پر توجہ دے رہی ہے تاہم 1.5 ٹریلین روپے (40 فیصد سال در سال زیادہ) کا ایک توسیعی پبلک سیکٹر ڈویلپمنٹ پروگرام (پی ایس ڈی پی) کے لیے بھی کوشاں ہے۔ ہم ٹیکس وصولی کے ہدف کو بے حد رجائیت پسند سمجھتے ہیں لیکن ہمیں لگتا ہے کہ اس کے حصول میں 300 سے 400 بلین روپے کی کمی آئے گی۔ نصف اوّل میں عارضی ٹیکس وصولی کے نتیجے سے ہمارے نظریے کی توثیق ہوتی ہے کیونکہ دورانِ سہ ماہی 120 بلین ڈالر کم کی وصولی ہوئی جس کے نتیجے میں ترقیاتی اقدامات کے لیے بھی کم خرچ کیا جائے گا۔

کمپیٹل مارکیٹ کے نظریے سے ہم سمجھتے ہیں کہ خطرات کے حامل اثاثہ جات میں سرمایہ کاروں کا اعتماد بحال ہونا چاہیے کیونکہ کئی برسوں کی عدم یقینی کے بعد حاصل ہونے والے کلاں معاشیاتی استحکام کا خیر مقدم کیا جائے گا۔ ایکوٹی مارکیٹ حالیہ bull run (40 فیصد اضافے) کے باوجود بہت استعداد کی حامل ہے۔ موجودہ سال ۲۰۲۰ء میں اہم ترین موضوع مالیاتی پالیسی کی تقلیب ہوگا کیونکہ افراطِ زر میں کمی سے مرکزی بینک کو انٹریسٹ کی شرحوں میں کمی کرنے کے لیے مطلوبہ محرک فراہم ہوگا۔ ہم اگلے بارہ ماہ میں انٹریسٹ کی شرحوں میں 150 سے 200 بی پی ایس کی دیکھ رہے ہیں، اگرچہ اس کا زیادہ تر حصہ کیلنڈر سال (جنوری تا دسمبر) کے نصف آخر میں ظاہر ہوگا۔ دو اعداد پر مشتمل آمدنیاں اور کم قیمت قدر کا تعین ایکویٹیز کے مجموعی منافعوں کے لیے محرک ثابت ہوں گے۔ کسی معاشی سست روی کے دور کے بعد عموماً آمدنیاں تیزی سے بڑھتی ہیں کیونکہ ایکویٹیز افراطِ زر سے تحفظ فراہم کرتی ہیں۔ گزشتہ کچھ برسوں کے دوران آمدنیوں کی ترقی جی ڈی پی کی برائے نام ترقی کے شانہ بشانہ بھی نہیں چل سکی ہے، جو عموماً فرق بڑھنے پر واپس لوٹتی ہے۔ چنانچہ اگلے پانچ برسوں کے دوران آمدنیوں میں ترقی دو اعداد پر برقرار رہنے کی توقع ہے جو ایکویٹیز سے متعلق ہماری رجائیت پسندی کی ایک کلیدی وجہ ہے۔

ہم سمجھتے ہیں کہ اس سال سیکٹرز اور اسٹاک کا خوردنظریہ زیادہ اہمیت کا حامل رہے گا اور سرمایہ کاری کے انتخاب کے لیے ایسی کمپنیوں پر توجہ مرکوز ہونی چاہیے جو اپنی اندرونی قدر میں گہری رعایت پر تجارت کرتی ہیں۔ اسی طرح، اُن کمپنیوں کی جانب بھی توجہ مبذول ہونی چاہیے جن کی درمیانی میعاد کی آمدنی میں زبردست ترقی متوقع ہے۔

Debt حاملین کے لیے ہم توقع کرتے ہیں کہ Money مارکیٹ فنڈز پالیسی شرحوں کی عکاسی بلا رکاوٹ سال بھر جاری رکھیں گے۔ دوسری جانب حکومتی بانڈز دورانِ سال پہلے ہی کچھ حد تک متوقع مالیاتی تسہیل میں کردار ادا کر چکے ہیں۔ کمپیٹل میں مزید منافعوں کا دار و مدار مالیاتی چکر میں متوقع سے قبل تقلیب کے ساتھ ساتھ انٹریسٹ کی شرحوں میں کمی کے حجم پر ہے۔ مالیاتی نظام میں نقدیت سے بھی بانڈز پر منافع کا تعین ہوگا کیونکہ حکومت نے رقم کی فراہمی کے اپنے ذرائع میں آسانیاں پیدا کی ہیں، خاص طور پر خارجی ذرائع سے مواقع میسر کر کے۔

ڈائریکٹر رپورٹ

31 دسمبر 2019ء کو فنڈ کے net اثاثہ جات 181.36 ملین روپے تھے جو 30 جون 2019ء (130.00 ملین روپے) کے مقابلے میں 39.51 فیصد اضافہ ہے۔

31 دسمبر 2019ء کو net اثاثہ جاتی قدر (NAV) فی یونٹ 201.21 روپے تھی جو 30 جون 2019ء کی ابتدائی NAV (191.77 روپے) کے مقابلے میں 9.44 روپے فی یونٹ اضافہ ہے۔

ایکویٹی فنڈ

ایکویٹی ذیلی فنڈ نے 23.07 فیصد منافع حاصل کیا جبکہ KMI-30 نے 22.01 فیصد منافع پوسٹ کیا۔ ذیلی فنڈ کی ایکویٹی میں شمولیت کو دوران مدت 86.3 فیصد سے بڑھا کر 93.2 فیصد کر دیا گیا۔

31 دسمبر 2019ء کو فنڈ کے net اثاثہ جات 533.31 ملین روپے تھے جو 30 جون 2019ء (428.39 ملین روپے) کے مقابلے میں 24.49 فیصد اضافہ ہے۔

31 دسمبر 2019ء کو net اثاثہ جاتی قدر (NAV) فی یونٹ 512.15 روپے تھی جو 30 جون 2019ء کی ابتدائی NAV (416.13 روپے) کے مقابلے میں 96.02 روپے فی یونٹ کمی ہے۔

مستقبل کا منظر

مرکزی بینک کی طرف سے پالیسی میں ترمیمات کے نتیجے میں کلاں معاشیاتی استحکام ہوگا جس کے باعث موجودہ سال کے لیے معاشی ترقی چھوٹے اعداد تک محدود ہو جائے گی۔ آئی ایم ایف کی پیش گوئی کے مطابق حکومت کی اختیار کردہ تنگی پر مبنی پالیسیوں کے تناظر میں پاکستان کی مجموعی ملکی پیداوار (جی ڈی پی) کی ترقی مالی سال 2019-20ء میں سست روی کا شکار ہو کر 2.5 فیصد پر آجائے گی۔ صنعتی ترقی غیر فعال رہے گی، خاص طور پر درآمدات سے چلنے والے صرف پر مبنی شعبوں کے لیے۔ تاہم برآمدات سے چلنے والی صنعتی کمپنیاں کچھ سہولت فراہم کر سکتی ہیں کیونکہ حکومت نے ان کے لیے ترغیبات مقرر کی ہیں، جبکہ توانائی کی فراہمی میں اضافے سے بھی ان کمپنیوں کے لیے رکاوٹیں دور ہوتی ہیں۔

ادائیگی کے توازن کی پریشانیوں فی الوقت ختم ہو گئی ہیں کیونکہ سی اے ڈی مرکزی حکومت کے پالیسی اقدامات کے بعد معقول سطح تک آ گیا ہے۔ ہم بے حد محتاط مفروضوں کی بنیاد پر پیش گوئی کر سکتے ہیں کہ سی اے ڈی، جی ڈی پی کے 2.3 فیصد پر رک جائے گا۔ ہم نے خام تیل کی قیمتوں کو 70 ڈالر فی بی بی ایل فرض کیا ہے جو موجودہ طور پر 60 ڈالر فی بی بی ایل کے قریب منڈلا رہی ہیں۔ پاکستان ایک آئی ایم ایف پروگرام اختیار کرنے کے بعد بین الاقوامی ذرائع کو استعمال میں لا کر اپنی مجموعی مالیاتی ضروریات پوری کر سکے گا۔ سعودی تیل کی ملتی شدہ سہولت سے بھی زرمبادلہ کے ذخائر کو مختصر المیعاد سہارا فراہم ہوگا۔ موجودہ مالی سال کے اختتام تک زرمبادلہ کے ذخائر کے حوالے سے توقع ہے کہ وہ بڑھ کر 14 بلین ڈالر تک پہنچ جائیں گے۔ پاکستانی روپیہ اپنے توازن کی سطحوں سے ہم آہنگ ہے (اکتوبر 2019ء REER 95.9 فیصد پر) اور سی اے ڈی قابل بقاء حد میں ہے، چنانچہ پاکستانی روپے کی قدر میں اب اس کے تاریخی اوسط کی بنیاد پر معمولی کمی ہونی چاہیے۔

موجودہ مالی سال کے لیے سی پی آئی کا متوقع اوسط 11.9 فیصد ہوگا جس کا سبب روپے کی قدر کی سست رفتار تھپڑیری اور اشیائے خورد و نوش کے افراط زر میں اضافہ ہے۔ تاہم

ڈائریکٹر رپورٹ

اگلے دو برسوں کے دوران افراط زر میں 5 تا 7 فیصد کمی کا عہد کیا۔

ایکویٹیز مارکیٹ کا مجموعی جائزہ

اگرچہ مالی سال 2020ء کا آغاز پہلی سہ ماہی کے دوران مایوس کن تھا لیکن دوسری سہ ماہی کے دوران اس نے تیزی سے رُخ بدلا اور 27 فیصد کا حیران کن منافع حاصل کیا جس سے نصف اوّل کا مجموعی منافع 20.2 فیصد تک پہنچ گیا۔ طویل مدّت بعد غریب ملک کی افراد net خریدار ثابت ہوئے اور نصف اوّل کے دوران 8 ملین ڈالر کی معتدل مقدار جمع ہوئی۔ دورانِ مدّت افراد (بالمقابل ادارے) بڑے خریدار ثابت ہوئے اور ایکویٹیز میں 140 ملین ڈالر کی شمولیت ہوئی جبکہ کمرشل بینک اور میوچل فنڈز net فروخت کار ثابت ہوئے جن کی شمولیت کم ہو کر بالترتیب 91 ملین ڈالر اور 53 ملین ڈالر ہو گئی۔ دورانِ مدّت تجارت میں لگائے گئے حجم اور قدر تقریباً 180.49 ملین حصص / 6.54 روپے کی اوسط تک پہنچے۔

خارجی شعبے کے اعداد و شمار نے استحکام کی طرف اشارہ کیا جس کی بدولت خطرات پر مبنی اثاثہ جات میں اعتماد بحال ہوا جبکہ روپے کی قدر گزشتہ پست سطح سے اٹھ کر 6 فیصد تک پہنچ سکی۔ طویل المیعاد بانڈز کے منافعوں میں کمی بھی ایکویٹی مارکیٹس میں حصص کی قیمتوں میں اضافے (bull run) کے لیے بڑا محرک ثابت ہوئی۔

روپے میں استحکام کے باعث، اور شاید اس وجہ سے بھی کہ مرکزی بینک نے افراط زر کا مقابلہ کر کے اسے اگلے چوبیس ماہ میں 5 سے 7 فیصد تک لانے کا عہد کیا ہے، افراط زر کی صورتحال میں متوقع بہتری ہوئی اور اس کے نتیجے میں بانڈ مارکیٹس میں تیز رفتار ترقی ہوئی۔ نصف اوّل کے دوران اکثر گردش شعبوں کی کارکردگی شاندار رہی کیونکہ کم قیمت قدر کے تعین کے ساتھ ساتھ درمیانی مدّت کی متوقع ترقی نے محرک فراہم کیا۔ مزید برآں، متعدد برسوں بعد پہلی مرتبہ روپے کی قدر میں اضافے سے گردش شعبوں کو مطلوبہ افزودگی فراہم ہوئی۔ انجینیئرنگ اور فارماسیوٹیکلز شعبوں نے دورانِ مدّت قابل ذکر بہتر کارکردگی کا مظاہرہ کیا (بالترتیب 43 فیصد اور 36 فیصد) جبکہ دریافت اور پیداوار (ایکسپلوریشن اینڈ پروڈکشن: ای اینڈ پی)، کھاد اور بینکوں کے شعبوں نے بالترتیب 19 فیصد، 17 فیصد اور 12 فیصد منافع حاصل کر کے مارکیٹ کے مقابلے میں کم تر کارکردگی کا مظاہرہ کیا۔

فنڈ کی کارکردگی

Debt فنڈ

زیر جائزہ مدّت کے دوران Debt ذیلی فنڈ کا ایک سال پر محیط منافع 10.39 فیصد تھا۔ ذیلی فنڈ کی حکومت پاکستان کے اجارہ سسٹم میں شمولیت 24.6 فیصد تھی جبکہ نقد میں شمولیت 66.0 فیصد تھی۔

31 دسمبر 2019ء کو فنڈ کے net اثاثہ جات 279.08 ملین روپے تھے جو 30 جون 2019ء (254.59 ملین روپے) کے مقابلے میں 9.62 فیصد اضافہ ہے۔ 31 دسمبر 2019ء کو net اثاثہ جاتی قدر (NAV) فی یونٹ 221.04 روپے تھی جو 30 جون 2019ء کی ابتدائی NAV (210.04 روپے) کے مقابلے میں 11.00 روپے فی یونٹ اضافہ ہے۔

Money مارکیٹ فنڈ

زیر جائزہ مدّت کے دوران Money مارکیٹ ذیلی فنڈ کا ایک سال پر محیط منافع 9.76 فیصد تھا۔ ذیلی فنڈ کی نقد میں شمولیت 98.8 فیصد تھی۔

الحمد للہ اسلامک پینشن فنڈ کے بورڈ آف ڈائریکٹر کی جانب سے 31 دسمبر 2019ء کو ختم ہونے والی سہ ماہی کے اکاؤنٹس کا جائزہ پیش خدمت ہے۔

معیشت اور بازار زر کا مجموعی جائزہ

استحکام کے حکومتی اقدامات کے اثرات ظاہر ہونا شروع ہو گئے ہیں کیونکہ ادائیگی کے توازن کی صورتحال میں بہتری جاری ہے۔ مالی سال ۲۰۲۰ء کے نصف اول میں کرنٹ اکاؤنٹ خسارہ (سی اے ڈی) سال در سال (YoY) بنیاد پر 75 فیصد کم ہو کر 2.1 بلین ڈالر ہو گیا۔ اشیاء اور مصنوعات کی درآمدات میں کمی کا سلسلہ جاری رہا اور 18.5 فیصد کمی ہوئی جبکہ اشیاء اور مصنوعات کی برآمدات میں 4.8 فیصد اضافہ ہوا۔ ترسیلات زر 3.3 فیصد بڑھ کر 11.4 بلین ڈالر ہو گئیں جس سے معتدل رکاوٹ فراہم ہوئی۔ غیر ملکی زرمبادلہ کے ذخائر میں 4.1 بلین ڈالر کا خطرہ اضافہ ہوا کیونکہ پاکستان کو آئی ایم ایف اور کثیرالجہتی اداروں سے رقم موصول ہوئی، جبکہ سی اے ڈی کے ذریعے رقم کے خروج کا سلسلہ محدود رہا۔ صارفین کی قیمت کے انڈیکس (کنزیومر پرائس انڈیکس: سی پی آئی) کو سال ۲۰۱۵ء اور ۲۰۱۶ء والی بنیاد پر دوبارہ مقرر کیا گیا اور مالی سال ۲۰۲۰ء کے نصف اول کے لیے نئی بنیاد پر مقرر کردہ سی پی آئی کا اوسط 11.1 فیصد سال در سال بنا۔ اشیاء خورد و نوش کے افراط زر میں دوران مدت 14.9 فیصد اضافہ ہوا اور اس نے مجموعی سی پی آئی کو متاثر کیا۔ اشیاء خورد و نوش کے افراط زر کی سب سے بڑی وجہ بھارت سے درآمدات پر پابندی کے بعد جلد خراب ہو جانے والی اشیاء خورد و نوش کی قیمتوں میں اضافہ ہے۔ بہر حال اشیاء خورد و نوش اور توانائی کے علاوہ پیمائش کردہ بنیادی افراط زر پھر بھی قابو میں تھی اور مذکورہ مدت کے لیے اس کا اوسط 8.1 فیصد تھا۔ دوران مدت ہونے والے تمام مالیاتی اجلاسوں میں انٹریسٹ کی شرحوں کو برقرار رکھا گیا اور مستقبل قریب میں متوقع افراط زر کو ایک بڑا مسئلہ قرار دیا گیا۔

جی ڈی پی میں متوقع ترقی مختلف اداروں کے مطابق 2.5 سے 3 فیصد تھی، تاہم حالیہ مدت میں اہم فصلوں (کپاس، گندم اور چینی) کی کمزور متوقع ترقی کے باعث جی ڈی پی میں ترقی بھی پست رہنے کا امکان ہے۔ علاوہ ازیں، بڑے پیمانے پر ہونے والی مینوفیکچرنگ (ایل ایس ایم) میں متوقع سے کم ترقی کے باعث کمزور صنعتی ترقی سے مجموعی ترقی کے متاثر ہونے کا امکان ہے۔ مزید برآں، درآمدات پر پابندی کی طلب میں بتدریج کمی کے باعث ایل ایس ایم میں کمی کا سلسلہ جاری رہنے کا امکان ہے۔ مالی سال ۲۰۲۰ء کے ابتدائی پانچ ماہ کے دوران ایل ایس ایم میں 5.9 فیصد کمی ہوئی جس میں سے اکثر کا تعلق گردش شعبوں سے تھا۔ آٹو ز اور اسٹیل مینوفیکچرنگ میں طلب میں بالترتیب 37.7 فیصد اور 13.8 فیصد کمی ہوئی۔

ٹیکس وصولی کی عارضی تعداد بھی حوصلہ افزا تھی۔ موجودہ مالی سال کے نصف اول میں فیڈرل بورڈ آف ریونیو (ایف بی آر) نے 2,080 بلین روپے جمع کیے جو گزشتہ سال کی مماثل مدت سے 17 فیصد زیادہ ہے۔ ملکی اور بین الاقوامی وصولی کو علیحدہ علیحدہ دیکھا جائے تو کارکردگی مزید بہتر ہے کیونکہ ملکی سطح پر آمدنی میں 28 فیصد سال در سال اضافہ ہوا۔ پرائمری خسارے کا ہدف بھی پورا ہونے کا امکان ہے کیونکہ حکومت نے پہلی سہ ماہی کے دوران مطلوبہ رکاوٹ پیدا کر دی تھی۔

زیر جائزہ مدت کے دوران طویل تر میعاد کے بانڈز کی خطرہ طلب کے باعث پیداواری ختم میں جھکاؤ آیا کیونکہ مارکیٹ کے فریق استحکام کے اقدامات سے مطمئن ہوئے اور افراط زر میں کمی کا امکان پیدا ہوا۔ ساتھ ساتھ مقامی بانڈ مارکیٹ میں پہلی مرتبہ غیر ملکی سرمایہ کاروں کی اتنی بڑے پیمانے پر شرکت کی بدولت کثیر نقد کی آمد ہوئی جس کے باعث پیداوار میں کمی ہوئی۔ نصف اول کے دوران تین سالہ بانڈز میں 221 بیسیس پوائنٹس (بی پی ایس) جبکہ طویل تر میعاد کے (دس سالہ) بانڈز میں تقریباً 300 بی پی ایس کی کمی ہوئی۔ اگرچہ اسٹیٹ بینک آف پاکستان (ایس بی پی) نے مذکورہ سہ ماہی میں منعقدہ تمام پالیسی اجلاسوں میں مستقبل قریب کی افراط زر کا حوالہ دیتے ہوئے پالیسی کی شرح کو غیر تبدیل شدہ رکھا لیکن

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



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INDEPENDENT AUDITORS' REVIEW REPORT

To the Participants of Alhamra Islamic Pension Fund

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Alhamra Islamic Pension Fund** (the Fund) as at **31 December 2019**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Participants' Sub-funds for the period then ended together with the notes forming part thereof (here-in-after referred to as the "interim financial statements"). Pension Fund Manager is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2019 and 31 December 2018 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2019.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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 interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

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



-: 2 :-

The engagement partner on the review resulting in this independent auditors' review report is
Shaikh Ahmed Salman.

Chartered Accountants

Date: 25 February 2020

Karachi

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2019

December 31, 2019 (Un-audited)					June 30, 2019 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)							
Assets								
Balances with banks	4 23,438,939	186,162,749	180,580,131	390,181,819	49,759,900	75,382,158	101,667,713	226,809,771
Investments	5 504,005,377	92,390,709	-	596,396,086	374,404,912	175,865,584	27,923,314	578,193,810
Dividend receivable	427,498	-	-	427,498	2,210,774	-	-	2,210,774
Profit receivable	321,305	3,164,833	1,969,604	5,455,742	297,628	5,338,271	1,277,393	6,913,292
Receivable against sale of investments	9,781,997	-	-	9,781,997	4,227,212	-	-	4,227,212
Advances, deposits and other receivables	2,820,779	276,114	226,379	3,323,272	2,817,302	330,869	266,717	3,414,888
Total assets	540,795,895	281,994,405	182,776,114	1,005,566,414	433,717,728	256,916,882	131,135,137	821,769,747
Liabilities								
Payable to the Pension Fund Manager	736,321	400,855	254,932	1,392,108	604,065	349,865	169,589	1,123,519
Payable to Trustee	73,743	40,176	25,501	139,420	60,411	35,032	16,957	112,400
Annual fee payable to the Securities and Exchange Commission of Pakistan	72,034	44,078	27,316	143,428	152,524	80,248	32,499	265,271
Accrued expenses and other liabilities	6 6,606,262	2,432,099	1,104,857	10,143,218	4,507,332	1,862,954	912,347	7,282,633
Total liabilities	7,488,360	2,917,208	1,412,606	11,818,174	5,324,332	2,328,099	1,131,392	8,783,823
Net assets	533,307,535	279,077,197	181,363,508	993,748,240	428,393,396	254,588,783	130,003,745	812,985,924
Participants' sub funds (as per condensed interim Statement of Movement in Participants' Sub-Funds)	<u>533,307,535</u>	<u>279,077,197</u>	<u>181,363,508</u>		<u>428,393,396</u>	<u>254,588,783</u>	<u>130,003,745</u>	
	----- (Number of units) -----				----- (Number of units) -----			
Number of units in issue	<u>1,041,310</u>	<u>1,262,545</u>	<u>901,370</u>		<u>1,029,464</u>	<u>1,212,101</u>	<u>677,931</u>	
	----- (Rupees) -----				----- (Rupees) -----			
Net assets value per unit	<u>512.15</u>	<u>221.04</u>	<u>201.21</u>		<u>416.13</u>	<u>210.04</u>	<u>191.77</u>	
Contingencies and commitments	7							

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

**For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)**



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

		Half year ended December 31, 2019				Half year ended December 31, 2018			
		Money				Money			
		Equity	Debt	Market		Equity	Debt	Market	
		Sub-Fund	Sub-Fund	Sub-Fund	Total	Sub-Fund	Sub-Fund	Sub-Fund	Total
Note		(Rupees)							
Income									
Investments at fair value through profit or loss:									
- Net capital gain / (loss)									
on sale of investments		7,257,451	-	-	7,257,451	(2,991,760)	-	-	(2,991,760)
- Dividend income		16,021,172	-	-	16,021,172	11,969,569	-	-	11,969,569
- Income from Government securities		-	3,225,294	-	3,225,294	-	2,772,839	1,154,483	3,927,322
- Income from sukuk certificates		-	2,806,491	-	2,806,491	-	1,136,965	-	1,136,965
- Income from commercial papers		-	344,547	76,545	421,092	-	637,165	117,250	754,415
- Unrealised gain / (loss) on									
revaluation of investments - net	5.1-5.3	78,557,773	338,812	-	78,896,585	(54,762,184)	(22,363)	(1,290)	(54,785,837)
Profit on bank accounts and other deposits		1,992,403	9,531,478	9,643,191	21,167,072	1,373,576	4,354,410	2,201,347	7,929,333
Total income / (loss)		103,828,799	16,246,622	9,719,736	129,795,157	(44,410,799)	8,879,016	3,471,790	(32,059,993)
Expenses									
Remuneration of Pension Fund Manager		3,245,284	1,975,660	1,231,700	6,452,644	3,578,096	1,813,142	689,453	6,080,691
Sindh sales tax on remuneration									
of Pension Fund Manager		421,927	256,834	160,121	838,882	465,152	235,708	89,629	790,489
Remuneration of Trustee		324,623	197,610	123,177	645,410	357,833	181,325	68,951	608,109
Sales tax on remuneration of Trustee		42,205	25,685	16,015	83,905	46,528	23,587	8,971	79,086
Annual fee - Securities and Exchange									
Commission of Pakistan (SECP)		72,059	44,103	27,341	143,503	76,933	39,013	14,834	130,780
Auditors' remuneration		132,836	81,382	50,597	264,815	148,905	71,239	25,020	245,164
Custody and settlement charges		195,134	3,390	3,390	201,914	220,447	3,390	4,520	228,357
Securities transaction cost		472,572	-	-	472,572	559,757	527	1,077	561,361
Provision for Sindh Workers' Welfare Fund		2,030,973	288,517	177,594	2,497,084	-	135,536	54,328	189,864
Bank charges		18,171	19,338	22,804	60,313	19,988	49,381	32,256	101,625
Donation and charity		341,609	-	-	341,609	142,911	-	-	142,911
Total expenses		7,297,393	2,892,519	1,812,739	12,002,651	5,616,550	2,552,848	989,039	9,158,437
Net income / (loss) from operating activities		96,531,406	13,354,103	7,906,997	117,792,506	(50,027,349)	6,326,168	2,482,751	(41,218,430)
Element of income and capital gains									
included in the prices of units sold									
less those in units redeemed - net		2,991,528	779,562	823,485	4,594,575	782,385	315,079	179,308	1,276,772
Net income / (loss) for the period before taxation		99,522,934	14,133,665	8,730,482	122,387,081	(49,244,964)	6,641,247	2,662,059	(39,941,658)
Taxation	8	-	-	-	-	-	-	-	-
Net income / (loss) for the period		99,522,934	14,133,665	8,730,482	122,387,081	(49,244,964)	6,641,247	2,662,059	(39,941,658)
Earnings / (losses) per unit	11								

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

**For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)**



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED DECEMBER 31, 2019

	Quarter ended December 31, 2019				Quarter ended December 31, 2018			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)							
Income								
Investments at fair value through profit or loss:								
- Net capital gain / (loss) on sale of investments	8,285,901	-	-	8,285,901	(4,148,346)	-	-	(4,148,346)
- Dividend income	8,786,751	-	-	8,786,751	6,074,721	-	-	6,074,721
- Income from Government securities	-	1,612,648	-	1,612,648	-	1,914,147	1,127,219	3,041,366
- Income from sukuk certificates	-	1,310,584	-	1,310,584	-	626,805	-	626,805
- Income from commercial papers	-	-	-	-	-	424,029	86,296	510,325
- Unrealised gain / (loss) on revaluation of investments - net	102,484,726	328,132	-	102,812,858	(43,441,102)	347,345	15,055	(43,078,702)
Profit on bank accounts and other deposits	982,326	5,194,110	5,259,769	11,436,205	872,628	1,979,204	768,888	3,620,720
Total income / (loss)	120,539,704	8,445,474	5,259,769	134,244,947	(40,642,099)	5,291,530	1,997,458	(33,353,111)
Expenses								
Remuneration of Pension Fund Manager	1,764,203	1,002,608	657,849	3,424,660	1,800,286	934,576	357,754	3,092,616
Sindh sales tax on remuneration of Pension Fund Manager	229,386	130,338	85,520	445,244	234,037	121,494	46,508	402,039
Remuneration of Trustee	176,507	100,345	65,788	342,640	180,043	93,463	35,778	309,284
Sales tax on remuneration of Trustee	22,944	13,041	8,551	44,536	23,406	12,161	4,649	40,216
Annual fee - Securities and Exchange Commission of Pakistan (SECP)	39,182	22,277	14,603	76,062	37,464	19,501	7,471	64,436
Auditors' remuneration	73,064	42,081	27,395	142,540	72,386	33,438	10,717	116,541
Custody and settlement charges	92,022	2,260	2,260	96,542	105,179	1,695	1,695	108,569
Securities transaction cost	297,629	-	-	297,629	221,122	527	1,077	222,726
Provision for Sindh Workers' Welfare Fund	2,030,973	157,822	93,447	2,282,242	-	82,580	32,247	114,827
Bank charges	10,390	12,070	12,159	34,619	9,499	37,012	27,154	73,665
Donation and charity	165,117	-	-	165,117	90,314	-	-	90,314
Total expenses	4,901,417	1,482,842	967,572	7,351,831	2,773,736	1,336,447	525,050	4,635,233
Net income / (loss) from operating activities	115,638,287	6,962,632	4,292,197	126,893,116	(43,415,835)	3,955,083	1,472,408	(37,988,344)
Element of income / (losses) and capital gains / (losses) included in the prices of units sold less those in units redeemed - net	2,027,756	639,617	288,537	2,955,910	229,796	100,008	107,474	437,278
Net income / (loss) for the period before taxation	117,666,043	7,602,249	4,580,734	129,849,026	(43,186,039)	4,055,091	1,579,882	(37,551,066)
Taxation	8	-	-	-	-	-	-	-
Net income / (loss) for the period	117,666,043	7,602,249	4,580,734	129,849,026	(43,186,039)	4,055,091	1,579,882	(37,551,066)
Earnings / (losses) per unit	11							

For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half year ended December 31, 2019				Half year ended December 31, 2018			
	Equity	Debt	Money		Equity	Debt	Money	
	Sub-Fund	Sub-Fund	Market	Total	Sub-Fund	Sub-Fund	Market	Total
			Sub-Fund				Sub-Fund	
	(Rupees)							
Net income / (loss) for the period after taxation	99,522,934	14,133,665	8,730,482	122,387,081	(49,244,964)	6,641,247	2,662,059	(39,941,658)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>99,522,934</u>	<u>14,133,665</u>	<u>8,730,482</u>	<u>122,387,081</u>	<u>(49,244,964)</u>	<u>6,641,247</u>	<u>2,662,059</u>	<u>(39,941,658)</u>

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED DECEMBER 31, 2019

	Quarter ended December 31, 2019				Quarter ended December 31, 2018			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----							
Net income / (loss) for the period after taxation	117,666,043	7,602,249	4,580,734	129,849,026	(43,186,039)	4,055,091	1,579,882	(37,551,066)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	117,666,043	7,602,249	4,580,734	129,849,026	(43,186,039)	4,055,091	1,579,882	(37,551,066)

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half year ended December 31, 2019				Half year ended December 31, 2018			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)							
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income / (loss) before taxation	99,522,934	14,133,665	8,730,482	122,387,081	(49,244,964)	6,641,247	2,662,059	(39,941,658)
Adjustments for non cash items:								
Net capital gain / (loss) on sale of investments at fair value through profit or loss	(7,257,451)	-	-	(7,257,451)	2,991,760	-	-	2,991,760
Unrealised gain / (loss) on revaluation of investments - 'at fair value through profit or loss - net	(78,557,773)	(338,812)	-	(78,896,585)	54,762,184	22,363	1,290	54,785,837
Element of income and capital gains included in prices of units issued less those redeemed	(2,991,528)	(779,562)	(823,485)	(4,594,575)	(782,385)	(315,079)	(179,308)	(1,276,772)
	(88,806,752)	(1,118,374)	(823,485)	(90,748,611)	56,971,559	(292,716)	(178,018)	56,500,825
(Increase) / decrease in assets								
Investments	(43,785,241)	83,813,687	27,923,314	67,951,760	(68,567,034)	(43,597,436)	(3,937,660)	(116,102,130)
Dividend receivable	1,783,276	-	-	1,783,276	(681,149)	-	-	(681,149)
Profit receivable	(23,677)	2,173,438	(692,211)	1,457,550	(75,608)	(1,884,631)	35,365	(1,924,874)
Receivable against sale of investments	(5,554,785)	-	-	(5,554,785)	(1,239,997)	-	-	-
Advances, deposits and other receivables	(3,477)	54,755	40,338	91,616	(1,437)	(49,875)	(99,999)	(1,391,308)
	(47,583,904)	86,041,880	27,271,441	65,729,417	(70,565,225)	(45,531,942)	(4,002,294)	(120,099,461)
Increase / (decrease) in liabilities								
Payable to the Pension Fund Manager	132,256	50,990	85,343	268,589	22,256	51,136	18,511	91,903
Payable to Trustee	13,332	5,144	8,544	27,020	2,260	5,137	1,864	9,261
Annual fee - Securities and Exchange Commission of Pakistan (SECP)	(80,490)	(36,170)	(5,183)	(121,843)	(65,219)	(31,787)	(11,216)	(108,222)
Accrued expenses and other liabilities	2,098,930	569,145	192,510	2,860,585	(349,628)	55,533	19,127	(274,968)
	2,164,028	589,109	281,214	3,034,351	(390,331)	80,019	28,286	(282,026)
Net cash (used in) / generated from operating activities	(34,703,694)	99,646,280	35,459,652	100,402,238	(63,228,961)	(39,103,392)	(1,489,967)	(103,822,320)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipt from issuance of units	86,698,033	76,546,329	85,274,786	248,519,148	66,493,534	46,790,108	20,128,167	133,411,809
Payments on redemption of units	(78,315,300)	(65,412,018)	(41,822,020)	(185,549,338)	(24,492,281)	(30,929,485)	(15,956,679)	(71,378,445)
Net cash generated from financing activities	8,382,733	11,134,311	43,452,766	62,969,810	42,001,253	15,860,623	4,171,488	62,033,364
Net (decrease) / increase in cash and cash equivalents	(26,320,961)	110,780,591	78,912,418	163,372,048	(21,227,708)	(23,242,769)	2,681,521	(41,788,956)
Cash and cash equivalents at beginning of the period	49,759,900	75,382,158	101,667,713	226,809,771	52,084,953	142,025,719	88,198,559	282,309,231
Cash and cash equivalents at end of the period	<u>23,438,939</u>	<u>186,162,749</u>	<u>180,580,131</u>	<u>390,181,819</u>	<u>30,857,245</u>	<u>118,782,950</u>	<u>90,880,080</u>	<u>240,520,275</u>

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

**For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)**


Chief Executive Officer


Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half year ended December 31, 2019				Half year ended December 31, 2018			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
					(Rupees)			
Net assets at the beginning of period	428,393,396	254,588,783	130,003,745	812,985,924	455,134,563	228,728,846	89,904,901	773,768,310
Amount received on issue of units	86,698,033	76,546,329	85,274,786	248,519,148	66,493,534	46,790,108	20,128,167	133,411,809
Amount paid on redemption of units	(78,315,300)	(65,412,018)	(41,822,020)	(185,549,338)	(24,492,281)	(30,929,485)	(15,956,679)	(71,378,445)
	8,382,733	11,134,311	43,452,766	62,969,810	42,001,253	15,860,623	4,171,488	62,033,364
Element of income and capital gains included in prices of units issued less those in units redeemed - net	(2,991,528)	(779,562)	(823,485)	(4,594,575)	(782,385)	(315,079)	(179,308)	(1,276,772)
Net income / (loss) for the period	99,522,934	14,133,665	8,730,482	122,387,081	(49,244,964)	6,641,247	2,662,059	(39,941,658)
Net assets at the end of period	533,307,535	279,077,197	181,363,508	993,748,240	447,108,467	250,915,637	96,559,140	794,583,244

The annexed notes from 1 to 15 form an integral part of these interim financial statements.

For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** The Alhamra Islamic Pension Fund (the Fund) was established under a Trust Deed executed between MCB-Arif Habib Savings and Investments Limited as Pension Fund Manager and Muslim Commercial Financial Services (Private) Limited (MCFSL) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 24, 2007 and was executed on June 04, 2007 under the Voluntary Pension System Rules, 2005 (the VPS Rules). Habib Metropolitan Bank Limited (HMBL) was appointed as the new Trustee in place of MCFSL through a revised Trust Deed dated June 16, 2011 which was approved by SECP on July 07, 2011. Central Depository Company of Pakistan Limited was appointed as the new Trustee in place of HMBL through a revised Trust Deed dated July 21, 2014 which was approved by SECP on July 23, 2014.
- 1.2** The Fund is an open-end pension fund consisting of three sub-funds namely; Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any sub-fund purchased out of contributions depends on the Allocation Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.
- 1.3** MCB-Arif Habib Savings and Investments Limited has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager has been changed from 24th Floor, Centrepont, Off Shaheed-e-Millat Expressway, Near K.P.T. Interchange, Karachi, Pakistan to Adamjee House, MCB-AH Savings, 2nd Floor, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.4** Pakistan Credit Rating Agency (PACRA) Limited has assigned Management quality rating of 'AM2++' dated October 08, 2019 to the Pension Fund Manager.
- 1.5** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- the requirements of the Trust Deed, voluntary pension system Rules, 2005 (VPS Rules) and the directives issued by the SECP.

Wherever the requirements of the Trust Deed, the VPS Rules or the directives issued by the SECP differ with the requirements of IAS 34. The requirements of the Trust Deed, the VPS Rules (2005) or the requirements of the said directives prevail.

- 2.2** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended June 30, 2019.
- 2.3** These condensed interim financial statements are un-audited but subject to limited scope review by the auditors. Figures for the quarters ended December 31, 2019 and December 31, 2018 as reported in these interim financial statements have not been subject to limited scope review by the external auditors.
- 2.4** These condensed interim financial statements are presented in Pakistani Rupee, which is the functional and presentation currency of the Fund.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

June 30, 2019 (Audited)			
Equity	Debt	Money	
Sub-Fund	Sub-Fund	Market	
		Sub-Fund	Total
----- (Rupees) -----			
Current accounts	194,988	-	194,988
Savings accounts	49,564,912	75,382,158	101,667,713
	49,759,900	75,382,158	101,667,713
			226,809,771

- 4.1 These carry interest at the rates of ranging from 11.25% to 14.25% (June 30, 2019: 10.00% to 13.50%) per annum. These include a balance of Rs.20,713 (June 30, 2019: Rs.10,544) in Equity Sub-Fund and Rs.345,538 (June 30, 2019: Rs.10,564) in Debt Sub-Fund, held with MCB Islamic Bank Limited, a related party.

December 31, 2019 (Un-audited)			
Equity	Debt	Money	
Sub-Fund	Sub-Fund	Market	
		Sub-Fund	Total
----- (Rupees) -----			
Note			

5. INVESTMENTS

At fair value through profit or loss

Listed equity securities	5.1	504,005,377	-	-	504,005,377
GoP Ijarah Sukuk Bonds	5.2	-	69,300,028	-	69,300,028
Debt securities - Sukuks	5.3	-	23,090,681	-	23,090,681
Commercial paper	5.4	-	-	-	-
Term deposit receipt	5.5	-	-	-	-
		504,005,377	92,390,709	-	596,396,086

	June 30, 2019 (Audited)			
	Equity	Debt	Money	
	Sub-Fund	Sub-Fund	Market	
	Sub-Fund	Sub-Fund	Sub-Fund	Total
	----- (Rupees) -----			
At fair value through profit or loss				
Listed equity securities	374,404,912	-	-	374,404,912
GoP Ijarah Sukuk Bonds	-	67,270,000	-	67,270,000
Debt securities - Sukuks	-	42,940,158	-	42,940,158
Commercial papers	-	17,655,426	3,923,314	21,578,740
Term deposit receipt	-	48,000,000	24,000,000	72,000,000
	374,404,912	175,865,584	27,923,314	578,193,810

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

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

Equity Sub-Fund

Name of the Investee Company	(Number of shares)					As at December 31, 2019			Market value as a % of net assets of the sub-fund	% of paid-up capital of the investee company
	As at July 01, 2019	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2019	Carrying value	Market value	Unrealised gain / (loss)		
										(%)
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise										
Automobile assembler										
HinoPak Motors Limited	190	-	-	190	-	-	-	-	0.00%	0.00%
Millat tractors Limited	-	7,000	-	-	7,000	4,846,150	4,930,940	84,790	0.92%	0.01%
						4,846,150	4,930,940	84,790	0.92%	0.01%
Automobile parts and accessories										
Atlas Battery Limited	14,560	-	-	14,560	-	-	-	-	0.00%	0.00%
Agriauto Industries Limited *	18,900	-	-	-	18,900	3,779,244	3,780,000	756	0.71%	0.13%
						3,779,244	3,780,000	756	0.71%	0.13%
Cement										
Kohat Cement Company Limited	91,000	-	-	-	91,000	4,780,230	7,043,400	2,263,170	1.32%	0.05%
Lucky Cement Limited	27,750	44,700	-	-	72,450	27,745,322	31,037,580	3,292,258	5.82%	0.02%
Maple Leaf Cement Factory Limited	150,000	480,000	212,500	150,001	692,499	10,837,332	16,024,427	5,187,095	3.00%	0.12%
Bestway Cement Limited	-	27,200	-	-	27,500	2,966,246	3,121,250	155,004	0.59%	0.00%
						46,329,130	57,226,657	10,897,527	10.73%	0.19%
Commercial banks										
Meezan Bank Limited	183,685	50,000	-	-	233,685	20,159,795	22,230,454	2,070,659	4.17%	0.02%
Engineering										
International Industries Limited	48,400	-	4,840	48,000	5,240	367,133	580,802	213,669	0.11%	0.00%
Fertilizer										
Engro Fertilizers Limited	497,500	110,000	-	457,500	150,000	9,645,735	11,014,500	1,368,765	2.07%	0.01%
Engro Corporation Limited	129,690	55,200	-	47,000	137,890	38,815,412	47,606,272	8,790,860	8.93%	0.02%
						48,461,147	58,620,772	10,159,625	11.00%	0.03%
Glass and ceramics										
Shabbir Tiles & Ceramics Limited	200,000	-	-	200,000	-	-	-	-	0.00%	0.00%
Tariq Glass Industries Limited	119,500	23,500	-	-	143,000	10,989,536	15,301,000	4,311,464	2.87%	0.19%
						10,989,536	15,301,000	4,311,464	2.87%	0.19%
Oil and gas exploration companies										
Mari Petroleum Company Limited	18	15,300	230	18	15,530	19,261,895	20,345,853	1,083,958	3.82%	0.01%
Oil and Gas Development Company Limited	291,000	37,100	-	6,600	321,500	42,264,904	45,755,880	3,490,976	8.58%	0.01%
Pakistan Oilfields Limited	64,560	32,000	-	1,300	95,260	38,726,114	42,554,547	3,828,433	7.98%	0.03%
Pakistan Petroleum Limited	242,788	66,800	55,917	68,000	297,505	35,612,063	40,799,836	5,187,773	7.65%	0.01%
						135,864,976	149,456,116	13,591,140	28.03%	0.06%
Oil and gas marketing companies										
Sui Northern Gas Pipeline Limited	265,500	67,000	-	-	332,500	22,705,627	25,326,525	2,620,898	4.75%	0.05%
Pakistan State Oil Company Limited	43,200	-	8,640	-	51,840	7,328,014	9,934,618	2,606,604	1.86%	0.01%
Attock Petroleum Limited	4,000	10,500	-	-	14,500	4,422,513	5,362,100	939,587	1.01%	0.01%
						34,456,154	40,623,243	6,167,089	7.62%	0.07%

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Name of the Investee Company	(Number of shares)					As at December 31, 2019			Market value as a % of net assets of the sub-fund	% of paid-up capital of the investee company
	As at July 01, 2019	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2019	Carrying value	Market value	Unrealised gain / (loss)		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise										
Paper and board										
Century Paper & Board Mills Limited	111,500			111,500	-	-	-	-	0.00%	0.00%
Cherat Packaging Limited	6,361			6,361	-	-	-	-	0.00%	0.00%
Packages Limited	50			50	-	-	-	-	0.00%	0.00%
Security Papers Limited	-	20,000	-	-	20,000	2,413,980	2,290,000	(123,980)	0.43%	0.03%
Pharmaceuticals						2,413,980	2,290,000	(123,980)	0.43%	0.03%
AGP Limited	68,661	36,000	-	-	104,661	8,036,060	10,398,070	2,362,010	1.95%	0.04%
IBL HealthCare Limited	5,507	-	-	4,767	740	24,790	55,352	30,562	0.01%	0.00%
Abbott Laboratories (Pakistan) Limited	-	24,000	-	-	24,000	9,436,159	10,722,720	1,286,561	2.01%	0.02%
The Searle Company Limited	16,786	-	-	16,000	786	115,196	148,350	33,154	0.03%	0.00%
						17,612,205	21,324,492	3,712,287	4.00%	0.06%
Power generation and distribution										
The Hub Power Company Limited	570,003	110,000	-	270,000	410,003	32,093,108	38,273,780	6,180,672	7.18%	0.03%
Textile composite										
Kohinoor Mills Limited	105,470	-	-	-	105,470	2,642,024	4,120,713	1,478,689	0.77%	0.04%
Miscellaneous										
Shifa International Hospitals Limited	51	-	-	51	-	-	-	-	0.00%	0.00%
Food and personal care products										
Al Shaheer Corporation Limited	7,000	-	-	7,000	-	-	-	-	0.00%	0.00%
National Foods Limited *	40,800	-	8,160	-	48,960	7,513,730	10,869,610	3,355,880	2.04%	0.07%
Nestle Pakistan Limited	240	-	-	-	240	1,600,049	1,932,000	331,951	0.36%	0.00%
						9,113,779	12,801,610	3,687,831	2.40%	0.07%
Chemical										
Engro Polymer & Chemicals Limited	606,828	156,000	-	-	762,828	20,543,568	25,333,518	4,789,950	4.75%	0.08%
Archroma Pakistan Limited	9,500	-	-	-	9,500	4,513,885	5,842,500	1,328,615	1.10%	0.03%
Ghani Gases Limited	120,750	-	-	120,750	-	-	-	-	0.00%	0.00%
Lotte Chemical Pakistan Limited	290,000	275,000	-	565,000	-	-	-	-	0.00%	0.00%
						25,057,453	31,176,018	6,118,565	5.85%	0.11%
Cable and electric good										
Pak Elektron Limited	300,000	-	-	-	300,000	6,006,000	8,121,000	2,115,000	1.52%	0.06%
Sugar and allied industries										
Faran Sugar Mills Limited	33,500	-	-	-	33,500	1,360,100	2,542,985	1,182,885	0.48%	0.13%
Technology and communications										
Avanceon Limited	2,520	-	-	-	2,520	123,581	94,626	(28,955)	0.02%	0.00%
Systems Limited	181,500	-	-	10,000	171,500	16,458,855	21,317,450	4,858,595	4.00%	0.14%
Pakistan Telecommunication Company Limited	239,000	-	-	-	239,000	1,976,530	2,237,040	260,510	0.42%	0.01%
						18,558,966	23,649,116	5,090,150	4.44%	0.15%

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Name of the Investee Company	(Number of shares)				As at December 31, 2019			Market value as a % of net assets of the sub-fund	% of paid-up capital of the investee company
	As at July 01, 2019	Purchased during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2019	Carrying value	Market value		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise									
Leather and tanneries									
Bata Pakistan Limited	2,820	-	-	-	2,820	3,892,474	5,620,429	1,727,955	1.05%
Textile spinning									
Tata Textile Mills Limited	54,500	-	-	-	54,500	1,444,250	1,335,250	(109,000)	0.25%
Total as at December 31, 2019 (Un-Audited)									
						425,447,604	504,005,377	78,557,773	
						470,328,992	374,404,912	(95,924,082)	
Total as at June 30, 2019 (Audited)									

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

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

	(Un-audited) December 31, 2019 ---- (Number of shares) ----	(Audited) June 30, 2019	(Un-audited) December 31, 2019 ---- (Rupees) ----	(Audited) June 30, 2019
Pakistan Petroleum Limited	25,000	25,000	3,428,500	3,610,750
The Hub Power Company Limited	65,484	65,484	6,112,931	5,156,874
	<u>90,484</u>	<u>90,484</u>	<u>9,541,431</u>	<u>8,767,624</u>

5.1.2 There is no change in the status of matter related to bonus shares as reported in note 6.1.2 to the annual financial statements of the Fund for the year ended June 30, 2019. As at December 31, 2019, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs.188,871 (June 30, 2019: Rs.177,536).

5.2 GoP Ijarah Sukuk Bonds - at fair value through profit or loss

Debt Sub-Fund

Name of security	Issue date	Maturity date	Face value				Balance as at December 31, 2019			Market value as a % of net asset of the sub fund
			As at July 01, 2019	Purchased during the period	Sold during the period	As at December 31, 2019	Carrying value	Market value	Unrealised gain / (loss)	
GoP Ijarah Sukuk - 3 years	30-Jun-17	30-Jun-20	70,000,000	-	-	70,000,000	68,646,246	69,300,028	653,782	24.83%
Total as at December 31, 2019 (Un-audited)							68,646,246	69,300,028	653,782	24.83%
Total as at June 30, 2019 (Audited)							69,622,615	67,270,000	(2,352,615)	

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

5.3 Debt securities - Sukuks - at fair value through profit or loss

Debt Sub-Fund

Name of security	Issue date	Number of certificates				Balance as at December 31, 2019		Market value as % of net assets of sub-funds
		As at July 01, 2019	Purchased during the period	Matured during the period	As at December 31, 2019	Carrying Value	Unrealised gain / (loss)	
(Rupees)								
Aspin Pharma (Private) Limited	30-Nov-17	50	-	-	50	3,949,736	3,955,888	1.42%
Dubai Islamic Bank Pakistan Limited	14-Jul-17	5	-	-	5	5,093,520	5,005,000	1.79%
Ghani Gases Limited	2-Feb-17	40	-	-	40	2,171,760	1,950,000	0.70%
International Brand (Private) Limited	15-Nov-17	50	-	-	50	4,190,827	4,222,585	1.51%
The HUB Power Company Limited	27-Feb-19	3,600	-	3,600	-	-	-	0.00%
Meezan Bank Limited	22-Sep-16	8	-	-	8	7,999,808	7,957,208	2.85%
Total as at December 31, 2019 (Un-audited)						23,405,651	23,090,681	8.27%
Total as at June 30, 2019 (Audited)						43,180,741	42,940,158	(240,583)

5.3.1 Significant terms and conditions of sukuk outstanding at the period end are as follows:

Name of security	Number of certificates	Face / redemption value (Rupees)		Interest rate per annum	Maturity	Secured / unsecured	Rating
		Per certificate	Total				
Un-listed							
Aspin Pharma (Pvt) Limited	50	80,000	4,000,000	3M KIBOR + 1.50%	30-Nov-23	Secured	A
Dubai Islamic Bank Pakistan Limited	5	1,000,000	5,000,000	6M KIBOR + 0.50%	14-Jul-27	Unsecured	AA-
Ghani Gases Limited	40	54,167	2,166,680	3M KIBOR + 1.00%	2-Feb-23	Secured	A-
International Brand (Private) Limited	50	85,571	4,278,550	12M KIBOR + 0.50%	15-Nov-21	Unsecured	AA
Listed							
Meezan Bank Limited	8	1,000,000	8,000,000	6M KIBOR + 0.50%	22-Sep-26	Unsecured	AA

5.4 Commercial paper - at fair value through profit and loss

Debt Sub-Fund

K-Electric Limited II

Money Market Sub-Fund

K-Electric Limited II

(Un-audited) December 31, 2019	(Audited) June 30, 2019
-	17,655,426
-	3,923,314

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

5.5 Term deposit receipt - at fair value through profit and loss

Debt Sub-Fund

Name of the investee company	Rate of return per annum	Maturity	Rating	Face value				Face value as percentage of net assets	Face value as percentage of total investment (%)
				As at July 01, 2019	Purchased during the year	Matured during the year	As at December 31, 2019		
Bank Islami Pakistan Limited	13.30%	July 29, 2019	A+/A1	48,000,000	-	48,000,000	-	0.00%	0.00%
Total as at June 30, 2019 (Audited)				-	48,000,000	-	48,000,000		

Money Market Sub-Fund

Name of the investee company	Rate of return per annum	Maturity	Rating	Face value				Face value as percentage of net assets	Face value as percentage of total investment (%)
				As at July 01, 2019	Purchased during the year	Matured during the year	As at December 31, 2019		
Bank Islami Pakistan Limited	13.30%	July 29, 2019	A+/A1	24,000,000	-	24,000,000	-	0.00%	0.00%
Bank Islami Pakistan Limited	13.00%	Oct 07, 2019	A+/A1	-	32,000,000	32,000,000	-	0.00%	0.00%
Bank Islami Pakistan Limited	13.30%	Sept 06, 2019	A+/A1	-	25,000,000	25,000,000	-	0.00%	0.00%
Total as at December 31, 2019 (Un-audited)				24,000,000	57,000,000	81,000,000	-	0.00%	0.00%
Total as at June 30, 2019 (Audited)				-	24,000,000	-	24,000,000		

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

		December 31, 2019 (Un-audited)			
		Equity	Debt	Money	
		Sub-Fund	Sub-Fund	Market	Total
		(Rupees)			
6.	ACCRUED EXPENSES AND OTHER LIABILITIES	Note			
	Provision for Federal Excise Duty on remuneration of Pension Fund Manager	6.1	1,450,564	1,031,540	548,228
	Donation / charity payable		341,608	-	-
	Auditors' remuneration		164,391	97,565	57,352
	Withholding tax payable		31,276	4,719	1,015
	Provision for Sindh Workers' Welfare Fund	6.2	4,381,662	1,014,553	497,628
	Brokerage payable		236,761	-	-
	Other payable		-	283,722	634
			6,606,262	2,432,099	1,104,857
					10,143,218
		June 30, 2019 (Audited)			
			Equity	Debt	Money
			Sub-Fund	Sub-Fund	Market
			(Rupees)		
	Provision for Federal Excise Duty on remuneration of Pension Fund Manager		1,450,564	1,031,540	548,228
	Donation / charity payable		339,634	-	-
	Auditors' remuneration		203,544	104,381	43,569
	Withholding tax payable		135,143	997	516
	Provision for Sindh Workers' Welfare Fund		2,350,689	726,036	320,034
	Brokerage payable		27,758	-	-
			4,507,332	1,862,954	912,347
					7,282,633

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

There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty, as reported in note 12.1 to the annual financial statements of the Fund for the year ended June 30, 2019. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.1.39 per unit in respect of Equity Sub-Fund, Re.0.82 per unit in respect of Debt Sub-Fund and Re.0.61 per unit in respect of Money Market Sub-Fund as at December 31, 2019 (June 30, 2019: Rs.1.41 per unit in respect of Equity Sub-Fund, Re.0.85 per unit in respect of Debt Sub-Fund and Re.0.80 per unit in respect of Money Market Sub-Fund).

6.2 Provision for Sindh Workers' Welfare Fund

There is no change in the status of the SWWF as reported in note 12.2 to the annual financial statements of the Fund for the year ended June 30, 2019. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.4.21 per unit in respect of Equity Sub-Fund, Re.0.81 per unit in respect of Debt Sub-Fund and Re.0.55 per unit in respect of Money Market Sub-Fund as at December 31, 2019 (June 30, 2019: Rs.2.29 per unit in respect of Equity Sub-Fund, Re.0.60 per unit in respect of Debt Sub-Fund and Re.0.47 per unit in respect of Money Market Sub-Fund).

7. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2019 (June 30, 2019: Nil).

8. TAXATION

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

9. CONTRIBUTION TABLE

December 31, 2019 (Un-audited)								
Individuals:	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Issuance of units	196,435	86,698,033	354,451	76,546,329	435,375	85,274,786	986,261	248,519,148
Redemption of units	(184,589)	(78,315,300)	(304,007)	(65,412,018)	(211,936)	(41,822,020)	(700,532)	(185,549,338)

December 31, 2018 (Un-audited)								
Individuals:	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Issuance of units	130,314	66,493,534	232,652	46,790,108	110,748	20,128,167	473,714	133,411,809
Redemption of units	(50,080)	(24,492,281)	(153,785)	(30,929,485)	(88,059)	(15,956,679)	(291,924)	(71,378,445)

10. NUMBER OF UNITS IN ISSUE

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

December 31, 2019 (Unaudited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
----- (Number of units) -----			
1,029,464	1,212,101	677,931	
196,435	354,451	435,375	
(184,589)	(304,007)	(211,936)	
1,041,310	1,262,545	901,370	

June 30, 2019 (Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
----- (Number of units) -----			
886,195	1,147,018	499,903	
281,995	492,012	366,820	
(138,726)	(426,929)	(188,792)	
1,029,464	1,212,101	677,931	

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

11. EARNINGS / (LOSSES) PER UNIT

Earnings / (losses) per unit (EPU) has not been disclosed as in the opinion of the management determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

12. TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

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

Half year ended December 31, 2019 (Un-audited)				
12.1 Transactions during the year:	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
MCB Arif Habib Savings and Investments Limited - Pension Fund Manager				
Remuneration (include indirect taxes)	3,667,211	2,232,494	1,391,821	7,291,526

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Central Depository Company of Pakistan Limited - Trustee

Remuneration (include indirect taxes)	366,828	223,295	139,192	729,315
Settlement charges	195,134	3,390	3,390	201,914

MCB Islamic Bank Limited

Profit on bank deposits	-	190,516	-	190,516
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Arif Habib Limited - Brokerage House

Brokerage expense*	17,550	-	-	17,550
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Next Capital Limited - Brokerage House

Brokerage expense*	5,384	-	-	5,384
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Half year ended December 31, 2018 (Un-audited)

	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
MCB Arif Habib Savings and Investments Limited - Pension Fund Manager				
Remuneration (include indirect taxes)	4,043,248	2,048,850	779,082	6,871,180
Central Depository Company of Pakistan Limited - Trustee				
Remuneration (include indirect taxes)	404,361	204,912	77,922	687,195
Arif Habib Limited - Brokerage House				
Brokerage expense*	40,603	-	-	40,603
Next Capital Limited - Brokerage House				
Brokerage expense*	9,922	-	-	9,922

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

December 31, 2019 (Un-audited)

12.2 Balances outstanding at year end:

MCB Arif Habib Savings and Investments Limited - Pension Fund Manager *

Remuneration payable	651,720	354,739	225,604	1,232,063
Sindh sales tax payable on remuneration	84,601	46,116	29,328	160,045
Investment in seed capital of				
- Equity Sub-Fund: 305,160 (June 2019: 305,160) units	156,287,694	-	-	156,287,694
- Debt Sub-Fund: 289,051 (June 2019: 289,051) units	-	63,891,833	-	63,891,833
- Money Market Sub-Fund: 281,918 (June 2019: 218,918) units	-	-	56,724,721	56,724,721

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	65,231	35,563	22,570	123,364
Sindh sales tax payable on remuneration	8,512	4,613	2,931	16,056
Security deposit	201,000	200,000	200,000	601,000

MCB Islamic Bank Limited

Bank balance	20,713	345,538	-	366,251
Profit receivable on bank balance	-	83,346	-	83,346

Arif Habib Limited - Brokerage House

Brokerage payable*	16,673	-	-	16,673
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Next Capital Limited - Brokerage House

Brokerage payable*	5,384	-	-	5,384
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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

June 30, 2019 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
MCB Arif Habib Savings and Investments Limited - Pension Fund Manager *				
Remuneration payable	534,715	309,614	150,078	994,407
Sindh sales tax payable on remuneration	69,350	40,251	19,511	129,112
Investment in seed capital of				
- Equity Sub-Fund: 305,160 (June 2018: 305,160) units	126,986,231	-	-	126,986,231
- Debt Sub-Fund: 289,051 (June 2018: 289,051) units	-	60,712,272	-	60,712,272
- Money Market Sub-Fund: 281,918 (June 2018: 218,918) units	-	-	54,063,415	54,063,415
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable	53,436	31,006	15,010	99,452
Sindh sales tax payable on remuneration	6,975	4,026	1,947	12,948
Security deposit	201,000	200,000	200,000	601,000
MCB Islamic Bank Limited				
Bank balance	10,544	10,564	-	21,108

For the half year ended December 31, 2019 (Un-audited)								
12.3	Participant Fund	As at July 01, 2019	Issued for cash	Redeemed	As at December 31, 2019	As at July 01, 2019	Issued for cash	As at December 31, 2019
		(Units)				(Rupees)		
	Key management personnel							
	Equity Sub-Fund	49,370	16,344	(19,460)	46,254	20,544,338	6,480,299	23,688,986
	Debt Sub-Fund	9,879	3,083	(4,273)	8,689	2,074,985	661,802	1,920,617
	Money Market Sub-Fund	737	9,422	(7,999)	2,160	141,334	1,830,870	434,614
For the half year ended December 31, 2018 (Un-audited)								
		As at July 01, 2018	Issued for cash	Redeemed	As at December 31, 2018	As at July 01, 2018	Issued for cash	As at December 31, 2018
		(Units)				(Rupees)		
	Key management personnel							
	Equity Sub-Fund	21,070	14,099	(4,415)	30,754	10,821,191	7,089,716	17,810,256
	Debt Sub-Fund	10,211	3,600	(1,488)	12,323	2,036,194	727,511	2,151,842
	Money Market Sub-Fund	725	9,214	(9,414)	525	130,387	1,678,259	79,375

* The unit holder also holds 10% or more of the units in the Sub-Funds.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

The following table shows financial instruments recognized at fair value, analyzed between those whose fair value is based on:

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

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

As at December 31, 2019 and June 30, 2019, the Fund held the following instruments measured at fair values:

	Note	Level 1	Level 2	Level 3	Total
		(Rupees in '000)			
<u>December 31, 2019 (Un-audited)</u>					
Equity Sub-Fund					
Listed equity securities		504,005,377	-	-	504,005,377
Debt Sub-Fund					
GoP Ijarah Sukuk Bonds	13.1	-	69,300,028	-	69,300,028
Debt securities - Sukuks	13.1	-	23,090,681	-	23,090,681
		504,005,377	92,390,709	-	596,396,086
<u>June 30, 2019 (Audited)</u>					
Equity Sub-Fund					
Listed equity securities		374,404,912	-	-	374,404,912
Debt Sub-Fund					
GoP Ijarah Sukuk Bonds		-	67,270,000	-	67,270,000
Debt securities - Sukuks		-	42,940,158	-	42,940,158
Term deposit receipt		-	-	48,000,000	48,000,000
Commercial paper		-	-	17,655,426	17,655,426
Money Market Sub-Fund					
GoP Ijarah Sukuk Bonds		-	-	-	-
Term deposit receipt		-	-	24,000,000	24,000,000
Commercial paper		-	-	3,923,314	3,923,314
		374,404,912	110,210,158	93,578,740	578,193,810

During the period ended December 31, 2019, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

- 13.1** Investments in GoP Ijarah sukuk bonds and sukuks, issued by the Government of Pakistan or a company or a body corporate for the purpose of raising funds in the form of redeemable capital, are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
- 13.2** The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.
- 14. GENERAL**
- 14.1** Figures have been rounded off to the nearest thousand rupee unless otherwise stated.
- 14.2** Certain prior year's figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current period. However, there are material re-arrangements / re-classifications to report.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

15. DATE OF AUTHORISATION FOR ISSUE

These interim financial statements were authorised for issue on February 21, 2020 by the Board of Directors of the Pension Fund Manager.

For MCB-Arif Habib Savings and Investments Limited
(Pension Fund Manager)



Chief Executive Officer



Director



MCB-Arif Habib Savings and Investments Limited

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