



MCB FUNDS
Investments for Life

ANNUAL REPORT 2024

MCB Investment Management Limited



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Vision

“To be the most coveted Savings and Investment company,
while leading the effort to make the saving
population and industry grow”

Mission

“To be the preferred Savings and Investment Manager in Pakistan
by being best in class in customer services
and maximizing stakeholders’ value”

Core Values

HONESTY

We ensure to build trust through responsible actions and honest
relationships with our colleagues, customers and stakeholders

INTEGRITY

We work with integrity in everything we do, and embody our principles
when working with stakeholders as well as internal and external customers.
We assure to promote the integrity for the ultimate benefit for everyone

ETHICS

As a trusted custodian of customer funds, we are committed to
conforming to the highest level of ethical standards in the workplace
that involves putting customer interest first and maintaining
our stakeholders trust in the Company

PROFESSIONALISM

We value everyone and treat our external and internal
customers and our stakeholders with respect, dignity and professionalism

COMPANY INFORMATION

Board of Directors	Mr. Haroun Rashid Mr. Shoaib Mumtaz Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Mr. Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Mr. Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Mr. Shoaib Mumtaz Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating & Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Ahmad Faisal	
Share Registrar	CDC Share Registrar Services Limited 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.cdcsrsl.com	
Bankers	MCB Bank Limited Bank Al-Falah Limited Faysal Bank Limited MCB Islamic Bank Limited Bank Makramah Limited Askari Bank Limited	
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	Akhund Forbes D-21, Block-4, Scheme-5 Clifton, Karachi 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	
Registered Office	MCB Investment Management Limited 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi.	

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that an Annual General Meeting (AGM) of **MCB Investment Management Limited** will be held on **Monday, 28th October, 2024 at 11:30 am at Sapphire Hall, Ramada Creek, Zulfiqar Street 1, DHA Phase VIII, Karachi, Pakistan**, as well as through electronic means/ Video link facility to transact the following businesses:

Ordinary Businesses:

1. To confirm the minutes of the last AGM General Meeting held on October 23, 2023.
2. To receive, consider and adopt the Annual Audited Financial Statements of the Company for the year ended June 30, 2024 together with Directors' and Auditors' Reports thereon.

As required under section 223 of the Companies Act, 2017 the Annual Report of the Company for the financial year ended June 30, 2024, has been uploaded on the Company's website which can be downloaded accessing the following link / QR Code:



3. To declare and approve final cash dividend of 25 percent i.e. Rs. 2.5 per ordinary share of Rs. 10/- each for the year ended June 30, 2024, as recommended by the Board of Directors.
4. To appoint external auditors of the Company for the year ending June 30, 2025 and fix their remuneration. The Board of Directors, on the recommendation of Audit Committee of the Company, has proposed the appointment of M/s. A.F. Ferguson & Co. Chartered Accountants, as external auditors of the Company for the year ending June 30, 2025.

Special Business:

5. To consider and, if thought fit, to pass with or without modification(s), the following as a **Special Resolution** under section 32(1)(c) of the Companies Act, 2017 to approve alterations in the object clause (III) of the Memorandum of Association of the Company to add the business of REIT Management Services and Private Fund Management Services.

“RESOLVED THAT subject to prior approval of the Securities and Exchange Commission of Pakistan (the Commission) under Rule 5(6)(h) of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), after Clause 3 addition of Clause 3A. and 3B. (as appearing in the ‘Statement of Material Facts’) in the object clause (III) of the Memorandum of Association of the Company, be hereby approved and adopted to undertake the business of REIT Management Services under the Real Estate Investment Trust Regulations, 2022 and Private Fund Management Services under Private Funds Regulations, 2015.

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RESOLVED FURTHER THAT in addition to aforesaid changes in the Memorandum of Association approved by the members as special resolution, any changes in the Memorandum of Association as may be advised and directed by Commission and agreed by the Chief Executive of the Company shall be treated as approved and adopted by the members from the date of passing of this special resolution as part of this Special Resolution without the need of the members approval and shall have effect accordingly.

RESOLVED FURTHER THAT the Chief Executive and/or Company Secretary and /or Chief Financial Officer of the Company be and are hereby jointly or severally authorized to prepare, finalize, execute and file all necessary documents, and do all necessary acts, deeds, and things in connection therewith and ancillary thereto as may be required or expedient to give effect to the above resolution and to complete all necessary corporate and legal compliances and formalities."

Any Other Business

6. To transact any other business with the permission of the Chair.

Statement under Section 134(3) of the Companies Act, 2017 in respect of special business contained in Agenda Item Number 5 is annexed to the notice being sent to the members.

By Order of the Board



Altaf Ahmad Faisal
Company Secretary

October 07, 2024
Karachi.

IMPORTANT NOTICES:

1. PARTICIPATION VIA PHYSICAL PRESENCE OR THROUGH VIDEO LINK FACILITY

The Company intend to convene this AGM with minimal physical interaction of members while ensuring compliance with the quorum requirements and requests the members to consolidate their attendance and voting at the AGM through proxies.

Members, interested to participate in the meeting via video link facility, are requested to email their Name, Folio Number / participant's ID number, Cell Number, CNIC / Passport Number with subject **"Registration for MCBFUNDS AGM"** along with valid copy of both sides of Computerized National Identity Card (CNIC) at **agm@mcbfunds.com**. Video link and login credentials will be shared with only those members whose emails, containing all the required particulars, are received at least forty-eight (48) hours before the time of AGM.

Members can also provide their comments and questions for the agenda items of the AGM at the email address **agm@mcbfunds.com**.

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Name of member	CNIC No. / Passport No.	Folio / CDS No.	Cell No.	Email address

Login facility will be opened thirty minutes before the meeting time to enable the participants to join the meeting after identification process. Members will be able to login and participate in AGM proceedings through their devices after completing all the formalities required for the identification and verification of the members and members will be encouraged to participate in the AGM to consolidate their attendance and participation through proxies.

2. NOTICE OF BOOK CLOSURE

The Share Transfer Books of the Company will remain closed from **Tuesday, October 22, 2024, to Monday, October 28, 2024** (both days inclusive). Transfers received in order at the office of our Share Registrar M/s. CDC Share Registrar Services Limited, CDC House, Block B, SMCHS, Main Shahrah-e-Faisal, Karachi – 74400, by the close of business (5:00 p.m.) on **Monday October 21, 2024**, will be considered in time for the determination of the entitlement of the shareholders to attend and vote at the meeting.

3. APPOINTMENT OF PROXY AND PARTICIPATION IN THE AGM

A member entitled to attend, speak and vote at the AGM is entitled to appoint another person as his/her proxy to attend, speak and vote for his/her behalf. A proxy need not be a member of the Company. A proxy has the right to demand and join in demanding a poll and vote on a poll.

The instrument appointing proxy, together with the power of attorney or other authority under which it is signed, as the case may be, or a notarially certified copy of the power or authority, must be deposited at the Registered Office of the Company at least 48 working hours before the time of the meeting. In the case of corporate entity, the Board of Directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company. Form of Proxy is enclosed in English and Urdu language.

Beneficial owners of the physical shares and the shares deposited with the Central Depository Company of Pakistan Limited (CDC) and / or their proxies are required to produce their original Computerized National Identity Card (CNIC) or Passport for identification purpose at the time of attending the meeting.

The members are hereby notified that pursuant to Companies (Postal Ballot) Regulations, 2018 ("the Regulations") amended through Notification dated December 05, 2022, issued by the Securities and Exchange Commission of Pakistan ("SECP"), SECP has directed all the listed companies to provide the right to vote through electronic voting facility and voting by post to the members on all businesses classified as special business.

Accordingly, members of the Company will be allowed to exercise their right to vote through electronic voting facility or voting by post for the special business in its forthcoming Annual General Meeting to be held on **Monday, 28th October, 2024 at 11:30 am at Sapphire Hall, Ramada Creek, Zulfikar Street 1, DHA Phase VIII, Karachi, Pakistan**, in accordance with the requirements and subject to the conditions contained in the aforesaid Regulations.

For the convenience of the Members, ballot paper is annexed to this notice and the same is also available on the Company's website at **www.mcbfunds.com** for download.

Member are requested to update their details together with Name, Folio/ CDC Account No., E-mail address, contact number to the share registrar of the company M/s. CDC Share Registrar Services Limited, CDC House, Block B, SMCHS, Main Shahrah-e-Faisal, Karachi – 74400.

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4. PROCEDURE FOR E-VOTING

(a) Details of the e-voting facility will be shared through an e-mail with those members of the Company who have their valid CNIC numbers, cell numbers, and e-mail addresses available in the register of members of the Company by the close of business of **Monday, October 21, 2024**.

(b) The web address, login details, will be communicated to members via email. The security codes will be communicated to members through SMS from web portal of CDC Share Registrar Services Limited (being the e-voting service provider).

(c) Identity of the members intending to cast vote through e-Voting shall be authenticated through electronic signature or authentication for login.

(d) E-Voting lines will start from **October 25, 2024, 09:00 a.m.** and shall close on **October 27, 2024 at 5:00 p.m.** Members can cast their votes any time during this period. Once the vote on a resolution is cast by a Member, he / she shall not be allowed to change it subsequently.

5. PROCEDURE FOR VOTING THROUGH POSTAL BALLOT

The members shall ensure that duly filled and signed ballot paper, along with copy of Computerized National Identity Card (CNIC), should reach the Chairman of the meeting through post on the Company's registered address Adamjee House, 2nd Floor, I.I Chundrigar Road, Karachi or email at chairman@mcbfunds.com one day before the Annual General Meeting to be held on October 28, 2024, during working hours. The signature on the ballot paper shall match the signature on CNIC.

For the convenience of the Members, ballot paper is annexed to this notice and the same is also available on the Company's website at www.mcbfunds.com for download.

6. VIDEO-CONFERENCE FACILITY

If the members holding 10 per cent (ten percent) of the total paid up capital, are resident in any other city, the Company shall provide the facility of video-conference to such members for attending Annual General Meeting of the Company, if so, demanded by such members in writing to the Company at least seven (7) days before the date of the meeting.

Consent for Video-Conference Facility

I/We, _____, being a member of **MCB Investment Management Limited** holder of Ordinary Share(s) as per Register Folio/CDC Participant ID & Sub-Account/Investor Account No. _____ hereby opt for participation in the Annual General Meeting to be held on **Monday, October 28, 2024** or any adjourned meeting through video-conference facility at _____ (Please insert name of the City)

Date: _____

Signature of Member: _____

7. NOTICE OF SUBMISSION OF VALID CNIC COPIES (MANDATORY)

Members, who have not yet submitted attested photocopy of their valid CNIC, are requested to submit the same along with folio number, at the earliest, directly to the Company's Share Registrar.

8. CHANGE IN MEMBERS ADDRESSES

Members having physical shareholding are requested to immediately notify any change in their address to the Share Registrar M/s. CDC Share Registrar Services Limited. Whereas, CDC account holders are requested to contact their respective CDS participant/broker/Investor Account Services.

NOTICE OF ANNUAL GENERAL MEETING

9. CONVERSION OF PHYSICAL SHARES INTO BOOK-ENTRY FORM

In compliance with section 72 of the Companies Act, 2017 and SECP's letter No. CSD/ED/Misc./2016-639-640 dated 26 March 2021, listed companies are required to replace existing physical shares issued by them into Book-Entry Form. In view of the above requirement, shareholders of the Company having physical folios/ share certificates are requested to convert their shares from physical form into Book-Entry Form as soon as possible.

Conversion of physical shares into Book-Entry Form would facilitate the shareholders in many ways i.e. safe custody of shares, readily available market for instant sale and purchase of shares, eliminate risk of loss & damage, easy & safe transfer with lesser formalities as compared to physical shares. The shareholders of the Company may contact Share Registrar of the Company [i.e. M/s. CDC Share Registrar Services Limited] for assistance in conversion of physical shares into Book-Entry Form.

10. PAYMENT OF CASH DIVIDEND ELECTRONICALLY (MANDATORY REQUIREMENT)

Under section 242 of Companies Act, 2017 (the Act) and the Companies (Distribution of Dividends) Regulations, 2017, every listed Company is required to pay dividend, if any, to their members compulsorily through electronic mode by directly crediting the same in their bank account provided by them. The Company shall be bound to withhold dividend of those members who do not provide their bank details.

Members are required to provide to the Company's Share Registrar, particulars relating to name, folio number, complete bank account number (IBAN), and title of bank account. CDC account holders should submit their request directly to their broker (participant)/CDC.

Those shareholders who have still not provided their IBAN are once again requested to fill in "Electronic Credit Mandate Form" and send it duly signed along with a copy of valid CNIC to their respective CDC participant / CDC Investor account services (in case of shareholding in Book Entry Form) or to the Company's Share Registrar M/s. CDC Share Registrar Services Limited (CDCSRSL), CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahrah-e-Faisal, Karachi-74400 (in case of shareholding in Physical Form).

A Dividend Mandate Form is available at the Registered Office of the Company and can also be downloaded from the Company's website.

11. DEDUCTION OF WITHHOLDING TAX ON THE AMOUNT OF DIVIDEND UNDER SECTION 150 THE INCOME TAX ORDINANCE, 2001 (MANDATORY)

Pursuant to section 150 of the Income Tax Ordinance, 2001, the rates of deduction of income tax from dividend payments under the Income Tax Ordinance, 2001 are as follows:

- a) Rate of tax deduction for persons appearing in the Active Tax Payers List: 15% per cent
- b) Rate of tax deduction for persons not appearing in the Active Tax Payers List: 30% per cent

The tax deduction on the amount of cash dividend @ 15 per cent shall be made for the payment of dividend to shareholders whose names are entered in the Active Tax Payers List provided on the website of FBR, before close of business hour (5:00 p.m.) on Monday, October 21, 2024 otherwise tax on the cash dividend will be deducted @ 30 per cent. Active Tax Payers List is available at Federal Board of Revenue's (FBR) website: <http://www.fbr.gov.pk>

Further, according to clarification received from Federal Board of Revenue (FBR), with-holding tax will be determined separately on 'Filer/Non-Filer' status of Principal shareholder as well as joint-holder(s) based on their shareholding proportions, in case of joint accounts.

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The required information must reach our Share Registrar M/s CDC Share Registrar Services Limited by the close of business (5:00 p.m.) on Monday, October 21, 2024; otherwise, it will be assumed that the shares are equally held by Principal shareholder and Joint Holder(s).

In this regard, all shareholders who hold shares jointly are requested to provide shareholding proportions of Principal shareholder and Joint-holder(s) in respect of shares held by them to our Share Registrar, in writing as follows:

Folio/CDC A/c No.	Total number of shares	Principal Shareholders		Joint Holder (s)	
		Name and CNIC No.	Shareholding Proportion (No. of Shares)	Name and CNIC No.	Shareholding Proportion (No. of Shares)

The corporate shareholders having CDC accounts are required to have their National Tax Number (NTN) updated with their respective participants, whereas corporate physical shareholders should send a copy of their NTN certificate to the Company or Share Registrar. The shareholders while sending NTN or NTN certificates, as the case may be, must quote Company name and their respective folio numbers.

For any query/problem/information, the investors may contact the Company and/or the Share Registrar at the following phone Numbers, email addresses:

Company: MCB Investment Management Limited
UAN: 11-11-622-24 email: info@mcbfunds.com
Share Registrar: CDC Share Registrar Services Limited
Tel #: 0800-23275 email: info@cdcsrsl.com

12. UNCLAIMED DIVIDEND

Shareholders, who by any reason, could not claim their dividend, if any, are advised to contact our Share Registrar M/s CDC Share Registrar Services Limited to collect / enquire about their unclaimed dividend, if any. In compliance with Section 244 of the Companies Act, 2017, after having completed the stipulated procedure, all such dividends outstanding for a period of 3 years or more from the date due and payable shall be deposited by the Company to the Federal Government in case of unclaimed dividend.

13. PLACEMENT OF AUDITED FINANCIAL STATEMENTS ON THE WEBSITE

The Annual Report of the Company (comprising of annual Financial Statements) for the year ended June 30, 2024, has been placed on the Company's website: www.mcbfunds.com.

14. CIRCULATION OF ANNUAL REPORT 2024 AND NOTICE OF AGM

In terms of Section 223(6) of the Companies Act, 2017, the Company is allowed to send Financial Statements and Reports to its members electronically. Notice of AGM containing QR enabled code / weblink to access and download Annual Report 2024, has been circulated through email to those shareholders whose email addresses are available with the Company's Share Registrar, and in case remaining shareholders, whose email addresses are not available, a printed copy of the notice has been dispatched on their registered addresses through post.

Shareholders who wish to receive Annual Reports and notices of general meetings through e-mails are requested to update their email address with the Share Registrar of the Company.

NOTICE OF ANNUAL GENERAL MEETING

STATEMENT OF MATERIAL FACTS PERTAINING TO SPECIAL BUSINESS UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017

AGENDA NO. 5 SPECIAL RESOLUTION

This statement sets out the material facts pertaining to the Special Business to be transacted at the Annual General Meeting of the Company on Monday, 28th October, 2024 at 11:30 am at Sapphire Hall, Ramada Creek, Zulfiqar Street 1, DHA Phase VIII, Karachi, Pakistan.

MCB Investment Management Limited (the Company) is a Non-Banking Finance Company, licensed as Asset Management Company, Investment Advisor and Pension Fund Manager under the Securities and Exchange Commission of Pakistan's Regulatory regime. The principal line of business of the Company is floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing Investment Advisory Services.

The Board of Directors of the Company in its meeting held on September 25, 2024, has decided to diversify its business activities as REIT Management Company and Private Fund Management Company subject to grant of licenses by the Securities and Exchange Commission Pakistan (Commission) under the Real Estate Investment Trust Regulations, 2022 and Private Funds Regulations, 2015 respectively.

Accordingly, the Board of Directors has proposed to pass special resolution for alteration in the object clause (III) of the Memorandum of Association (MOA) by making addition of clause 3A. and 3B. (as appearing below) subject to prior approval of the Commission under Rule 5(6)(h) of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).

Disclosure under Para A(3) and Para (C) of SRO 423 of 2018 dated April 03, 2018

1. Comparative analysis of existing clause with the proposed alteration along with the reasons and justification of the proposed change:

The alterations in MOA are proposed to make the addition of the following two clauses i.e. 3A. and 3B. in Object Clause III of the MOA after clause 3. There are no existing clauses to compare with.

- 3A. Subject to and in accordance with all applicable laws, rules and regulations, and in particular the Rules, to carry on the business permitted to be carried out by a REIT Management Company in terms of the license to provide REIT management services granted by the Securities and Exchange Commission of Pakistan under the Companies Ordinance, 1984 read with the Rules and the Real Estate Investment Trust Regulations, 2022 (hereinafter referred to as "the REIT Regulations" which shall mean and include any amendments and/or substitutions thereof) and take all necessary steps and actions in connection therewith and ancillary thereto including but not limited to obtaining license as REIT Management Company; to constitute, float and manage REIT schemes under trust deeds, and to organize, promote, form, create, establish, support, manage, operate and administer REIT schemes of any type or character as may be allowed under REIT Regulations; to act as the management company for REIT schemes and to offer, issue, sell, hold, repurchase and accept the surrenders of units to the local and foreign private and public investors, including institutions, companies, agencies, statutory corporations, entities, government and semi government institutions and trusts; to register the REIT Scheme(s) with the Securities and Exchange Commission of Pakistan, with the object of maximizing the return for unit holders while staying within the risk profile disclosed to the investors/unit holders; to make necessary appointments and hirings and to delegate one or more of its functions to qualified and eligible individuals, firms, companies or organizations subject to necessary approvals required under the REIT Regulations; to get listing of the REIT Scheme(s) at stock exchange(s) in Pakistan or outside Pakistan subject to necessary approval and delisting of any REIT Schemes as may be require and deemed necessary; and to undertake any other

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action as may be necessary and expedient for the benefits of the investors/unitholders such as merger, de-merger, re-organization of REIT Scheme(s) etc. subject to necessary regulatory approval; and to undertake and fulfill all legal and regulatory requirements, obligations and formalities as may be applicable under the Rules, REIT Regulations and other laws, rules and regulations.

- 3B. Subject to and in accordance with all applicable laws, rules and regulations, and in particular the Rules, to carry on the business permitted to be carried out by a "Private Fund Management Company" as permitted in terms of the license to provide private equity and venture capital fund management services granted by the Securities and Exchange Commission of Pakistan under the Companies Ordinance, 1984 read with the Rules read with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the Private Funds Regulations, 2015 (Funds Regulations) or replacement thereof and to take all necessary steps and actions in connection therewith and ancillary thereto; and to undertake and fulfill all legal and regulatory requirements, obligations and formalities as may be applicable under the Rules, and NBFC Regulations and Funds Regulations and other laws, rules and regulations.

2. Reasons for change in the Memorandum of Association of the company:

Being a fund management NBFC, the Company has potential, and it also qualifies eligibility criteria for obtaining License as REIT Management Company and Private Management Company. The objective of change in the MOA is diversification of business activities of the Company to utilize the potential of the company in the respective business areas in addition to existing business activities.

3. Statement by the board that the proposed alterations are in line with the applicable provisions of the law and regulatory framework:

The proposed alteration/addition in the Memorandum of Association is in line with the applicable provisions of the law and regulatory framework and will not have any adverse effects on the interest of the company and its shareholders.

4. Impact on the existing business activities:

The diversification of business activities as aforesaid will not have any impact on the existing principal line of business of the Company i.e. floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing Investment Advisory Services.

5. Nature and extent of interest, if any, therein of every director, whether directly or indirectly:

The Directors of the Company have no direct or indirect interest in the proposed alterations in the Memorandum of Association except to the extent of their directorship in the Company.

6. Inspection of documents:

A copy of existing Memorandum of Association along with copy of Memorandum of Association as will appear after proposed alterations, has been kept at the Registered Office of the Company which may be inspected during business hours (9 a.m. to 5 p.m.) on any working day from the date of publication / issue of this notice.

2. کمپنی کے میمورینڈم آف ایسوسی ایشن (ایم او اے) میں تبدیلی کی وجوہ:

فنڈ مینجمنٹ این بی ایف سی ہونے کی حیثیت سے کمپنی میں صلاحیت بھی ہے اور اہلیت بھی کہ وہ REIT مینجمنٹ کمپنی اور پرائیویٹ مینجمنٹ کمپنی کا لائسنس حاصل کرے۔ ایم او اے میں تبدیلی کا مقصد کمپنی کی کاروباری سرگرمیوں کے دائرے کو وسیع کرنا ہے تاکہ موجودہ کے علاوہ مذکورہ کاروبار میں بھی کمپنی کی صلاحیت سے فائدہ اٹھایا جاسکے۔

3. بورڈ کی طرف سے بیان کہ مجوزہ ترمیمات قابل اطلاق قانونی اور ریگولیٹری دائرہ کار کے مطابق ہیں:

میمورینڈم آف ایسوسی ایشن میں مجوزہ ترمیم / تبدیلی قانون اور ریگولیٹری دائرہ کار کی قابل اطلاق دفعات کے مطابق ہیں اور کمپنی اور اس کے حاملین حصص کے مفاد پر کوئی منفی اثرات مرتب نہیں کریں گی۔

4. موجودہ کاروباری سرگرمیوں پر اثر:

کمپنی کی کاروباری سرگرمیوں میں مذکورہ توسیع کا کمپنی کے موجودہ بنیادی کاروبار، یعنی اجتماعی سرمایہ کاری اسکیمیں اور رضا کارانہ پینشن اسکیمیں متعارف کرانے اور ان کا انتظام چلانے، اور سرمایہ کارانہ مشاورتی خدمات فراہم کرنے، پر کوئی اثر نہیں پڑے گا۔

5. مذکورہ ترمیم میں ہر ڈائریکٹر کے مفاد، اگر کوئی ہے، خواہ براہ راست یا بالواسطہ، کی نوعیت اور حد

میمورینڈم آف ایسوسی ایشن میں مجوزہ ترمیمات سے کمپنی کے ڈائریکٹرز کا، ان کی ڈائریکٹر شپ کی حد سے زیادہ، کوئی بھی براہ راست یا بالواسطہ مفاد وابستہ نہیں ہے۔

6. دستاویزات کا معائنہ:

موجودہ میمورینڈم آف ایسوسی ایشن کی ایک نقل کے ساتھ مجوزہ ترمیمات کے بعد وجود میں آنے والے میمورینڈم آف ایسوسی ایشن کی ایک نقل کمپنی کے رجسٹرڈ دفتر میں رکھ دی گئی ہے، جس کا معائنہ اس نوٹس کی اشاعت / اجراء کی تاریخ کے بعد کسی بھی کاروباری دن اوقات کار (صبح 9:00 بجے سے شام 5:00 بجے) کے دوران کیا جاسکتا ہے۔

کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت اسپیشل بزنس سے متعلق اہم حقائق کا بیان

3A. تمام قابل اطلاق قوانین اور قواعد و ضوابط، خصوصاً رولز، سے مشروط اور ان کے مطابق، REIT منجمنٹ کمپنی کے لیے مجاز کاروبار چلانا، جس کی اجازت REIT انتظامی خدمات فراہم کرنے کے لائسنس میں دی گئی ہے، جو کمپنیز آرڈیننس 1984ء کے تحت سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان نے دیا ہے، بشمول رولز اور ڈسپل ایسٹمنٹ ٹرسٹ ریگولیشنز 2022ء (جس کو اس دستاویز میں "REIT ریگولیشنز" کہا جائے گا جس کا مطلب اس میں کوئی ترمیم اور یا متبادل بھی شامل ہوں گی)، اور اس سے متعلق اور منسلک تمام ضروری اقدام اور کام کرنا جو مندرجہ ذیل میں شامل ہیں لیکن ان تک محدود نہیں ہیں: REIT منجمنٹ کمپنی کے طور پر لائسنس حاصل کرنا؛ ٹرسٹ ڈیڈز کے تحت REIT اسکیمیں تیار کرنے، متعارف کرانے اور چلانے، اور REIT ریگولیشنز کے تحت جس بھی طرز اور قسم کی REIT اسکیموں کی اجازت ہے ان کو منظم کرنا، ان کی تشہیر کرنا، ان کو بنانا، وجود میں لانا، قائم کرنا، ان کی معاونت کرنا، ان کو چلانا اور ان کا انتظام کرنا؛ REIT اسکیموں کے لیے انتظامی کمپنی کی حیثیت اختیار کرنا اور مقامی اور غیر ملکی پرائیویٹ اور پبلک سرمایہ کاروں بشمول اداروں کمپنیز، ایجنسیز، قانونی کارپوریشنز، اینٹیلجی، حکومتی اور نیم حکومتی اداروں اور ٹرسٹوں کو یونٹس کی دستبرداریوں کی پیشکش کرنا، ان کو جاری کرنا، فروخت کرنا، روکے رکھنا، دوبارہ خریدنا اور قبول کرنا؛ REIT اسکیم / اسکیموں کو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ساتھ رجسٹر کرنا، جس کا مقصد یونٹ حاملین (سرمایہ کاروں) کو بتائے گئے خطرے کے دائرہ کار تک محدود رہتے ہوئے ان کے لیے زیادہ سے زیادہ منافع حاصل کرنا ہے؛ ضروری تقرریاں اور بھرتیاں کرنا، اور اہل اور قابل افراد، فرمز، کمپنیوں یا اداروں کو اپنا کوئی یا ایک سے زیادہ کام سونپنا، اور یہ REIT ریگولیشنز کے تحت مطلوب لازمی منظوریوں سے مشروط ہے؛ REIT اسکیم / اسکیموں کی پاکستان یا پاکستان سے باہر اسٹاک ایکسچینج / ایکسچینجز میں لسٹنگ حاصل کرنا، جو لازمی منظوریوں سے مشروط ہوگی، اور حسب ضرورت REIT اسکیم / اسکیموں کی ڈی-لسٹنگ کرنا، اور کوئی بھی ایسا کام کرنا جو سرمایہ کاروں / یونٹ حاملین کے مفاد کے لیے ضروری یا کارآمد ہو، مثلاً REIT اسکیم / اسکیموں کا مرجر، ڈی-مرجر یا تشکیل نو وغیرہ، جو لازمی قانونی منظوری سے مشروط ہوگا، اور رولز، REIT ریگولیشنز اور دیگر قوانین اور قواعد و ضوابط کے تحت تمام قابل اطلاق قانونی اور ریگولیٹری تقاضوں، ذمہ داریوں اور رسمی کارروائیوں کو اپنے ذمے لینا اور پورا کرنا۔

3B. تمام قابل اطلاق قوانین اور قواعد و ضوابط، خصوصاً رولز، سے مشروط اور ان کے مطابق، "پرائیویٹ فنڈ منجمنٹ کمپنی" کے لیے مجاز کاروبار چلانا، جس کی اجازت پرائیویٹ ایکویٹی اور وینسچر کیپیٹل فنڈ منجمنٹ خدمات فراہم کرنے کے لائسنس میں دی گئی ہے، جو کمپنیز آرڈیننس 1984ء کے تحت سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان نے دیا ہے، بشمول رولز اور نان-بینکنگ فنانس کمپنیز اینڈ نوٹیفائیڈ اینٹیلجی ریگولیشنز 2008ء (این بی ایف سی ریگولیشنز) اور پرائیویٹ فنڈ ریگولیٹری (فنڈ ریگولیٹری) یا اس کے متبادل، اور تمام متعلقہ اور منسلک ضروری اقدام اور کام کرنا، اور رولز، این بی ایف سی ریگولیٹری اور فنڈ ریگولیٹری، اور دیگر قوانین اور قواعد و ضوابط کے تحت تمام قابل اطلاق قانونی اور ریگولیٹری تقاضوں، ذمہ داریوں اور رسمی کارروائیوں کو اپنے ذمے لینا اور پورا کرنا۔

ایجنڈا نمبر 5

اس بیان میں اُس اسپیشل بزنس یعنی خصوصی کاروبار سے متعلق اہم حقائق پیش کیے گئے ہیں جو کمپنی کے سالانہ عمومی اجلاس میں زیر غور لایا جائے گا، جو بروز پیر مورخہ 28 اکتوبر 2024ء بوقت صبح 11:30 بجے بمقام سیفائے ہال، رمادا کریک، ذولفقار اسٹریٹ 1، ڈی ایچ اے فیز VIII، کراچی، پاکستان میں منعقد ہوگا۔

ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ (کمپنی) ایک غیر بینکاری مالیاتی کمپنی ہے جو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ریگولیٹری دائرہ کار کے تحت اثاثہ جاتی انتظام کی کمپنی، سرمایہ کارانہ مشیر، اور نیشنل فنڈ منیجر کے طور پر لائسنس یافتہ ہے۔ کمپنی کا بنیادی کاروبار اجتماعی سرمایہ کارانہ اسکیموں اور رضا کارانہ پنشن اسکیمیں متعارف کرانا اور چلانا، اور سرمایہ کارانہ مشاورتی خدمات فراہم کرنا ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس منعقدہ 25 ستمبر 2024ء میں فیصلہ کیا ہے کہ کمپنی کی کاروباری سرگرمیوں کا دائرہ کار وسیع کر کے REIT مینجمنٹ کمپنی اور پرائیویٹ فنڈ مینجمنٹ کمپنی تک لے جایا جائے، جو بالترتیب ریتل ایسٹیٹ انویسٹمنٹ ٹرسٹ ریگولیشنز 2022ء اور پرائیویٹ فنڈ ریگولیشنز 2015ء کے تحت سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (کمیشن) کے طرف سے لائسنس کے اجراء سے مشروط ہے۔

چنانچہ بورڈ آف ڈائریکٹرز نے میمورینڈم آف ایسوسی ایشن (ایم او اے) کے آبجیکٹ کلاز (III) یعنی کمپنی کے مقصد سے متعلق شق نمبر ۳ میں ترمیم کے لیے خصوصی قرارداد پاس کرنے کی تجویز پیش کی ہے جس کے مطابق شق 3A اور 3B (بمطابق پیش کردہ ذیل) کا اضافہ کیا جائے گا، جو نان-بینکنگ فنانانس کمپنیز (اسٹیل شمنٹ اینڈ ریگولیشنز) (رولز) 2003ء کے رول (h) 5(6) کے تحت کمیشن کی پیشگی منظوری سے مشروط ہے۔

2018ء کے ایس آر او 423 مورخہ 03 اپریل 2018ء کی عبارت (3) A اور عبارت (C) کے تحت ڈسکلوژر

1. موجودہ شق کا مجوزہ ترمیم سے تقابل جمع مجوزہ تبدیلی کی وجوہ اور اس کا جواز:

ایم او اے میں مجوزہ ترمیم کا مقصد شق 3 کے بعد آبجیکٹ کلاز III میں شق 3A اور 3B کا اضافہ ہے۔ تقابل کے لیے کوئی موجودہ شقیں نہیں ہیں۔

یا این ٹی این سرٹیفکیٹ بھیجے وقت کمپنی کا نام اور اپنا متعلقہ فوئیو نمبر ضرور لکھیں۔

کسی بھی سوال / مسئلے / معلومات کے لیے سرمایہ کار مندرجہ ذیل فون نمبر / ای میل ایڈرس پر کمپنی یا / اور شیئر رجسٹرار سے رابطہ کر سکتے ہیں:

کمپنی: ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ

یو اے این: 11-11-622-24 ای میل: info@mcbfunds.com

شیئر رجسٹرار: سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ

فون نمبر: 0800-23275 ای میل: info@cdcsrsl.com

12. غیر وصول شدہ ڈیویڈنڈ

جو حصص یافتگان کسی بھی وجہ سے اپنا ڈیویڈنڈ وصول نہیں کر سکے وہ ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ سے رابطہ کر کے اپنا غیر دعویٰ شدہ ڈیویڈنڈ وصول کر سکتے ہیں یا اس کے بارے میں معلومات کر سکتے ہیں۔ کمپنیز ایکٹ 2017ء کے سیکشن 244 کی تعمیل میں مقررہ طریق کار کی پیروی کر لینے کے بعد ایسے تمام ڈیویڈنڈ جو تاریخ اجراء سے 3 سال یا اس سے زائد کی مدت تک غیر وصول شدہ ہوں گے وہ کمپنی کی طرف سے وفاقی حکومت کے پاس جمع کرادیئے جائیں گے۔

13. ویب سائٹ پر آڈٹ شدہ مالیاتی گوشواروں کی دستیابی

کمپنی کی سالانہ رپورٹ (سالانہ مالیاتی گوشوارے) برائے سال ختمہ 30 جون 2024ء کمپنی کی ویب سائٹ www.mcbfunds.com پر دستیاب کر دیئے گئے ہیں۔

14. سالانہ رپورٹ 2024ء اور ای ایم کی اطلاع کی گردش

کمپنیز ایکٹ 2017ء کے سیکشن (6) 223 کے مطابق کمپنی اپنے ارکان کو مالیاتی گوشوارے اور رپورٹس الیکٹرانک ذریعے سے بھیجنے کی مجاز ہے۔ کمپنی کے شیئر رجسٹرار کے پاس جن حصص یافتگان کے ای میل ایڈرس دستیاب ہیں ان کو ای ایم کی اطلاع بمع QR سے چلنے والا کوڈ / ویب لنک جس سے سالانہ رپورٹ 2024ء تک رسائی حاصل ہو اور وہ ڈاؤن لوڈ کی جائے، ای میل کے ذریعے بھیج دیئے گئے ہیں، اور بقیہ حصص یافتگان جن کے ای میل ایڈرس دستیاب نہیں ہیں ان کو پرنٹ شدہ نقل ان کے رجسٹرڈ پتے پر بذریعہ ڈاک روانہ کر دی گئی ہے۔

جو حصص یافتگان سالانہ رپورٹس اور عمومی اجلاسوں کی اطلاع بذریعہ ای۔میل حاصل کرنا چاہتے ہیں ان سے گزارش کی جاتی ہے کہ کمپنی کے شیئر رجسٹرار کے پاس اپنے ای۔میل ایڈریس کی تصدیق کر دیں۔

11. انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے تحت ڈیویڈنڈ کی رقم میں سے وڈ ہولڈنگ ٹیکس کی کٹوتی:

انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے مطابق ڈیویڈنڈ کی ادائیگیوں میں سے آمدنی ٹیکس کی کٹوتی کی شروع مندرجہ ذیل ہیں:

(الف) جن افراد کا نام ایکویٹیکس پیسو (محرک ٹیکس ادا کنندہ) کی فہرست میں شامل ہے اُن کے لیے 15 فیصد

(ب) جن افراد کا نام ایکویٹیکس پیسو (محرک ٹیکس ادا کنندہ) کی فہرست میں شامل نہیں ہے اُن کے لیے 30 فیصد

جن حصص یافتگان کے نام ایکویٹیکس پیسو کی فہرست میں شامل ہے جو فیڈرل بورڈ آف ریونیو (ایف بی آر) کی ویب سائٹ پر بروز پیر مورخہ 21 اکتوبر 2024ء اوقات کار کے اختتام یعنی شام 5:00 بجے تک ظاہر ہو گئے اُن کے نقد ڈیویڈنڈ پر 15 فیصد ٹیکس کٹوتی ہوگی، بصورت دیگر نقد ڈیویڈنڈ پر 30 فیصد ٹیکس کٹوتی ہوگی۔ ایکویٹیکس پیسو فہرست ایف بی آر کی ویب سائٹ <http://fbr.gov.pk> پر دستیاب ہے۔

مزید برآں، ایف بی آر سے موصول شدہ وضاحت کے مطابق وڈ ہولڈنگ ٹیکس کا تعین پرنسپل حصص یافتہ کے انفرادی طور پر فائلر / نان فائلر ہونے کی حیثیت کے مطابق، اور مشترکہ اکاؤنٹس کی صورت میں مشترکہ حصص یافتگان کی حصص یافتگی کے تناسب کے مطابق کیا جائے گا۔

مطلوبہ معلومات ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ تک 21 اکتوبر 2024ء کو اوقات کار کے اختتام یعنی شام 5:00 بجے تک پہنچ جانی چاہیے، ورنہ سمجھا جائے گا کہ حصص پرنسپل حصص یافتہ اور مشترکہ حاملین کے درمیان مساوی تقسیم ہیں۔ اس ضمن میں وہ تمام حصص یافتگان جو مشترکہ طور پر حصص کے حاملین ہیں اُن سے درخواست کی جاتی ہے کہ پرنسپل حصص یافتہ اور مشترکہ حاملین کی حصص یافتگی کے تناسب ہماری شیئر رجسٹرار کو مندرجہ ذیل انداز میں تحریری طور پر فراہم کریں:

پرنسپل حصص یافتہ		مشترکہ حاملین	
فولیو / سی ڈی سی	حصص کی کل تعداد	نام اور	حصص یافتگی کا تناسب
اکاؤنٹ نمبر		قومی شناختی کارڈ نمبر	(حصص کی تعداد)

کارپوریٹ حصص یافتگان جن کے سی ڈی سی اکاؤنٹس ہیں وہ اپنے نیشنل ٹیکس نمبر (این ٹی این) کی اپنے متعلقہ پارٹنرسپنٹس کے پاس تصدیق کریں جبکہ کارپوریٹ کاغذی حصص یافتگان اپنے این ٹی این سٹوفکیٹ کی نقل کمپنی یا شیئر رجسٹرار کو بھیجیں۔ حصص یافتگان این ٹی این

9. کاغذی حصص کی بک اینٹری شکل میں تبدیلی

کمپنیز ایکٹ 2017ء کے سیکشن 72، اور ایس ای سی پی کے خط نمبر CSD/ED/Misc./2016-639-640 مؤرخہ 26 مارچ 2021ء کی تعمیل میں لسٹڈ کمپنیوں کے لیے ضروری ہے کہ اپنے جاری کردہ موجودہ کاغذی حصص کو بک اینٹری شکل میں تبدیل کرائیں۔ کاغذی فولیو/شیئر سرٹیفکیٹ کے حامل حصص یافتگان سے گزارش ہے کہ اس ہدایت کی جلد از جلد تعمیل کریں۔

کاغذی حصص کی بک اینٹری شکل میں تبدیلی سے حصص یافتگان کو کئی اعتبار سے فائدہ ہوگا: حصص کی محفوظ تحویل، حصص کی فوری خرید و فروخت کے لیے بازار کی دستیابی، خسارے یا ظاہری نقصان کے خطرے کا خاتمہ، آسان اور محفوظ منتقلی جس میں کاغذی حصص کے مقابلے میں رسمی کارروائیاں نسبتاً کم درکار ہیں۔ کاغذی حصص کی بک اینٹری شکل میں تبدیلی میں معاونت کے لیے کمپنی کے حصص یافتگان کمپنی کے شیئر رجسٹرار (یعنی M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ) سے رابطہ کر سکتے ہیں۔

10. نقد ڈیویڈنڈ کی الیکٹرانک ذریعے سے ادائیگی (لازمی ضرورت)

کمپنیز ایکٹ 2017ء (ایکٹ) کے سیکشن 242 اور کمپنیز (ڈسٹریبیوشن آف ڈیویڈنڈز) ریگولیشنز 2017ء کے تحت ہر لسٹڈ کمپنی پر لازم ہے کہ اپنے ارکان کو ڈیویڈنڈ، اگر ہے تو، کی ادائیگی الیکٹرانک ذریعے سے کرے، اور اس کے لیے اُن کے فراہم کردہ بینک اکاؤنٹ میں براہ راست کریڈٹ کر دے۔ جو ارکان اپنے بینک اکاؤنٹس کی تفصیلات فراہم نہ کریں اُن کا ڈیویڈنڈ کمپنی روک لینے کی پابند ہے۔

ارکان اپنا نام، فولیو نمبر، مکمل بینک اکاؤنٹ نمبر (آئی بی اے این)، اور بینک اکاؤنٹ کا نام کمپنی کے شیئر رجسٹرار کو فراہم کریں۔ سی ڈی سی اکاؤنٹ حاملین اپنی درخواست براہ راست اپنے بروکر (پارٹنر) / سی ڈی سی کے پاس جمع کرائیں۔

جن حصص یافتگان نے تاحال اپنا آئی بی اے این فراہم نہیں کیا ہے اُن سے دوبارہ درخواست کی جاتی ہے کہ ”الیکٹرانک کریڈٹ مینڈیٹ فارم“ پُر کر کے اس پر دستخط کر کے درست سی این آئی سی کی نقل کے ساتھ اپنے متعلقہ سی ڈی سی پارٹنر / سی ڈی سی انویسٹر اکاؤنٹ سروسز (بک اینٹری کی شکل میں حصص یافتگی کی صورت میں) کو، یا کمپنی کے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ (CDCSRSL) کو، سی ڈی سی ہاؤز، 99-B، بلاک B، ایس ایم سی ایچ ایس، main شاہراہ فیصل، کراچی 74400 (کاغذی شکل میں حصص یافتگی کی صورت میں) بھیج دیں۔

ڈیویڈنڈ مینڈیٹ فارم کمپنی کے رجسٹرڈ دفتر میں دستیاب ہے اور کمپنی کی ویب سائٹ سے بھی ڈاؤن لوڈ کیا جاسکتا ہے۔

6. ویڈیو کانفرنس کی سہولت

اگر مکمل ادا شدہ سرمائے کے دس فیصد کا حامل کوئی رکن کسی اور شہر میں مقیم ہو اور کمپنی کے سالانہ عمومی اجلاس میں شرکت کے لیے ویڈیو کانفرنس کا مطالبہ کرے تو کمپنی اس کو یہ سہولت فراہم کرے گی، لیکن اس کے لیے اجلاس کی تاریخ سے کم از کم سات (7) دن قبل تحریری مطالبہ جمع کرانا ہوگا۔

رضامندی برائے ویڈیو کانفرنس سہولت

میں/ہم، _____، ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ کے رکن، عمومی شیئر/حصص کا/کی کے حامل بمطابق رجسٹر فولیو/سی ڈی سی پارٹنر شپ شناخت اور ذیلی اکاؤنٹ / انویسٹر اکاؤنٹ نمبر _____، سالانہ عمومی اجلاس بروز پیر مورخہ 28 اکتوبر 2024ء یا کسی اور التواء کردہ اجلاس میں _____ (شہر کا نام) بذریعہ ویڈیو کانفرنس سہولت کے ذریعے شریک ہونا چاہتا/ہوں چاہتی ہوں/چاہتے ہیں۔

تاریخ

رکن کے دستخط

7. کمپیوٹرائزڈ قومی شناختی کارڈ کی درست نقل جمع کرانے کی اطلاع (لازمی)

جن ارکان نے تا حال اپنے درست سی این آئی سی کی تصدیق شدہ نقل جمع نہیں کرائی ہے ان سے گزارش ہے کہ مذکورہ بمع فولیو نمبر جلد از جلد براہ راست کمپنی کے شیئر رجسٹرار کے پاس جمع کرا دیں۔

8. ارکان کے رہائشی پتے میں تبدیلی

فزیکل شیئر ہولڈنگ والے ارکان سے درخواست کی جاتی ہے کہ اپنے رہائشی پتے میں کسی بھی تبدیلی سے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ کو فوری مطلع کریں، جبکہ سی ڈی سی اکاؤنٹ ہولڈر سے درخواست کی جاتی ہے کہ وہ اپنے متعلقہ سی ڈی سی شرکت کنندہ/بروکر/سرمایہ کار اکاؤنٹ سروسز سے رابطہ کریں۔

4. ای۔ وونگ کا طریق کار

- (a) کمپنی کے ارکان کے رجسٹر میں 21 اکتوبر 2024ء کو اوقات کار کے اختتام تک جن ارکان کا درست سی این آئی سی نمبر، موبائل نمبر اور ای میل ایڈرس دستیاب ہو جائے گا اُن کو ای۔ وونگ سہولت کی تفصیلات فراہم کر دی جائیں گی۔
- (b) ویب ایڈرس اور لاگ ان کی تفصیلات ارکان کو بذریعہ ای میل فراہم کی جائیں گی، جبکہ سیکورٹی کوڈ سی ڈی سی شیئر رجسٹر ارسروسز لمیٹڈ (ای۔ وونگ سروس فراہم کنندہ) کے ویب پورٹل سے بذریعہ ایس ایم ایس فراہم کیے جائیں گے۔
- (c) ای۔ وونگ سہولت استعمال کرنے والے ارکان کی شناخت کی تصدیق الیکٹرانک دستخط یا بوقت لاگ ان تصدیقی عمل کے ذریعے کی جائے گی۔
- (d) ای۔ وونگ کی لائنز 25 اکتوبر 2024ء کو صبح 9.00 بجے کھولی جائیں گی اور 27 اکتوبر 2024ء کو شام 5:00 بجے بند کی جائیں گی۔ ارکان اس مدت کے دوران کبھی بھی ووٹ کر سکتے ہیں۔ کسی قرارداد پر ایک مرتبہ ووٹ ڈال دینے کے بعد اسے تبدیل کرنے کی اجازت نہیں ہوگی۔

5. پوسٹل بیلٹ کے ذریعے وونگ کا طریق کار

- ارکان اس بات کو یقینی بنائیں کہ درست پُر شدہ اور دستخط شدہ بیلٹ پیپر بمع کمپیوٹرائزڈ قومی شناختی کارڈ (سی این آئی سی) کی نقل اجلاس کے چیئرمین کو اجلاس (28 اکتوبر 2024ء) سے ایک دن پہلے تک اوقات کار کے دوران کمپنی کے رجسٹرڈ پتے: آدم جی ہاؤس، دوسری منزل، آئی آئی چندریگر روڈ، کراچی، یا chairman@mcbfunds.com پر بذریعہ ای میل موصول ہو جائے۔ بیلٹ پیپر والی دستخط اوری سی این آئی سی والی دستخط ایک جیسی ہونی چاہئیں۔
- ارکان کی سہولت کے لیے بیلٹ پیپر اس نوٹس کے ساتھ منسلک ہے اور یہ کمپنی کی ویب سائٹ www.mcbfunds.com پر ڈاؤن لوڈ کے لیے بھی دستیاب ہے۔

3. پراکسی کی تقرری اور اے جی ایم میں شرکت

جو رکن اے جی ایم میں شرکت اور ووٹ کرنے کا حقدار ہے وہ پراکسی مقرر کرنے کا بھی حقدار ہے جو اس کی جگہ شرکت، بات اور ووٹ کر سکتا ہے۔ پراکسی کے لیے کمپنی کا رکن ہونا ضروری نہیں ہے۔ پراکسی کو رائے شماری کا مطالبہ کرنے اور مطالبے میں شامل ہونے اور رائے شماری میں ووٹ کرنے کا حق حاصل ہے۔

پراکسی کی تقرری والی دستاویز، بمع پاور آف اٹارنی یا دیگر اختیار جس کے تحت اس پر دستخط کیے گئے ہیں، یا پاور آف اتھارٹی کی نوٹری پبلک سے تصدیق شدہ نقل، کمپنی کے رجسٹرڈ دفتر میں اجلاس کے وقت سے کم از کم 48 گھنٹوں قبل جمع کرائی جائے۔ کارپوریٹ ادارے کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد / پاور آف اٹارنی بمع دستخط کا نمونہ (سوائے اس کے کہ پہلے فراہم کر دیئے گئے ہوں) بمع پراکسی فارم کمپنی میں جمع کرائے جائیں۔ پراکسی فارم انگریزی اور اردو زبان میں منسلک ہیں۔

کاغذی حصص اور سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (CDC) کے پاس جمع کرائے گئے حصص کے مستفیدی مالکان اور / یا ان کے پراکسی، اجلاس میں شرکت کے وقت شناخت کے لیے اصل کمپیوٹرائزڈ شناختی کارڈ (CNIC) یا پاسپورٹ دکھائیں۔

ارکان کو بذریعہ مذکور مطلع کیا جاتا ہے کہ سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (ایس ای سی پی) کی طرف سے جاری کردہ کمپنیز (پوسل بیلٹ) ریکوولیشنز 2018ء (ریکولیشنز)، جس میں بذریعہ نوٹیفکیشن مورخہ 05 دسمبر 2022ء ترمیم کی گئی، کی تعمیل میں ایس ای سی پی نے تمام لسٹڈ کمپنیوں کو ہدایت کی ہے کہ تمام ارکان کو خصوصی معاملات کے زمرے میں آنے والے تمام معاملات میں الیکٹرانک ووٹنگ اور ڈاک کے ذریعے ووٹ کرنے کی سہولت فراہم کریں۔

چنانچہ کمپنی کے ارکان اے جی ایم میں خصوصی معاملات کے لیے اپنا ووٹ کرنے کا حق بذریعہ الیکٹرانک ووٹنگ سہولت یا ڈاک استعمال کر سکیں گے۔ یہ اے جی ایم بروز پیر، 28 اکتوبر 2024ء صبح 11:30 بجے بمقام سیفائز ہال، رمادا کریک، ذوالفقار اسٹریٹ 1، ڈی ایچ اے فیز VIII، کراچی، پاکستان، منعقد ہوگی اور اس میں مذکورہ بالا ریکوولیشنز میں شامل شرائط اور ضروریات کو پورا کیا جائے گا۔ ارکان کی سہولت کے لیے بیلٹ پیپر اس اطلاع کے ساتھ منسلک ہے اور کمپنی کی ویب سائٹ www.mcbfunds.com سے بھی ڈاؤن لوڈ کی جاسکتی ہے۔

ارکان سے گزارش ہے کہ اپنے جن کوائف میں تبدیلی درکار ہو وہ کرائس، جن میں نام، فوئیو ای سی ڈی سی اکاؤنٹ نمبر، ای میل ایڈرس، رابطہ نمبر شامل ہیں۔ اس کے لیے کمپنی کے شیئر رجسٹرار سے رابطہ کریں: M/s ای سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ، ای سی ڈی سی ہاؤس، بلاک B، ایس ایم سی ایچ ایس، main شاہراہ فیصل، کراچی - 74400۔

ضروری اطلاعات:

1. شرکت بذریعہ ذاتی یا بذریعہ ویڈیو لنک سہولت

کمپنی خواہاں ہے کہ اے جی ایم میں ارکان کے درمیان ظاہری رابطے ممکنہ حد تک کم ہوں، لیکن ساتھ ساتھ لازمی حاضری کی کم از کم حد کی تعمیل بھی کی جائے۔ چنانچہ ارکان سے گزارش کی جاتی ہے کہ وہ اے جی ایم میں اپنی حاضری اور ووٹنگ کو یقینی بنائیں خواہ بذریعہ پراکسیز کے۔

جو ارکان اجلاس میں بذریعہ ویڈیو لنک سہولت شرکت کرنا چاہتے ہیں ان سے گزارش کی جاتی ہے کہ اپنا نام، فوئیو نمبر / اشریک کا ID نمبر، موبائل نمبر، اور قومی شناختی کارڈ / پاسپورٹ نمبر، بمع کمپیوٹر ائرز ذقومی شناختی کارڈ (سی این آئی سی) کی دونوں سمتوں کی درست نقل agm@mcbfunds.com پر ای میل کریں جس کا subject ہو: Registration for MCBFUNDS AGM۔

ویڈیو لنک اور اس کے ذریعے اجلاس میں شامل ہونے (log in) کی تفصیلات اُن ارکان کو روانہ کر دی جائیں گی جن کی ای میل بشمول تمام مطلوبہ کوائف اے جی ایم کے وقت سے اڑتالیس (48) گھنٹوں قبل موصول ہو جائیں گی۔

ارکان اے جی ایم کے ایجنڈا آئٹمز سے متعلق آراء یا سوالات بھی agm@mcbfunds.com پر ای میل کر سکتے ہیں۔

رکن کا نام	سی این آئی سی / پاسپورٹ نمبر	فوئیو اسی ڈی سی نمبر	موبائل نمبر	ای میل ایڈرس

Log in کی سہولت اجلاس کے وقت سے تیس منٹ قبل میسر کی جائے گی۔ شرکاء شناخت اور تصدیق کی تمام رسمی کارروائیوں سے گزرنے کے بعد اپنے آلات کے ذریعے اجلاس میں شامل ہو سکیں گے۔ ارکان کی حوصلہ افزائی کی جائے گی کہ وہ اپنی حاضری اور شرکت کو یقینی بنائیں خواہ بذریعہ پراکسیز کے۔

2. ہنگ بند ہونے کی اطلاع

کمپنی کے حصص کی منتقلی کی ہکس بروز منگل، 22 اکتوبر 2024ء تا بروز پیر، 28 اکتوبر 2024ء (بشمول دونوں مذکورہ دن) بند رہیں گی۔ جو منتقلیاں بروز پیر، 21 اکتوبر 2024ء اوقات کار (شام 5:00 بجے) تک ہمارے شیئر رجسٹرار M/s سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ کے دفتر سی ڈی سی ہاؤز، بلاک B، ایس ایم سی ایچ ایس، main شاہراہ فیصل، کراچی 74400، کو موصول ہو جائیں گی ان کو حصص یافتگان کے اجلاس میں شریک ہونے اور ووٹ دینے کا استحقاق متعین کرنے کے لیے بروقت مانا جائے گا۔

”قرارداد منظور کی جاتی ہے کہ نان-بینکنگ فنانس کمپنیز (اسٹیل سٹیمٹ اینڈ ریکیولیشن) رولز 2003ء (رولز) کے رول (h) 5(6) کے تحت سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (کمیشن) کی پیشگی منظوری سے مشروط، کمپنی کے میمورینڈم آف ایسوسی ایشن کے آبجیکٹ کلاز (III) میں شق 3 میں شق 3A اور 3B کے اضافے کے بعد (جیسا کہ اسٹیمٹ آف میٹیریل فیکٹس میں ظاہر ہو رہا ہے)، REIT مینجمنٹ سروسز کے کاروبار کو ریل ایسٹیٹ انویسٹمنٹ ٹرسٹ ریکیولیشنز 2022ء کے تحت، اور پرائیویٹ فنڈ مینجمنٹ سروسز کو پرائیویٹ فنڈ ریکیولیشنز 2015ء کے تحت، بذریعہ ہذا منظور اور اختیار کیا جاتا ہے۔

مزید برآں، قرارداد منظور کی جاتی ہے کہ میمورینڈم آف ایسوسی ایشن میں ارکان سے منظور شدہ خصوصی قرارداد کے طور پر مذکورہ بالا تبدیلیوں کے علاوہ، کمیشن کی طرف سے مشورے یا ہدایت پر اور کمپنی کے چیف ایگزیکٹو کے متفق ہونے کے بعد، میمورینڈم آف ایسوسی ایشن میں کوئی بھی تبدیلی، اس خصوصی قرارداد کی منظوری کی تاریخ سے، ارکان کی منظوری کی ضرورت کے بغیر ان کی طرف سے منظور شدہ اور اختیار کردہ تصویب کی جائے گی، اور بمطابق موثر ہوگی۔

مزید برآں، قرارداد منظور کی جاتی ہے کہ بذریعہ ہذا کمپنی کے چیف ایگزیکٹو اور ایگزیکیوٹو سیکریٹری اور ایچیف فنانشل آفیسر مشترکہ یا متفرقہ طور پر مندرجہ بالا قرارداد کو موثر بنانے کے لیے تمام متعلقہ اور منسلک ضروری دستاویزات تیار کرنے، ان کو حتمی شکل دینے، نافذ کرنے اور فائل کرنے، اعمال، اقدام یا افعال کرنے، اور کارپوریٹ اور قانونی تعمیلات اور رسمی کارروائیاں مکمل کرنے کے مجاز ہیں۔“

کوئی دیگر معاملہ:

6. چیئر کی اجازت سے کوئی دیگر معاملہ زیر بحث لانا

کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت ایجنڈا آئٹم نمبر 5 میں مذکورہ کسی خصوصی معاملے کے ضمن میں اسٹیمٹ ارکان کو موصول کردہ اطلاع کے ساتھ ملحق ہے۔

بجلم بورڈ



07 اکتوبر 2024ء

کراچی

الطاف احمد فیصل

کمپنی سیکریٹری

بذریعہ ہذا اطلاع دی جاتی ہے ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ کا سالانہ عمومی اجلاس (اے جی ایم) بروز پیر، 28 اکتوبر 2024ء صبح 11:30 بجے بمقام سیفائے ہال، رمادا کریک، ذوالفقار اسٹریٹ 1، ڈی ایچ اے فیز VIII، کراچی، پاکستان، اور ساتھ ساتھ الیکٹرانک ذرائع / ویڈیولنک کے ذریعے منعقد ہوگی جس میں مندرجہ ذیل معاملات زیر غور لائے جائیں گے:

عمومی معاملات:

1. گزشتہ اے جی ایم منعقدہ 23 اکتوبر 2023ء کے مینٹس کی تصدیق
2. کمپنی کے سالانہ آڈٹ شدہ مالیاتی گوشواروں برائے سال مختتمہ 30 جون 2024ء بشمول ان کی ڈائریکٹرز اور آڈیٹرز رپورٹ وصول کرنا، زیر غور لانا اور اختیار کرنا، جیسا کہ کمپنیز ایکٹ 2017ء کے سیکشن 223 کے تحت کمپنی کی سالانہ رپورٹ برائے مالی سال مختتمہ 30 جون 2024ء کمپنی کی ویب سائٹ پر اپ لوڈ کر دی گئی ہے اور اسے مندرجہ ذیل لنک / QR کوڈ کے ذریعے ڈاؤن لوڈ کیا جاسکتا ہے:



3. حتمی نقد ڈیویڈنڈ برائے سال مختتمہ 30 جون 2024ء کا اعلان اور اس کی منظوری، جو بورڈ آف ڈائریکٹرز کی سفارش کے مطابق 10 روپے والے عام شیئر کا 25 فیصد، یعنی 2.5 روپے فی عام شیئر ہے۔
4. سال مختتمہ 30 جون 2025ء کے لیے کمپنی کے خارجی آڈیٹرز کی تقرری اور ان کا معاوضہ طے کرنا؛ اس ضمن میں بورڈ آف ڈائریکٹرز نے کمپنی کی آڈٹ کمیٹی کی سفارش پر M/s اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کا نام تجویز کیا ہے۔

خصوصی معاملات:

5. کمپنیز ایکٹ 2017ء کے سیکشن (c) 32(1) کے تحت REIT مینجمنٹ سروسز اور پرائیویٹ فنڈ مینجمنٹ سروسز کا کاروبار شا کرنے کے لیے کمپنی کے میمورینڈم آف ایسوسی ایشن کے آبجیکٹ کلاز (III) میں تبدیلیوں کو منظور کرنے کے لیے مندرجہ ذیل کو اپیشل ریزولوشن (خصوصی قرارداد) کے طور پر زیر غور لانا اور اگر درست سمجھا جائے تو ترمیم کے ساتھ یا بغیر منظور کرنا:

CONVERSION OF PHYSICAL SHARES INTO BOOK-ENTRY FORM

The SECP, through its letter No. CSD/ED/Misc/2016-639-640 dated March 26, 2021, has advised all Listed Companies to adhere to the provisions of Section 72 of the Companies Act, 2017 (the “Act”), which requires all companies to replace shares issued in physical form to book-entry form within four years of the promulgation of the Act.

Accordingly, all shareholders of the Company having physical folios/share certificates are requested to convert their shares from physical form into book-entry form at the earliest. Shareholders may contact a PSX Member, CDC Participant, or CDC Investor Account Service Provider for assistance in opening a CDS Account and subsequent conversion of the physical shares into book-entry form.

Maintaining shares in book-entry form has many advantages — safe custody of shares with the CDC, avoidance of formalities required for the issuance of duplicate shares, and readily available for sale and purchase in open market at better rates. The shareholders of the Company may contact the Company’s Share Registrar M/s CDC Share Registrar Services Limited at the following address for the conversion of physical shares into book-entry form.

CDC House, 99-B,
Block B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi- 74400
Tel: 0800-23275
Email: info@cdcsrsl.com



Altaf Ahmed Faisal
Company Secretary

PAYMENT OF CASH DIVIDEND ELECTRONICALLY (MANDATORY REQUIREMENT)

This is to inform you that in accordance with the Section 242 of the Companies Act, 2017, any dividend payable in cash shall only be paid through electronic mode directly into the bank account designated by the entitled shareholder. Please note that giving bank mandate for dividend payments is mandatory and in order to comply with this regulatory requirement and to avail the facility of direct credit of dividend amount in bank account, shareholders are requested to please update their International Bank Account Number (IBAN- 24 digits) with the Company's Share Registrar.

The shareholders of the Company may contact the Company's Share Registrar M/s CDC Share Registrar Services Limited at the following address for updating of IBAN.

CDC House, 99-B,
Block B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi – 74400
Tel: 0800-23275
Email: info@cdcsrsl.com



Altaf Ahmed Faisal
Company Secretary

CHAIRMAN'S REVIEW REPORT

Dear Shareholders,

I am privileged to present this Report to the members of MCB Investment Management Limited for the period ended June 30, 2024. It is an opportunity for us to collectively reflect, reset and rejuvenate our mission to become a growth-oriented and sustainable Company.

The Audited Financial Statements for the year reveal the following about the performance of the Company, when compared with last year:

	June 30, 2024	June 30, 2023
	-----Amount in Rupees-----	
Management Fee / Investment Advisory Fee	1,608,510,322	1,100,957,252
Income from investments including profit on deposits	571,028,574	145,162,871
Profit before taxation	1,271,494,346	613,921,946
Profit after taxation	861,302,376	378,218,186
Earnings per share (EPS)	11.96	5.25

At the forthcoming AGM we will be pleased to present before our shareholders a final cash dividend of Rs. 2.5 per share which is in addition to Rs.3.5 per share (35%) interim dividend for the year ended June 30, 2024.

This year despite political and economic concerns the Company has witnessed significant growth. The inflation reading has started to come down due to base effect and relatively stable currency. This resulted in interest rates moving from 22% in FY 2023 to 20% in FY 2024 attracting unit holders to still incline towards money market and fixed income funds leading to healthy growth. Despite PSX increasing by over 89% respectively high interest rates have kept unit holders away from equities who have preferred to remain invested in safe class of asset. Since it is expected that the interest rates would continue to decline and close between 14% to 15% by FY 2025 which can act as a catalyst in helping reviving both the manufacturing and service sector. This may also help in unit holders taking some exposure in equities. However, we still believe that Fixed Income category would continue to attract both the existing and new unit holders.

The company continues to focus on digital innovation. At the beginning of the year, we integrated technology with the MCB Live App, allowing investors to open accounts, invest, and redeem in real-time. Additionally, we developed a system to facilitate investments via Raast for customer convenience. We also successfully incorporated generative AI into our marketing materials and content development. Our efforts were recognized with three Pakistan Digital Awards this year - Best Email Marketing, Best Machine Learning and Best Digital Customer Service.

Looking ahead, we anticipate launching more innovative products to better serve our valued unit holders. The Company is dedicated to providing our stakeholders with agile, modern, and innovative solutions that enhance convenience and user experience.

CHAIRMAN'S REVIEW REPORT

I would like to appreciate our board members who has always focused on the preservation of the best interests of both the Company's shareholders and unit holders of the Funds under its management. As part of this effort, the Board's properly structured Committees are in place, with each one having well-defined objectives and appropriate Terms of Reference; performing their respective roles effectively and efficiently. During the year, a total of fourteen (14) meetings of the Board and the Committees of the Board were held which comprised of eight (8) meetings of the Board of Directors, four (4) meetings of the Audit Committee and two (2) meetings of the Human Resource and Remuneration Committee. I wish to record my appreciation to the Board Members for the active participation and continuing guidance provided to the Management.

I expect that the Company, through its Management team, will continue to work closely, firstly with, its valued clients, as well as, very importantly, with its employees, shareholders and stakeholders in a manner that makes one feel proud to be associated with MCB Investment Management Limited.

I would also like to take this opportunity to thank our valued investors for their continuous faith in the Company, which has enabled the MCB Investment Management Limited to reach new heights year after year, many of whom have stayed alongside us from the inception of our journey and I sincerely hope that the bond we share continues to flourish in the years ahead.



Haroun Rashid

Chairman – Board of Directors

MCB Investment Management Limited

Karachi, September 25, 2024

DIRECTORS' REPORT

The Board of Directors of MCB Investment Management Limited (MCBIM) are pleased to present report on the affairs of MCBIM for the year ended June 30, 2024.

PRINCIPAL BUSINESS

The Company is a Non-Banking Finance Company, licensed as Asset Management Company, Investment Advisor and Pension Fund Manager under the Securities and Exchange Commission of Pakistan's regulatory regime. The principal activities of the Company are floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing Investment Advisory Services.

THE BUSINESS ENVIRONMENT

Economy Review

Fiscal year 2024 marked a period of macroeconomic recovery for Pakistan, averting a looming default brought about by continued economic mismanagement. This turnaround was primarily attributed to Pakistan entering a new IMF program after several months of delay. The government secured a much-needed Stand-by Arrangement (SBA) facility of USD 3.0 billion from the IMF in June 23, and managed to receive timely rollovers from friendly countries. It also showed unwavering commitment to remain compliant with the IMF targets and as a result government was able to successfully complete the program.

The caretaker government took office in August 2023 and immediately faced speculative pressure on the currency, causing it to spike to a record high of 307 in the interbank market. Exchange rate in informal market reached a higher of near 330 PKR/USD reflecting an increase of speculative activity and rampant uncertainty. The government took decisive steps against smuggling of dollar, abuse of Afghan Transit and illegal money dealers in September 2023, which spurred a rapid recovery in the exchange rate. This helped in improving confidence and narrower spreads in open and interbank rates. The authorities also placed mechanisms to strictly monitor exchange rate payments to manage the overall external balance. Combination of both administration measures and steps to discipline external and fiscal accounts helped restore overall stability. The USD PKR close the year at 278.3 appreciating by 2.6% since the start of the year.

Country posted a current account deficit (CAD) of USD 464 million in the first eleven months of the fiscal year 2024 (11MFY24) declining by 88% YoY compared to a deficit of USD 3.8 billion in the corresponding period last year. Narrowing trade deficit was the major contributor towards improving CAD as 11.3% increase in exports coupled with an 2.3% drop in imports led to a 17.0% contraction in the trade deficit. The country's external position improved with SBP's foreign exchange reserves increasing to USD 9.4 billion as of June 2024 compared to USD 4.4 billion at the end of last fiscal year. This was on account of flows from the IMF, friendly countries and multilateral sources.

Headline inflation represented by CPI averaged 23.9% during the fiscal year 2024 compared to 29.0% last year. Inflation remained on the higher side as massive currency depreciation in the prior periods led to surge in food and energy prices. The government also hiked electricity base tariff and gas prices to comply with the IMF conditions, which led to further inflationary pressures. The SBP reduced the policy rate by 150bps to 20.5% in the last monetary policy of the year held on June 10, 2024. The monetary policy noted a significant decline in inflation, resulting in a substantially positive real interest rate, which justifies initiating a monetary easing cycle.

The country's GDP grew by 2.4% in the financial year 2023-24 as compared to -0.2% last year. Agriculture grew by 6.3%, Services and industrial sector witnessed a paltry increase of 1.2% each. Historic high interest

DIRECTORS' REPORT

rates coupled with political uncertainty were the major culprits behind the subdued industrial and services output. On the fiscal side, FBR tax collection increased by 29.6% in FY24 to PKR 9,285 billion, missing the target by a modest PKR 130 billion.

Equity Market Review

The stock market witnessed exuberance in fiscal year 2024, as the benchmark KSE-100 increased by staggering 89.2% or 36,992 points, to close at all time high of 78,445 points. This also makes Pakistan the best performing market in the world with USD return of 94.4% in the year.

The bullish momentum continued throughout the year was on account of improvement in macroeconomic indicators after Pakistan entered into the new IMF program. Market participants also cheered the successful completion of all IMF reviews under SBA. Moreover, the successful conclusion of elections in February 2024 brought long due clarity amongst investors. In addition, reaffirmation by the incumbent government to continue structural reforms, along with the intention to enter a longer IMF program, further uplifted sentiment. Lastly, the strength of the local currency post-crackdown on currency smuggling and hoarding, strong corporate profitability, increase in taxes on other asset classes in the budget FY25, and start of monetary easing with 150bps cut, all contributed to the sustainable rally.

During FY24, Foreign investors, Insurance, and Corporates were net buyers with an inflow of USD 141 million, USD 126 million and USD 36 million, respectively. While major selling was witnessed from Banks and Mutual Funds with outflow of USD 141 million and USD 48 million, respectively. During FY24, average trading volumes for KSE-All Index saw an increase of 140.4% to 461 million shares compared to about 191 million shares in the same period last year. Similarly, the average trading value during the period saw a rise of 118.5% over previous year to near USD 55 million.

Banking, Fertilizer, and E&P sector were the major contributors to the index gain adding 13,262/5,074/4,300 points, respectively. Banking sector witnessed broad based rally as entry into the IMF program diminished the probability of local debt restructuring besides strong profitability. Fertilizer sector performed due to better than expected dividends while E&P rallied due to the news of clearance of gas circular debt, which would improve the sector cash flows.

Economy & Market – Future Outlook

Pakistan GDP is expected to rebound to 3.5% in FY25 after a disappointing performance last year where the GDP increased by only 2.4%. The outlook for industrial output is relatively optimistic with an expected growth of 4.0% compared to 1.2% last year. Macroeconomic stability, stable currency and decline in interest rates will help revive the industrial and service sector growth. Agriculture performance is likely to remain on the lower side due to high base effect.

A new staff-level loan agreement has been reached between Pakistan and the International Monetary Fund (IMF) under which the country will receive USD 7.0 billion over 37 months. The final approval of the loan will be given by the IMF Executive Board. Successful continuation of the IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. However, our external position still remains precarious due to debt outflows and our inability to raise funds through international Eurobond or Sukuk. Thus, we would continue to run a sustainable current account this year to stave off external concerns. We expect a CAD of USD 1.0 billion (0.2% of GDP) in FY25 as policy of consolidation is likely to continue under the IMF umbrella.

DIRECTORS' REPORT

The USD/PKR is expected to remain stable as the government is focusing on improving current account deficit on the back of recovery in export and remittances. Entry into the new IMF program will also increase visibility on the external funding. We expect USD/PKR to close the fiscal year around PKR 311.

The inflation reading has started to come down due to base effect and relatively stable currency. The headline inflation number in June 2024 clocked of 12.6% compared to a high of 38.0% in May 2023. The core inflation also registered a significant slowdown, clocking at 14.1% which is a low of 23 months. The inflation reading is expected to decline to single digits in IHFY25. Keeping in view the inflationary trends, external and fiscal position we expect interest rate to decline to 14-15% by June 25.

From the capital market perspective particularly equities, the market is still trading at cheap valuations. Market cap to GDP ratio is at 9.8%, a discount of 48% from its historical average of 18.9%. Similarly, Earning Yield minus Risk Free Rate is close to 7.2%, compared to the historical average of 3.0% signifying a deep discount at which the market is trading. The resolution of challenges on external account will help to unlock market potential. We believe a micro view of sectors and stocks will remain important and investment selection should focus on companies, which trade at a deep discount to their intrinsic value. The market is currently trading at PER of 4.7x, while offering a dividend yield of 11.2%.

For debt holders, we expect Money Market Funds to continue to seamlessly mirror policy rates throughout the year. Investors with a mid to long term view can benefit from Bond and Income Funds where higher duration will create opportunities for capital gains in the wake of Interest rate outlook. We have added government bonds in Income Funds to benefit from the expected monetary easing in the near term.

Mutual Fund Industry Review

The Net Assets of the open-end mutual funds industry increased by about 64.6% during FY24 to PKR 2,574 billion. Total money market funds grew by about 45.0% since June 2023. Within the money market sphere, conventional funds showed a growth of 33.0% to PKR 629 billion while Islamic funds increased by 58.2% to PKR 679 billion. In addition, the total fixed Income funds increased by about 104.7% since June 2023 to PKR 756 billion while Equity and related funds increased by 52.3% to PKR 255 billion.

In terms of the segment share, Money Market funds were the leader with a share of around 50.8%, followed by Income funds with 37.3% and Equity and Equity related funds having a share of 9.9% as at the end of June 30, 2024.

Mutual Fund Industry Outlook

Both Bonds and Equities are likely to do well in the next year on the back of cut in interest rates. During the year, significant interest of investors is already visible in Income Funds while equity fund is likely to see inflows post new IMF agreement. Relatively High interest rates during the period would encourage sustained flows in the money market funds as they are ideal for investors with a short-term horizon and low risk profile.

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.

The increased focus of provincial and federal government on unsustainable pension payments and a push for contributory pension schemes is a long term positive for the industry. During the year, Pension Schemes for KPK Government Employees were successfully implemented. Punjab Govt. has also shown interest in adopting a contributory retirement scheme and likely to adopt Pension Schemes for new employees from the current year. Similarly, federal government has also highlighted the need for contributory structure in

DIRECTORS' REPORT

the current year Budget speech which shall help accelerate the adoption of voluntary pension schemes in public and private sector.

COMPANY'S PERFORMANCE REVIEW

During the Financial Year 2023-2024 the country continued to face high inflation primarily due to hike in utility prices and surge in food prices. By stepping into the IMF program, the country was able to avert the looming default. Weak economic conditions resulted in government keeping high policy rate which attracted significant new inflows in both Money Market Funds and Income Funds which grew by Rs. 13 billion and Rs. 52 billion to close at Rs. 121 billion and Rs. 87 billion respectively.

After implementation of IMF program, macro-economic indicators improved which resulted in surge in PSX which rose by 89%. Improved valuations resulted in growth in equity-based Funds' AUMs by Rs. 5.7 billion to reach Rs. 16.7 billion.

The Company continued to invest significantly in digitalization which helped in leading the market position through focused initiatives encompassing launch of innovative and customer centric solutions, penetration of emerging markets, adoption of digital avenues and instilling effective cost management techniques.

Driving customer centricity would continue to remain a key area of focus for the next year. We are committed in maintaining our unique positioning as a diversified financial institution with a robust heritage and strong reputation through enriched service offerings and products tailored to meet requirements of our esteemed customers; hence, enabling Company to grow its AUMs' base manifold.

The Company uses Net Promoter Score (NPS) as a metric to gauge loyalty and satisfaction of valued customers. At the close of financial year ended June 30, 2024 our NPS stood at 61% which is evident of the fact that our efforts are translating into improved customer experience.

Increased growth in AUMs in all categories including SMAs resulted in Company's AUMs to increase by 44% from Rs. 226 billion to Rs. 326 billion as of June 30, 2024. Increased AUMs resulted in increase in Company's core revenue by over Rs. 508 million and compared to Rs. 1,100 million in FY 2023. The Company recorded gross management and investment advisory fee of Rs. 1,608 million in FY 2024. With interest yield to be at an average of 17% and Stock Exchange to continue to grow in FY 2025, we expect the AUMs to grow further; resultantly going forward contributing to the revenue growth and profitability.

On an average in FY 2023-2024 the Company remained 39% invested in equity-based Funds and with PSX growing by 89% the same was reflected in Company's income. Moreover, the Fixed Income Funds were also delivering returns of over 20%. Due to better fund management and the Company at times cautiously taking higher percentage of investments in equity-based funds, the Company was able to earn investment income of Rs. 555 million compared to gain of Rs. 139 million in the same corresponding period.

As discussed in detail in Note No. 24.2 of the Notes to the Financial Statements, SECP has advised certain changes including the allocation of selling and marketing expenses to different schemes of the funds under its management. Accordingly, subsequent to year end the company will credit Rs. 158.503 million to the identified unit holders of the respective Funds. This has resulted in lowering profit before taxation of the Company by the corresponding amount.

Due to higher AUMs and improved investment income, despite recognizing above provision, the Company has earned profit after taxation of Rs. 861.3 million compare to Rs. 378.2 million in the corresponding year. The Earnings Per Share of current Financial Year ended June 30, 2024 is Rs. 11.96 per share as compared to Rs. 5.25 per share in the previous financial year ended June 30, 2023.

DIRECTORS' REPORT

The Board has proposed a final dividend of Rs. 2.5 per share i.e 25% which is in addition to Rs. 3.5 per share i.e 35 % as interim dividend for the year ended June 30, 2024 as compared to 55 % (Rs. 5.5 per share as final dividend for the year ended June 30, 2023).

The Board of Directors of the Company has an overall responsibility to ensure that internal financial controls system of the company is adequate and is operating effectively.

The value of contribution of employees in pension funds is Rs. 38.21 million as on June 2024 (Rs. 35.44 million for the year ended June 30, 2023).

Gender Pay Gap Statement under Circular 10 of 2024

MCB Investments promotes an inclusive work environment by ensuring equitable representation at all levels within the organization. The Company believes that there is no significant disparity between what women and men are paid at comparable cadres. Currently, the mean gender pay gap and median gender pay gap pay for women is 65% and 35% respectively.

PRINCIPAL RISKS AND UNCERTAINTIES

Assets under management (AUM) which is the life blood of asset management industry showed substantial growth in FY24 and crossed Rs. 2.57 trillion. A host of factors have contributed to this growth including successful disbursement of USD-3bln by IMF, stable political situation, stable PKR to USD exchange rate and decline in inflation, etc. To attract new clients and facilitate existing clients in this highly competitive industry, Asset Management Companies (AMCs) continued to offer more and more online and Mobile based services. However, these web-based services are prone to hacking and cyber-attacks. These solutions require substantial costs to develop, maintain and protect while the demand for delivery of superior returns is not allowing increment in management fee. Thus, this continues to put pressure on margins of Asset Management Companies (AMCs). To cover up expenses and being profitable, the only remedy is higher AUMs. Government has become cautious on issues relating to 'Know Your Customer' (KYC) requirements to cope up 'Anti Money Laundering' (AML) and 'Combating the Financing of Terrorism' (CFT). This puts high responsibility on Asset Management Companies (AMCs) to carefully perform Customer Due Diligence (CDD). This increases regulatory risk for Asset Management Companies (AMCs) and MCBIM is committed to ensuring compliance of these very demanding but necessary regulations.

CORPORATE SOCIAL RESPONSIBILITY AND IMPACT ON ENVIRONMENT

This year MCB Investment Management Limited conducted a workshop on financial literacy at **"Mumtaz Hospital"** to enable resident doctors and staff to make smart financial decisions by learning about different avenues of investments. The Workshop consisted of a scenario-based demonstration of doctors and staff starting early investments to secure a fruitful financial future and sustain themselves. The Workshop also gave a hands-on experience of digital mutual funds with real time mutual fund account opening and investing. The Session was conducted by our seasoned investment experts who provided a very educational and interactive session for the doctors and Staff.

MCB Funds joined hands with **"Aga Khan University"** to conduct insightful session on the early symptoms, self-examination as well as precautionary measures that can be undertaken to help prevent Breast Cancer. A set of experienced doctors visited the MCB Investment Management Limited where they conducted detailed session to increase awareness on the importance of early detection through screening as this can lead to a cure and save a women's life. The session was conducted for all the female employees of the company and paved to be a very educational and interactive session.

DIRECTORS' REPORT

ASSET MANAGER RATING

The Company maintained highest Asset Manager Rating of AM1. This rating reflects the Company's position as one of the leading Asset Managers in the Asset Management Companies, strongly supported by strong control environment, structured investment processes, good governance framework and qualified management team. The Stability Ratings of the Collective Investment Schemes under management of the Company are as under:

	As at June 30, 2024	As at June 30, 2023	
	-----Stability rating-----		Rating agency
Pakistan Cash Management Fund	AA + (f)	AA + (f)	PACRA
Pakistan Income Fund	AA - (f)	AA - (f)	PACRA
MCB Pakistan Sovereign Fund	AA - (f)	AA - (f)	PACRA
Pakistan Income Enhancement Fund	A + (f)	A + (f)	PACRA
MCB DCF Income Fund	AA - (f)	AA - (f)	PACRA
MCB Cash Management Optimizer	AA + (f)	AA + (f)	PACRA
Alhamra Islamic Income Fund	AA- (f)	AA- (f)	PACRA
Alhamra Daily Dividend Fund	AA- (f)	AA- (f)	PACRA
Alhamra Islamic Money Market Fund	AA+ (f)	AA+ (f)	PACRA
Alhamra Wada Fund	AA (f)	AA (f)	PACRA
MCB Pakistan Fixed Return Fund	AA + (f)	AA + (f)	PACRA
Alhamra Cash Management Optimizer	AA + (f)	AA + (f)	PACRA

The Mutual Funds Association of Pakistan (MUFAP) is executing the Performance of the Mutual Funds on the basis of Mutual Funds' returns. MCBIM has assumed the performance ranking of MUFAP for its equity based Collective Investments Schemes.

HOLDING COMPANY

On April 18, 2023, MCB Bank Limited (MCB), being the parent company of MCB-Arif Habib Savings and Investments Limited, has acquired 21,664,167 (30.09%) shares of MCB-Arif Habib Savings & Investment Limited (MCB-AH) from Arif Habib Corporation Limited (AHCL). By virtue of this transaction MCB Bank Limited's shareholding in MCB-AH has increased from 36,956,768 (51.33%) shares to 58,620,935 (81.42%) and AHCL no longer holds any shares in MCB-AH.

Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 07, 2023 have resolved via special resolution that the name of the Company be changed from MCB-Arif Habib Savings and Investments Limited to MCB Investment Management Limited and Securities and Exchange Commission of Pakistan (SECP) has approved the change in name on August 15, 2023.

CORPORATE GOVERNANCE

The Board comprises of eight (8) members including the Chief Executive Officer (CEO) and has a diverse mix of gender and knowledge. The Board consists of 1 female and 7 male directors, categorized as follows:

- 4 Non – Executive Directors;
- 3 Independent Directors; and
- 1 Executive Director (CEO).

The details of above are as under:

DIRECTORS' REPORT

Sr. No.	Name	Status	Membership in other Board Committees
1.	Mr. Haroun Rashid	Non-Executive Director	None
2.	Mr. Shoaib Mumtaz	Non-Executive Director	HR&R* Committee
3.	Mr. Ahmed Jahangir	Non-Executive Director	HR&R* Committee Audit Committee
4.	Mr. Manzar Mushtaq	Non-Executive Director	Audit Committee
5.	Syed Savail Meekal Hussain	Independent Director	Audit Committee (Chairman)
6.	Mr. Fahd Kamal Chinoy	Independent Director	HR&R* Committee (Chairman).
7.	Ms. Mavra Adil Khan	Independent Director	HR&R* Committee
8.	Mr. Khawaja Khalil Shah	Executive Director	HR&R* Committee

* HR&R stands for Human Resource and Remuneration

The Board of Directors review all significant matters of the Company. This includes, but not limited to, the Company's strategic direction, annual business plans and targets, decision on long-term investments. The Board of Directors is committed to maintaining high standards of corporate governance.

The Board of Directors is pleased to report that:

- a. The financial statements, present fairly the state of affairs, the results of operations, cash flows and changes in equity;
- b. Proper books of accounts of the Company have been maintained;
- c. Appropriate accounting policies as stated in the notes to the financial statements have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- d. International Financial Reporting Standards have been followed in the preparation of financial statements and any departures there from have been adequately disclosed and explained;
- e. The system of internal control is sound in design and has been effectively implemented and monitored with ongoing efforts to improve it further;
- f. There are no significant doubts upon the Company's ability to continue as going concern;
- g. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations;
- h. Key operating and financial data of the last 6 years in summarized form is annexed;
- i. The outstanding taxes, statutory charges and duties, if any, have been fully disclosed in the audited financial statements;

DIRECTORS' REPORT

- j. The Board of Directors is ultimately responsible for Company's system of internal control and for reviewing its effectiveness. The Board, whilst maintaining its overall responsibility, has delegated the detailed design and operation of the system of internal controls to the Chief Executive. Company's system of internal controls comprises of clear governance structures, authority limits and accountabilities, well-understood policies and procedures. The Board meets quarterly to consider Company's financial performance, financial and operating budgets, business growth and developmental plans, capital expenditure proposals and other key performance indicators. The Audit Committee receives reports on the system of internal financial controls from the external and internal auditors and reviews the process for monitoring the effectiveness of internal controls;
- k. As at June 30, 2024, the Company is in compliance with the requirements of Directors' Training Program, as contained in Regulation No. 20 of the Code;
- l. The Directors' Remuneration Policy (The Policy) was approved by the Board of Directors in their 144th meeting held on September 14, 2018. The Policy was revised and was approved by the Board of Directors in 182nd meeting held on October 21, 2022. The main features of the Policy are as under:
- (i) With effect from October 21, 2022 each non-executive director will be paid a sum of rupees one hundred and twenty-five thousand (125,000) for attending the Board meeting / committees of the Board;
 - (ii) Payment for any extra services shall not be made to any executive director. However, if a non-executive director performs any special services, the remuneration of the same will be pre-decided by the Board and in the absence of the quorum, by the general meeting of members of the Company;
 - (iii) Remuneration to executive director(s) shall be decided by the Board on recommendation of the Human Resource and Remuneration Committee based on the role and responsibilities of the executive director and shall reflect the individual's roles, experience and responsibilities; and
 - (iv) Non-executive directors are not covered under any post retirement scheme of the Company.
- m. The detailed pattern of shareholding as on June 30, 2024 is annexed;
- n. A formal and effective mechanism is put in place for an annual evaluation of the Board's own performance, members of the Board and Committees of the Board;
- o. There are no other contracts or arrangement entered into with any of the Related Parties requiring disclosure under Section 208 of the Companies Act, 2017.
- p. **Meeting of the Directors**

During the year, eight (08) meetings of the Board of Directors were held. The attendance of each Director is as follows:

DIRECTORS' REPORT

	Name of Persons	Number of meetings held	Number of meetings		
			Attendance required	Attended	Leave granted
1.	Mr. Haroun Rashid	8	8	8	—
2.	Mr. Ahmed Jahangir	8	8	8	—
3.	Syed Savail Meekal Hussain	8	8	7	1
4.	Ms. Mavra Adil Khan	8	8	6	2
5.	Mr. Muhammad Saqib Saleem (Resigned on October 31, 2023)	8	5	5	—
6.	Mr. Fahd Kamal Chinoy	8	8	5	3
7.	Mr. Manzar Mushtaq	8	8	8	—
8.	Mr. Shoaib Mumtaz	8	8	5	3
9.	Mr. Khawaja Khalil Shah (Appointed on November 01, 2023)	8	3	3	—

q. Meeting of the Audit Committee.

During the year, four (4) meetings of the Audit Committee were held. The attendance of each participant is as follows:

Name of Persons	Number of meetings held	Number of meetings		
		Attendance required	Attended	Leave granted
1. Syed Savail Meekal Hussain	4	4	4	—
2. Mr. Ahmed Jahangir	4	4	4	—
3. Mr. Manzar Mushtaq	4	4	4	—

r. Meeting of the Human Resource and Remuneration Committee.

During the year, two (2) meeting of the Human Resource and Remuneration Committee were held. The attendance of each participant is as follows:

DIRECTORS' REPORT

Name of Persons	Number of meetings	Number of meetings		
		Attendance required	Attended	Leave granted
1. Mr. Fahd Kamal Chinoy	2	2	2	—
2. Mr. Shoaib Mumtaz	2	2	2	—
3. Mr. Ahmed Jahangir	2	2	1	1
4. Ms. Mavra Adil Khan	2	2	1	1

AUDITORS

The current auditors, **M/s A.F. Ferguson & Co. Chartered Accountants** have completed their engagement for the year ended June 30, 2024 and shall retire on the conclusion of the 24th Annual General Meeting.

The Audit Committee considered and recommended the re-appointment of **M/s A.F. Ferguson & Co. Chartered Accountants** as statutory auditors of the Company for the year ending June 30, 2025 and the Board of Directors also endorsed the recommendation of the Audit Committee to comply with the requirements of Code of Corporate Governance.

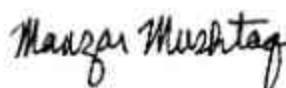
ACKNOWLEDGEMENT

The Directors would like to express their deep appreciation to our shareholders who have consistently demonstrated their confidence in the Company. We would also like to place on record our sincere appreciation for the commitment, dedication and innovative thinking put in by each individual of the Company and are confident that they will continue to do so in the future.

For and on behalf of Board



Khawaja Khalil Shah
Chief Executive Officer
Karachi,
September 25, 2024



Manzar Mushtaq
Director
Karachi,
September 25, 2024

اعتراف

ڈائریکٹرز ہمارے حصص یافتگان کے لیے اپنی گہری تعریف کا اظہار کرنا چاہیں گے جنہوں نے مسلسل کمپنی پر اپنے اعتماد کا اظہار کیا ہے۔ ہم کمپنی کے ہر فرد کے عزم، لگن اور جدید سوچ کے لیے اپنی مخلصانہ تعریف بھی ریکارڈ پر رکھنا چاہیں گے اور یقین رکھتے ہیں کہ وہ مستقبل میں بھی ایسا کرتے رہیں گے۔

منجانب بورڈ

Manzar Mushtaq

منظر مشتاق

ڈائریکٹر

کراچی

25 ستمبر، 2024

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

کراچی

25 ستمبر، 2024

ملاقاتوں کی تعداد	مطلوبہ حاضری	حاضری	منظور شدہ رخصت	منعقد ہونے والی ملاقاتوں کی تعداد	افراد کے نام
	2	2		2	1 جناب فہد کمال چنائے
	2	2		2	2 جناب شعیب ممتاز
1	1	2		2	3 جناب احمد جہانگیر
1	1	2		2	4 محترمہ ماورا عادل خان

آڈیٹرز

موجودہ آڈیٹرز، ایم ایس اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس نے 30 جون 2024 کو ختم ہونے والے سال کے لیے اپنا کام مکمل کر لیا ہے اور 24 ویں سالانہ جنرل میٹنگ کے اختتام پر ریٹائر ہو جائیں گے۔

آڈٹ کمیٹی نے سفارش کی کہ 30 جون 2025 کو ختم ہونے والے سال کے لیے ایم ایس اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کو کمپنی کے قانونی آڈیٹرز کے طور پر دوبارہ تعینات کیا جائے اور بورڈ آف ڈائریکٹرز نے بھی کوڈ آف کارپوریٹ گورننس کے تقاضوں کو پورا کرنے کیلئے آڈٹ کمیٹی کی سفارش کی توثیق کی۔

ڈائریکٹرز رپورٹ

0	3	3	8	جناب خواجہ خلیل شاہ (01 نومبر 2023 کو مقرر)	9
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q. آڈٹ کمیٹی کا اجلاس

سال کے دوران آڈٹ کمیٹی کے چار (4) اجلاس ہوئے۔ شرکاء کی حاضری درج ذیل ہے۔

ملاقاتوں کی تعداد			منعقد ہونے والی ملاقاتوں کی تعداد	افراد کے نام
منظور شدہ رخصت	حاضری	مطلوبہ حاضری		
0	4	4	4	1 سید ساویل میکال حسین
0	4	4	4	2 جناب احمد جہانگیر
0	4	4	4	3 جناب منظر مشتاق

r. ہیومن ریسورس اینڈ ریمونریشن کمیٹی کا اجلاس۔

سال کے دوران ہیومن ریسورس اینڈ ریمونریشن کمیٹی کے دو (2) اجلاس ہوئے۔ ہر شریک کی حاضری حسب ذیل ہے۔

m. 30 جون 2024 تک حصص یا فٹنگی کا تفصیلی نمونہ منسلک ہے۔

n. بورڈ کی اپنی کارکردگی، بورڈ کے اراکین اور بورڈ کی کمیٹیوں کی سالانہ جانچ کے لیے ایک باضابطہ اور موثر طریقہ کار وضع کیا گیا ہے۔

o. کمپنیز ایکٹ، 2017 کے سیکشن 208 کے تحت کسی بھی متعلقہ فریقوں (Related Parties) کے ساتھ کوئی دوسرا معاہدہ یا انتظام نہیں کیا گیا ہے جس میں انکشاف کی ضرورت ہے۔

p. ڈائریکٹرز کی میٹنگ

سال کے دوران بورڈ آف ڈائریکٹرز کے (08) اجلاس منعقد ہوئے۔ ہر ڈائریکٹر کی حاضری حسب ذیل ہے

منظور شدہ رخصت	حاضری	مطلوبہ حاضری	منعقد ہونے والی ملاقاتوں کی تعداد	افراد کے نام	
	8	8	8	ہارون رشید صاحب	1
	8	8	8	جناب احمد جہانگیر	2
1	7	8	8	سید ساویل میکال حسین	3
2	6	8	8	محترمہ ماورا عادل خان	4
0	5	5	8	جناب محمد ثاقب سلیم (31 اکتوبر 2023 کو مستعفی ہو گئے)	5
3	5	8	8	جناب فہد کمال چنائے	6
	8	8	8	جناب منظر مشتاق	7
3	5	8	8	جناب شعیب ممتاز	8

کے عمل کا جائزہ لیتی ہے۔

k. 30 جون 2024 تک، کمپنی ڈائریکٹرز کے تربیتی پروگرام کے تقاضوں کی تعمیل کر رہی ہے، جیسا کہ کوڈ کے ریگولیشن نمبر 20 میں موجود ہے۔

a. ڈائریکٹرز کے معاوضے کی پالیسی (پالیسی) کو بورڈ آف ڈائریکٹرز نے 14 ستمبر 2018 کو ہونے والے اپنے 144 ویں اجلاس میں منظور کیا تھا۔ اس سال کے بعد، پالیسی پر نظر ثانی کی گئی تھی اور اکتوبر 21، 2022 کو ہونے والے بورڈ آف ڈائریکٹرز نے اپنے 182 ویں اجلاس میں اس کی منظوری دی تھی۔ پالیسی کی اہم خصوصیات حسب ذیل ہیں:

(i) 21 اکتوبر 2022 سے ہر ایک غیر ایگزیکٹو ڈائریکٹر کو بورڈ کی میٹنگ/ کمیٹیوں میں شرکت کے لیے ایک لاکھ پچیس ہزار (125,000) روپے ادا کیے جائیں گے۔

(ii) کسی بھی اضافی خدمات کی ادائیگی کسی ایگزیکٹو ڈائریکٹر کو نہیں کی جائے گی۔ تاہم، اگر کوئی غیر ایگزیکٹو ڈائریکٹر کوئی خاص خدمات انجام دیتا ہے، تو اس کے معاوضے کا فیصلہ بورڈ پہلے سے کرے گا اور کورم کی عدم موجودگی میں، کمپنی کے اراکین کی جنرل میٹنگ کے ذریعے فیصلہ ہوگا۔

(iii) ایگزیکٹو ڈائریکٹر (ز) کو معاوضے کا فیصلہ بورڈ کے ذریعہ ہیومن ریسورس اور ریمونریشن کمیٹی کی سفارش پر ایگزیکٹو ڈائریکٹر کے کردار اور ذمہ داریوں کی بنیاد پر کیا جائے گا اور یہ فرد کے کردار، تجربے اور ذمہ داریوں کی عکاسی کرے گا۔ اور

(iv) غیر ایگزیکٹو ڈائریکٹر کمپنی کی کسی پوسٹ ریٹائرمنٹ اسکیم کے تحت نہیں آتے ہیں۔

d. مالیاتی بیانات کی تیاری میں بین الاقوامی مالیاتی رپورٹنگ کے معیارات کی پیروی کی گئی ہے اور ان سے کسی بھی انحراف کو مناسب طور پر ظاہر اور واضح کیا گیا ہے۔

e. اندرونی کنٹرول کا نظام ڈیزائن کے لحاظ سے درست ہے اور اسے مزید بہتر بنانے کے لیے جاری کوششوں کے ساتھ مؤثر طریقے سے نافذ اور نگرانی کی گئی ہے۔

f. کمپنی کے کاروبار جاری رکھنے کی صلاحیت میں کسی قسم کی کوئی شبہات نہیں ہے۔

g. کارپوریٹ گورننس کے بہترین طریقوں سے کوئی مادی رخصتی نہیں ہوئی ہے، جیسا کہ لسٹنگ کے ضوابط میں تفصیل سے بتایا گیا ہے۔

h. گزشتہ 6 سالوں کا خاص آپریٹنگ اور مالیاتی ڈیٹا خلاصہ شکل میں منسلک کیا گیا ہے۔

i. واجب الادائیکس، قانونی چارجز اور ڈیویڈنڈز، اگر کوئی ہیں، مکمل طور پر آڈٹ شدہ مالیاتی گوشواروں میں ظاہر کیے گئے ہیں۔

j. بورڈ آف ڈائریکٹرز کمپنی کے اندرونی کنٹرول کے نظام اور اس کی تاثیر کا جائزہ لینے کے لیے بالآخر ذمہ دار ہیں۔ بورڈ نے اپنی مجموعی ذمہ داری کو برقرار رکھتے ہوئے اندرونی کنٹرول کے نظام کا تفصیلی ڈیزائن اور آپریشن چیف ایگزیکٹو کو سونپ دیا ہے۔ کمپنی کا اندرونی کنٹرول کا نظام واضح گورننس ڈھانچے، اتھارٹی کی حدود اور جوابدہی، اچھی طرح سے سمجھی جانے والی پالیسیوں اور طریقہ کار پر مشتمل ہے۔ بورڈ کمپنی کی مالی کارکردگی، مالیاتی اور آپریٹنگ بجٹ، کاروبار کی ترقی اور ترقیاتی منصوبوں، سرمائے کے اخراجات کی تجاویز اور کارکردگی کے دیگر اہم اشاریوں پر غور کرنے کے لیے سہ ماہی اجلاس کرتا ہے۔ آڈٹ کمیٹی بیرونی اور اندرونی آڈیٹرز سے داخلی مالیاتی کنٹرول کے نظام کے بارے میں رپورٹس حاصل کرتی ہے اور داخلی کنٹرول کی تاثیر کی نگرانی

ڈائریکٹرز رپورٹ

2	جناب شعیب ممتاز	غیر ایگزیکٹو ڈائریکٹر	* ایچ آر اینڈ آر کمیٹی
3	جناب احمد جہانگیر	غیر ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر کمیٹی آڈٹ کمیٹی
4	جناب منظر مشتاق	غیر ایگزیکٹو ڈائریکٹر	آڈٹ کمیٹی
5	سید ساویل میkal حسین	خود مختار ڈائریکٹر	آڈٹ کمیٹی (چیئر مین)
6	جناب فہد کمال چنائے	خود مختار ڈائریکٹر	آڈٹ کمیٹی (چیئر مین)
7	محترمہ ماورا عادل خان	خود مختار ڈائریکٹر	ایچ آر اینڈ آر کمیٹی
8	جناب خواجہ خلیل شاہ	ایگزیکٹو ڈائریکٹر	ایچ آر اینڈ آر کمیٹی

* ایچ آر اینڈ آر کا مطلب ہیومن ریسورس اینڈ ریمونریشن ہے۔

بورڈ آف ڈائریکٹرز کمپنی کے تمام اہم معاملات کا جائزہ لیتے ہیں۔ اس میں کمپنی کے لائحہ عمل کی سمت، سالانہ کاروباری منصوبے اور اہداف، طویل مدتی سرمایہ کاری کے فیصلے شامل ہیں، لیکن ان تک محدود نہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے مطالعہ کیا جاتا ہے کہ:

a. مالی بیانات، معاملات کی حالت، کاموں کے نتائج، نقد بہاؤ اور ایکویٹی میں تبدیلیوں کو منصفانہ طور پر پیش کرتے ہیں۔

b. کمپنی کے کھاتوں کی درست کتابیں تیار کی گئی ہیں۔

c. جیسا کہ مالیاتی گوشواروں کے نوٹوں میں بیان کیا گیا ہے مناسب اکاؤنٹنگ پالیسیوں کو مالی بیانات کی تیاری میں مسلسل لاگو کیا گیا ہے اور اکاؤنٹنگ تخمینہ معقول اور دانشمندانہ فیصلے پر مبنی ہیں؛

کمپنی ایم سی بی بینک (MCB) نے عارف حبیب کارپوریشن لمیٹڈ (AHCL) سے ایم سی بی-عارف حبیب سیونگس اینڈ انویسٹمنٹس لمیٹڈ کے 21,664,167 (30.09 فیصد) حصص حاصل کر لیے ہیں۔ اس پیش رفت کے بعد MCB کی MCB-AHCL میں حصص یافتگی 36,956,935 (81.42 فیصد) ہو گئی ہے اور AHCL اب MCB-AHCL میں حصص کا حامل نہیں ہے۔

نتیجتاً، کمپنی کے اراکین نے 07 جولائی 2023 کو منعقدہ ایک غیر معمولی جنرل میٹنگ (EOGM) میں خصوصی قرارداد کے ذریعے فیصلہ کیا کہ کمپنی کا نام ایم سی بی-عارف حبیب سیونگس اینڈ انویسٹمنٹس لمیٹڈ سے ایم سی بی انویسٹمنٹ مینجمنٹ لمیٹڈ میں تبدیل کر دیا جائے اور سکیورٹیز ایکسچینج کمیشن آف پاکستان (SECP) نے 15 اگست 2023 کو نام میں تبدیلی کی منظوری دے دی ہے۔

کارپوریٹ گورننس

بورڈ آف (8) اراکین پر مشتمل ہے جس میں چیف ایگزیکٹو آفیسر (CEO) شامل ہیں اور اس میں صنف اور علم کا متنوع امتزاج ہے۔ بورڈ (1) خاتون اور (7) حضرات ڈائریکٹرز پر مشتمل ہے، جن کی درجہ بندی درج ذیل ہے:

4. غیر ایگزیکٹو ڈائریکٹرز؛

3. خود مختار ڈائریکٹرز؛ اور

1. ایگزیکٹو ڈائریکٹر (CEO)۔

مندرجہ بالا تفصیلات درج ذیل ہیں:

سیریل نمبر	نام	حیثیت	دیگر بورڈ کمیٹیوں میں رکنیت
1	ہارون رشید صاحب	غیر ایگزیکٹو ڈائریکٹر	کوئی نہیں۔

پاکرا	AA - (f)	AA - (f)	ایم سی بی پاکستان خود مختار فنڈ
پاکرا	A + (f)	A + (f)	پاکستان انکم انہاسمنٹ فنڈ
پاکرا	AA - (f)	AA - (f)	ایم سی بی ڈی سی ایف انکم فنڈ
پاکرا	AA + (f)	AA + (f)	ایم سی بی کیش مینجمنٹ آپٹیمائزر
پاکرا	AA- (f)	AA- (f)	الحمر اسلامک انکم فنڈ
پاکرا	AA- (f)	AA- (f)	الحمر اڈیلی ڈیویڈنڈ فنڈ
پاکرا	AA+ (f)	AA+ (f)	الحمر اسلامک منی مارکیٹ فنڈ
پاکرا	AA (f)	AA (f)	الحمر اہ عدو فنڈ
پاکرا	AA + (f)	AA + (f)	ایم سی بی پاکستان فکسڈ ریٹرن فنڈ
پاکرا	AA + (f)	AA + (f)	الحمر کیش مینجمنٹ آپٹیمائزر

میوچل فنڈز ایسوسی ایشن آف پاکستان (MUFAP) میوچل فنڈز کی کارکردگی کو میوچل فنڈز کے ریٹرن کی بنیاد پر انجام دے رہا ہے۔ MCBIM نے اپنی ایکویٹی پر مبنی اجتماعی سرمایہ کاری کی اسکیموں کے لیے MUFAP کی کارکردگی کی درجہ بندی سنبھال لی ہے۔

ہولڈنگ کمپنی

18 اپریل 2023 کو ایم سی بی - عارف حبیب سیونکس اینڈ انویسٹمنٹس لمیٹڈ (MCB-AH) کی parent

شروع کرنے پر منظر نامے پر مبنی مظاہرے شامل تھے جو ایک نتیجہ خیز مالی مستقبل کو محفوظ بنانے اور خود کو برقرار رکھنے کے لیے ابتدائی سرمایہ کاری شروع کرتے ہیں۔ ورکشاپ نے رینل ٹائم میوچل فنڈ اکاؤنٹ کھولنے اور سرمایہ کاری کے ساتھ ڈیجیٹل میوچل فنڈز کا تجربہ بھی پیش کیا۔ سیشن کا انعقاد ہمارے تجربہ کار سرمایہ کاروں نے کیا جنہوں نے ڈاکٹروں اور عملے کے لیے ایک بہت ہی تعلیمی اور انٹرایکٹو سیشن فراہم کیا۔

ایم سی بی فنڈز نے "آغا خان یونیورسٹی" کے ساتھ ہاتھ ملایا تاکہ ابتدائی علامات کے بارے میں بصیرت انگیز سیشن، خود معائنہ کے ساتھ ساتھ احتیاطی تدابیر کے بارے میں آگاہی فراہم کی جن کو چھاتی کے کینسر کو روکنے میں استعمال کیا جاسکتا ہے اس کے بارے میں آگاہی فراہم کی جائے۔ تجربہ کار ڈاکٹروں کے ایک سیٹ نے ایم سی بی فنڈز کے ہیڈ آفس کا دورہ کیا جہاں انہوں نے اسکریننگ کے ذریعے جلد پتہ لگانے کی اہمیت کے بارے میں آگاہی بڑھانے کے لیے تفصیلی سیشن کا انعقاد کیا کیونکہ یہ ایک علاج کا باعث بن سکتا ہے اور خواتین کی زندگی بچا سکتا ہے۔ یہ سیشن کمپنی کی تمام خواتین ملازمین کے لیے منعقد کیا گیا اور یہ ایک بہت ہی تعلیمی اور انٹرایکٹو سیشن کے طور پر ظاہر ہوا۔

اماشہ جاتی نظام کی درجہ بندی (ایسٹ مینجریٹنگ)

کمپنی نے AM1 کی اعلیٰ ترین اماشہ منتظم کی درجہ بندی برقرار رکھی۔ یہ درجہ بندی اماشہ مینجمنٹ کمپنیوں میں ایک صفہ اول کمپنی کی پوزیشن کی عکاسی کرتی ہے، جو مضبوط قابو ماحول، ساختہ سرمایہ کاری کے عمل، گڈ گورننس فریم ورک اور اہل انتظامی ٹیم کی حامل ہے۔ کمپنی کے زیر انتظام اجتماعی سرمایہ کاری کی اسکیموں کی استحکام کی درجہ بندی حسب ذیل ہیں:

	30 جون 2023 تک	30 جون 2024 تک	
	----- استحکام کی درجہ بندی -----		
پاکستان کیش مینجمنٹ فنڈ	AA + (f)	AA + (f)	پاکرا
پاکستان انکم فنڈ	AA - (f)	AA - (f)	پاکرا

2024 کے سرکلر 10 کے تحت جینڈر تنخواہ کے فرق کا بیان

ایم سی بی انویسٹمنٹ تنظیم کے اندر تمام سطحوں پر مساوی نمائندگی کو یقینی بنا کر ایک جامع کام کے ماحول کو فروغ دیتا ہے۔ کمپنی کا ماننا ہے کہ مساوی کیڈر میں خواتین اور مردوں کو جو تنخواہ دی جاتی ہیں اس میں کوئی خافرق نہیں ہے۔ فی الحال، خواتین کیلئے مین جینڈر تنخواہ کا فرق اور میڈین جینڈر تنخواہ کا فرق بالترتیب 65 فیصد اور 35 فیصد ہے۔

بنیادی خطرات اور غیر یقینی صورتحال

اماشہ جات کے زیر انتظام (اے یو ایم) جو کہ اماشہ جات کے انتظام کی صنعت کی جان ہے مالی سال 24 میں خاطر خواہ ترقی دکھائی اور 2.57 ٹریلین روپے سے تجاوز کر گئے۔ اس ترقی میں بہت سے عوامل نے حصہ ڈالا ہے جس میں آئی ایم ایف کی جانب سے 3 بلین امریکی ڈالر کی کامیاب تقسیم، مستحکم سیاسی صورتحال، مستحکم USD تا PKR کی شرح تبادلہ اور افراط زر میں کمی وغیرہ شامل ہیں۔ نئے کلائنٹس کو راغب کرنے اور موجودہ کلائنٹس کو اس انتہائی مسابقتی صنعت میں سہولت فراہم کرنے کے لیے، ایسیٹ مینجمنٹ کمپنیاں (AMCs) زیادہ سے زیادہ آن لائن اور موبائل پر مبنی خدمات پیش کرتی رہیں۔ تاہم، یہ ویب پر مبنی خدمات ہیکنگ اور سائبر حملوں کا شکار ہیں۔ ان حلوں کو تیار کرنے، برقرار رکھنے اور تحفظ دینے کے لیے کافی لاگت کی ضرورت ہوتی ہے جبکہ اعلیٰ منافع کی فراہمی کا مطالبہ انتظامی فیس میں اضافے کی اجازت نہیں دے رہا ہے۔ اس طرح، یہ اماشہ مینجمنٹ کمپنیوں (AMCs) کے مارجن پر دباؤ ڈالتا رہتا ہے۔ اخراجات کو چھپانے اور منافع بخش ہونے کا واحد علاج زیادہ AUMs ہے۔ حکومت 'اینٹی منی لانڈرنگ' (اے ایم ایل) اور 'دہشت گردی کی مالی معاونت کا مقابلہ' (سی ایف ٹی) سے نمٹنے کے لیے اپنے صارف کو جانیں (کے وائی سی) کی ضروریات سے متعلق معاملات پر محتاط ہوگئی ہے۔ اس سے اماشہ جات کی انتظامی کمپنیوں (AMCs) پر کسٹمر ڈیو ڈیلیٹس (CDD) کو احتیاط سے انجام دینے کی اعلیٰ ذمہ داری عائد ہوتی ہے۔ اس سے اماشہ جات کی انتظامی کمپنیوں (AMCs) کے لیے ریگولیٹری خطرے میں اضافہ ہوتا ہے اور ایم سی بی آئی ایم (MCBIM) ان انتہائی ضروری ضوابط کی تعمیل کو یقینی بنانے کے لیے پرعزم ہے۔

کارپوریٹ سماجی ذمہ داری اور ماحولیات پر اثر

اس سال ایم سی بی انویسٹمنٹ لمیٹڈ نے "متنازعہ ہسپتال" میں مالیاتی خواندگی پر ایک ورکشاپ کا انعقاد کیا تاکہ رہائشی ڈاکٹروں اور عملے کو سرمایہ کاری کے مختلف طریقوں کے بارے میں آگاہی فراہم کی تاکہ انھیں سمارٹ مالیاتی فیصلے کرنے کے قابل بنایا جاسکے۔ ورکشاپ میں ڈاکٹروں اور عملے کو ابتدائی سرمایہ کاری کو

ایکس میں 89 فیصد اضافہ کے ساتھ کمپنی کی آمدنی میں بھی یہی ظاہر ہوا۔ مزید برآں، فکسڈ انکم فنڈز بھی 20 فیصد سے زیادہ کا منافع دے رہے تھے۔ بہتر فنڈ مینجمنٹ اور کمپنی کے بعض اوقات احتیاط سے ایکویٹی پر مبنی فنڈز میں زیادہ فیصد سرمایہ کاری کی وجہ سے، کمپنی 555 ملین روپے کی سرمایہ کاری آمدنی حاصل کرنے میں کامیاب رہی جہاں پچھلے سال اسی مدت میں 139 ملین روپے کا فائدہ ہوا۔

جیسا کہ مالیاتی بیان کے نوٹ نمبر 24.2 میں تفصیل سے بحث کی گئی ہے، ایس ای سی پی نے اپنے زیر انتظام فنڈز کی مختلف اسکیموں میں فروخت اور مارکیٹنگ کے اخراجات کی مختص سمیت بعض تبدیلیوں کی سفارش کی ہے۔ اس کے مطابق ہم 158.503 ملین روپے 30 جون 2024 کے بعد متعلقہ فنڈز کے شناخت کردہ پونٹ ہولڈرز کو کریڈٹ کریں گے۔ اس کے نتیجے میں متعلقہ رقم سے کمپنی کے ٹیکس سے پہلے منافع میں کمی واقع ہوئی۔

زیادہ AUMs اور بہتر سرمایہ کاری کی آمدنی کی وجہ سے، اوپر درج کی گئی فراہمی کو تسلیم کرنے کے باوجود، کمپنی نے 861.3 ملین روپے ٹیکس کے بعد منافع کمایا جو کہ متعلقہ سال 378.2 ملین تھا۔ موجودہ مالی سال جون 2024 کی فی شیئر آمدنی 11.96 روپے ہے جو کہ 30 جون 2023 کو ختم ہونے والی سال کے میں 5.25 فی شیئر تھی۔

بورڈ نے 2.5 روپے فی شیئر (25 فیصد) کا حتمی ڈیویڈنڈ تجویز کیا ہے۔ جو 3.5 روپے فی شیئر (35 فیصد) کے عبوری ڈیویڈنڈ جو سال ختمہ 30 جون 2024 کو دیا گیا، کے علاوہ ہے جبکہ پچھلے سال میں یہ 55 فیصد تھا (30 جون 2023 کو ختم ہونے والے سال کے لیے حتمی ڈیویڈنڈ کے طور پر 5.5 روپے فی شیئر)۔

کمپنی کے بورڈ آف ڈائریکٹرز کی مجموعی ذمہ داری ہے کہ وہ اس بات کو یقینی بنائے کہ کمپنی کا اندرونی مالیاتی کنٹرول کا نظام کافی ہے اور مؤثر طریقے سے کام کر رہا ہے۔

پنشن فنڈز میں ملازمین کی شراکت کی قیمت جون 2024 تک 38.21 ملین روپے ہے۔ (30 جون 2023 کو ختم ہونے والے سال کے لیے 35.44 ملین روپے)۔

کمپنی نے ڈیجیٹلائزیشن میں نمایاں طور پر سرمایہ کاری جاری رکھی جس نے جدید اور کسٹمر سینٹرک سلوشنز کے آغاز، ابھرتی ہوئی مارکیٹوں میں رسائی، ڈیجیٹل راستے کو اپنانے اور لاگت کے انتظام کی موثر تکنیکوں کو فروغ دینے کے ساتھ مرکز اقدامات کے ذریعے مارکیٹ کی پوزیشن کو آگے بڑھانے میں مدد کی۔

گاہک کی مرکزیت کو آگے بڑھانا اگلے سال کے لیے توجہ کا ایک اہم شعبہ رہے گا۔ ہم ایک متنوع مالیاتی ادارے کے طور پر ایک مضبوط ورثے اور مضبوط ساکھ کے ساتھ اپنی منفرد پوزیشن اور ہمارے معزز صارفین کی ضروریات کو پورا کرنے کے لیے تیار کردہ پروڈکٹس کے ذریعے افزودہ خدمات کو برقرار رکھنے کے لیے پرعزم ہیں، لہذا یہ کمپنی کو اپنے AUMs کی بنیاد کو کئی گنا بڑھانے کے قابل بناتا ہے۔

کمپنی نیٹ پروموترسکور (NPS) کو بطور میٹرک استعمال کرتی ہے تاکہ قیمتی صارفین کی وفاداری اور اطمینان کا اندازہ لگایا جاسکے۔ 30 جون 2024 کو ختم ہونے والے مالی سال کے اختتام پر ہمارا NPS 61 فیصد رہا جو اس حقیقت سے عیاں ہے کہ ہماری کوششیں کسٹمر کے بہتر تجربے میں ترجمہ کر رہی ہیں۔

SMA's سمیت تمام زمروں میں AUMs میں اضافہ کے نتیجے میں کمپنی کے AUMs پچھلے سال 226 ارب روپے سے 30 جون 2024 تک 326 ارب کے ساتھ 44 فیصد تک بڑھ گئے۔ بڑھتے ہوئے AUM کے نتیجے میں کمپنی کی بنیادی آمدنی میں جو مالی سال 2023 میں 1,100 ملین روپے تھی اس میں 508 ملین روپے سے زیادہ کا اضافہ ہوا۔ کمپنی نے مجموعی انتظام سرمایہ کاری ایڈوائزری فیس مالی سال 2024 میں 1,608 ملین روپے کی ریکارڈ کی۔ سود کی پیداوار اوسطاً 17 فیصد ہوگی اور اسٹاک ایکسچینج مالی سال 2025 میں بڑھتا رہے گا، ہم توقع کرتے ہیں کہ AUMs آمدنی میں اضافے اور منافع میں حصہ ڈالتے ہوئے نتیجتاً مزید آگے بڑھیں گے۔

مالی سال 2023-2024 میں اوسطاً کمپنی ایکویٹی پر مبنی فنڈز میں 39 فیصد سرمایہ کاری کرتی رہی اور پی ایس

کاروں کے لیے مثالی ہیں۔

ہمارے کام بغیر کسی رکاوٹ کے جاری رہے اور ڈیجیٹل رسائی اور آن لائن کسٹمرز کے تجربے میں مسابقتی برتری کے پیش نظر، ہم آن لائن دستیاب سرمایہ کاروں کی بڑھتی ہوئی تعداد کے فوائد حاصل کرنے کے لیے تیار ہیں۔

غیر پائیدار پنشن کی ادائیگیوں پر صوبائی اور وفاقی حکومت کی بڑھتی ہوئی توجہ اور کنٹریبیوٹری پنشن سکیموں پر زور دینا انڈسٹری کے لیے طویل مدتی مثبت ہے۔ سال کے دوران، KPK کے سرکاری ملازمین کے لیے پنشن سکیموں کو کامیابی سے نافذ کیا گیا۔ پنجاب حکومت نے کنٹریبیوٹری ریٹائرمنٹ اسکیم کو اپنانے میں بھی دلچسپی ظاہر کی ہے اور موجودہ سال سے نئے ملازمین کے لیے پنشن سکیموں کو اپنانے کا امکان ہے۔ اسی طرح وفاقی حکومت نے بھی رواں سال کی بجٹ تقریر میں کنٹریبیوٹری ڈھانچے کی ضرورت کو اجاگر کیا ہے جو سرکاری اور نجی شعبے میں رضا کارانہ پنشن سکیموں کو اپنانے میں تیزی لانے میں مدد کرے گا۔

کمپنی کی کارکردگی کا جائزہ

مالی سال 2023-2024 کے دوران ملک کو بنیادی طور پر یوٹیلیٹی قیمتوں میں اضافے اور اشیائے خوردونوش کی قیمتوں میں اضافے کی وجہ سے بلند افراط زر کا سامنا کرنا پڑا۔ آئی ایم ایف کے پروگرام میں قدم رکھ کر، ملک بڑھتے ہوئے ڈیفالٹ کو ٹالنے میں کامیاب ہوا۔ کمزور معاشی حالات کے نتیجے میں حکومت نے پالیسی کی بلند شرح کو برقرار رکھا جس کی وجہ سے منی مارکیٹ فنڈز اور انکم فنڈز دونوں میں نمایاں نئی سرمایہ کاری ہوئی جس میں بالترتیب 13 ارب روپے 52 ارب روپے کا اضافہ ہوا اور یہ 121 ارب روپے 87 ارب پر بند ہوا۔

آئی ایم ایف پروگرام کے نفاذ کے بعد میکرو اکنامک انڈیکیٹرز میں بہتری آئی جس کے نتیجے میں پی ایس ایکس میں 89 فیصد اضافہ ہوا۔ بہتر ویلیو ایڈیشنز کے نتیجے میں ایکویٹی پر مبنی فنڈز کے AUMs میں 5.7 بلین روپے کا اضافہ ہوا جو 16.7 بلین تک پہنچا۔

قرض ہولڈرز کے لیے، ہم توقع کرتے ہیں کہ منی مارکیٹ فنڈز سال بھر پالیسی کی شرحوں کی بغیر کسی رکاوٹ کے آئینہ دار ہوتے رہیں گے۔ وسط سے طویل مدتی نقطہ نظر کے حامل سرمایہ کار بانڈ اور انکم فنڈز سے فائدہ اٹھا سکتے ہیں جہاں زیادہ مدت سود کی شرح کے نقطہ نظر کے تناظر میں سرمائے میں اضافے کے مواقع پیدا کرے گی۔ ہم نے انکم فنڈز میں سرکاری بانڈز شامل کیے ہیں تاکہ قریب کی مدت میں متوقع مالیاتی نرمی سے فائدہ اٹھایا جاسکے۔

میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈز انڈسٹری کے خالص اثاثے مالی سال 2024 کے دوران تقریباً 64.6 فیصد بڑھ کر 2,574 بلین روپے ہو گئے۔ جون 2023 کے بعد سے کل منی مارکیٹ فنڈز میں تقریباً 45.0 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرے میں، روایتی فنڈز نے 33.0 فیصد اضافے سے 629 PKR بلین جبکہ اسلامک فنڈز 58.2 فیصد بڑھ کر 679 PKR بلین ہو گئے۔ اس کے علاوہ، کل فکسڈ انکم فنڈز جون 2023 سے تقریباً 104.7 فیصد بڑھ کر 756 PKR بلین ہو گئے جبکہ ایکویٹی اور متعلقہ فنڈز 52.3 فیصد اضافے سے 255 PKR بلین ہو گئے۔

سیگمنٹ شیئر کے لحاظ سے، منی مارکیٹ فنڈز تقریباً 50.8 فیصد کے شیئر کے ساتھ سرفہرست تھے، اس کے بعد انکم فنڈز 37.3 فیصد کے ساتھ اور ایکویٹی اور ایکویٹی سے متعلق فنڈز کا حصہ 9.9 فیصد کے ساتھ 30 جون 2024 کا اختتام ہوا۔

میوچل فنڈ انڈسٹری آؤٹ لک

سود کی شرح میں کمی کی وجہ سے بانڈز اور ایکویٹیز دونوں اگلے سال میں اچھی کارکردگی کا مظاہرہ کریں گے۔ سال کے دوران، انکم فنڈز میں سرمایہ کاروں کی نمایاں دلچسپی پہلے ہی نظر آ رہی ہے جبکہ ایکویٹی فنڈز میں آئی ایم ایف کے نئے معاہدے کے بعد آمد کا امکان ہے۔ اس مدت کے دوران نسبتاً زیادہ شرح سود منی مارکیٹ کے فنڈز میں مسلسل بہاؤ کی حوصلہ افزائی کرے گی کیونکہ یہ مختصر مدت کے افق اور کم ریسک پروفائل والے سرمایہ

ایف کی چھتری کے تحت استحکام کی پالیسی جاری رہنے کا امکان ہے۔

PKR USD کے مستحکم رہنے کی توقع ہے کیونکہ حکومت برآمدات اور ترسیلات زر میں بحالی کی پشت پر کرنٹ اکاؤنٹ خسارے کو بہتر بنانے پر توجہ دے رہی ہے۔ آئی ایم ایف کے نئے پروگرام میں داخلے سے بیرونی فنڈنگ کی نمائش میں بھی اضافہ ہوگا۔ ہمیں توقع ہے کہ PKR/USD مالی سال کو 311 PKR پر بند کرے گا۔

بنیادی اثر اور نسبتاً مستحکم کرنسی کی وجہ سے افراط زر کی شرح میں کمی آنا شروع ہو گئی ہے۔ جون 2024 میں ہیڈ لائن افراط زر کی تعداد مئی 2023 میں 38.0 فیصد کی بلند ترین سطح کے مقابلے میں 12.6 فیصد تک پہنچ گئی۔ بنیادی افراط زر میں بھی نمایاں کمی درج کی گئی، جو 14.1 فیصد پر پہنچ گئی جو کہ 23 ماہ کی کم ترین سطح ہے۔ 1HFY25 میں افراط زر کی ریڈنگ سنگل ہندسوں تک گرنے کی توقع ہے۔ افراط زر کے رجحانات، بیرونی اور مالیاتی پوزیشن کو مد نظر رکھتے ہوئے ہم توقع کرتے ہیں کہ 25 جون تک شرح سود 14-15 فیصد تک گر جائے گی۔

کیپٹل مارکیٹ کے نقطہ نظر سے خاص طور پر ایکویٹیز مارکیٹ اب بھی سستی قیمتوں پر ٹریڈ کر رہی ہے۔ مارکیٹ کیپ ٹو جی ڈی پی کا تناسب 9.8 فیصد پر ہے، جو اس کی تاریخی اوسط 18.9 فیصد سے 48 فیصد کی چھوٹ ہے۔ اسی طرح، ارننگ پیبلڈ مائنس رسک فری ریٹ 7.2 فیصد کے قریب ہے، جو کہ 3.0 فیصد کی تاریخی اوسط کے مقابلے میں ایک گہری رعایت کی نشاندہی کرتا ہے جس پر مارکیٹ ٹریڈ کر رہی ہے۔ بیرونی اکاؤنٹ پر چینجز کا حل مارکیٹ کی صلاحیت کو کھولنے میں مدد کرے گا۔ ہمیں یقین ہے کہ سیکٹرز اور اسٹاکس کا ایک مائیکرو ویو اہم رہے گا اور سرمایہ کاری کے انتخاب کو ان کمپنیوں پر توجہ مرکوز کرنی چاہیے، جو اپنی اندرونی قیمت کے لیے گہری رعایت پر تجارت کرتی ہیں۔ مارکیٹ فی الحال 4.7x PER پر ٹریڈ کر رہی ہے، جبکہ 11.2 فیصد کی منافع بخش پیداوار پیش کر رہی ہے۔

فیصد اضافے سے 461 پر جا پہنچی۔ اسی طرح، اس مدت کے دوران اوسط تجارتی قدر میں پچھلے سال کے مقابلے میں 118.5 فیصد اضافہ ہوا جو 55 بلین امریکی ڈالر کے قریب پہنچ گیا۔

بینکنگ، فریلائزر، اور ای اینڈ پی سیکٹر انڈیکس کے اضافے میں بالترتیب 4,300/5,074/13,262 پوائنٹس کا اضافہ کرنے والے اہم شراکت دار تھے۔ بینکنگ سیکٹر میں وسیع الہیاد ریلی دیکھنے میں آئی کیونکہ آئی ایم ایف پروگرام میں داخلے نے مضبوط منافع کے علاوہ مقامی قرضوں کی تنظیم نو کے امکانات کو کم کر دیا۔ کھاد کے شعبے نے متوقع منافع سے بہتر کارکردگی کا مظاہرہ کیا جبکہ گیس سرکیور ڈیٹ کی منظوری کی خبروں کی وجہ سے ای اینڈ پی میں تیزی آئی، جس سے سیکٹر کیش فلو میں بہتری آئے گی۔

معیشت اور مارکیٹ - مستقبل کا آؤٹ لک

پاکستان کی جی ڈی پی گزشتہ سال کی مایوس کن کارکردگی جہاں جی ڈی پی میں صرف 2.4 فیصد اضافہ ہوا تھا اس سال FY24 میں 3.5 فیصد تک واپس آنے کی توقع ہے۔ گزشتہ سال 1.2 فیصد کے مقابلے میں 4.0 فیصد کی متوقع نمو کے ساتھ صنعتی پیداوار کے لیے آؤٹ لک نسبتاً پر امید ہے۔ معاشی استحکام، مستحکم کرنسی اور شرح سود میں کمی سے صنعتی اور سروس سیکٹر کی نمو کو بحال کرنے میں مدد ملے گی۔ اعلیٰ بنیاد کے اثر کی وجہ سے زراعت کی کارکردگی اچھی طرف رہنے کا امکان ہے۔

پاکستان اور انٹرنیشنل مانیٹری فنڈ (آئی ایم ایف) کے درمیان عملے کی سطح پر قرض کا نیا معاہدہ طے پا گیا ہے جس کے تحت ملک کو 37 ماہ کے دوران 7.0 بلین امریکی ڈالر ملیں گے۔ قرض کی حتمی منظوری آئی ایم ایف کا ایگزیکٹو بورڈ دے گا۔ آئی ایم ایف پروگرام کا کامیاب تسلسل ایک اہم مثبت ہے کیونکہ یہ ہمیں دو طرفہ اور کثیر جہتی ذرائع سے فنڈنگ حاصل کرنے کی اجازت دے گا۔ تاہم، قرضوں کے اخراج اور بین الاقوامی یورو بانڈ یا سکوک کے ذریعے فنڈز اکٹھا کرنے میں ہماری ناکامی کی وجہ سے ہماری بیرونی پوزیشن اب بھی غیر یقینی ہے۔ اس طرح، ہم بیرونی خدشات کو دور کرنے کے لیے اس سال ایک پائیدار کرنٹ اکاؤنٹ چلاتے رہیں گے۔ ہمیں مالی سال 25 میں 1.0 USD بلین (GDP کا 0.2 فیصد) کی CAD کی توقع ہے کیونکہ آئی ایم

دبے ہوئے صنعتی اور خدمات کی پیداوار کے پیچھے سیاسی غیر یقینی صورتحال کے ساتھ تاریخی بلند شرح سود سب سے بڑے زمیندار تھے۔ مالیاتی پہلو پر FBR ٹیکس وصولی مالی سال 24 میں 29.6 فیصد بڑھ کر 9,285 بلین روپے تک پہنچ گئی، جس سے ہدف میں 130 بلین روپے کی معمولی کمی واقع ہوئی۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 2024 میں اسٹاک مارکیٹ میں جوش و خروش دیکھا گیا، کیونکہ بینچ مارک KES-100 حیرت انگیز طور پر 89.2 فیصد یا 36,992 پوائنٹس کے اضافے سے 78,445 پوائنٹس کی بلند ترین سطح پر بند ہوا۔ یہ پاکستان کو سال میں 94.4 فیصد امریکی ڈالر کی واپسی کے ساتھ دنیا کی بہترین کارکردگی کا مظاہرہ کرنے والی مارکیٹ بھی بناتا ہے۔

پاکستان کے نئے آئی ایم ایف پروگرام میں داخل ہونے کے بعد میکرو اکنامک اشاریوں میں بہتری کی وجہ سے تیزی کی رفتار سال بھر جاری رہی۔ مارکیٹ کے شرکاء نے SBA کے تحت IMF کے تمام جائزوں کی کامیاب تکمیل پر بھی خوشی کا اظہار کیا۔ مزید برآں، فروری 2024 میں انتخابات کے کامیاب اختتام نے سرمایہ کاروں کے درمیان طویل واضح وضاحت کی۔ مزید برآں، موجودہ حکومت کی طرف سے ڈھانچہ جاتی اصلاحات جاری رکھنے کی تصدیق کے ساتھ ساتھ ایک طویل آئی ایم ایف پروگرام میں داخل ہونے کے ارادے سے جذبات میں مزید اضافہ ہوا۔ آخر میں، کرنسی کی اسمگلنگ اور ذخیرہ اندوزی کے خلاف کریک ڈاؤن کے بعد مقامی کرنسی کی طاقت، مضبوط کارپوریٹ منافع، بجٹ FY25 میں دیگر اٹاشہ جات پر ٹیکسوں میں اضافہ، اور 150bps کی کٹوتی کے ساتھ مالیاتی نرمی کا آغاز، سبھی نے پائیدار ریلی میں حصہ ڈالا۔

مالی سال 24 کے دوران، غیر ملکی سرمایہ کار، انشورنس، اور کارپوریشنز بالترتیب USD 141 ملین، USD 126 ملین اور USD 36 ملین کے خالص خریدار تھے۔ جبکہ بینکوں اور میوچل فنڈز سے بالترتیب USD 141 ملین اور USD 48 ملین کی بڑی فروخت دیکھی گئی۔ FY24 کے دوران KSE-All انڈیکس کے لیے اوسط تجارتی حجم میں گزشتہ سال کی اسی مدت میں تقریباً 191 ملین شیئرز کے مقابلے میں 140.4

نے مجموعی بیرونی توازن کو منظم کرنے کے لیے شرح مبادلہ کی ادائیگیوں کی سختی سے نگرانی کرنے کے لیے میکانزم بھی بنائے۔ انتظامیہ کے اقدامات اور بیرونی اور مالی کھاتوں کے نظم و ضبط کے اقدامات دونوں کے امتزاج نے مجموعی استحکام کو بحال کرنے میں مدد کی۔ PKR USD نے سال کے آغاز سے 2.6 فیصد اضافے کے ساتھ 278.3 پر سال کا اختتام کیا۔

ملک نے مالی سال 2024 (11MFY24) کے پہلے گیارہ مہینوں میں 464 بلین امریکی ڈالر کا کرنٹ اکاؤنٹ خسارہ (CAD) پوسٹ کیا جو گزشتہ سال کی اسی مدت میں 3.8 USD بلین کے خسارے کے مقابلے میں 88 فیصد کم ہے۔ تجارتی خسارہ کم ہونا CAD کو بہتر بنانے میں اہم کردار ادا کرنے والا تھا کیونکہ برآمدات میں 11.3 فیصد اضافہ اور درآمدات میں 2.3 فیصد کمی سے تجارتی خسارے میں 17.0 فیصد کمی واقع ہوئی۔ جون 2024 تک اسٹیٹ بینک کے زرمبادلہ کے ذخائر بڑھ کر 9.4 بلین امریکی ڈالر ہو گئے جو کہ گزشتہ مالی سال کے اختتام پر 4.4 بلین امریکی ڈالر کے مقابلے میں ملک کی بیرونی صورتحال میں بہتری کو ظاہر کرتے ہیں۔ یہ آئی ایم ایف، دوست ممالک اور کثیر جہتی ذرائع سے آنے والے انفلوئز کی وجہ سے تھا۔

مالی سال 2024 کے دوران CPI کی طرف سے پیش کردہ ہیڈ لائن افراط زر کی اوسط 23.9 فیصد رہی جو گزشتہ سال 29.0 فیصد تھی۔ افراط زر کی شرح بلندی پر رہی کیونکہ سابقہ ادوار میں کرنسی کی قدر میں زبردست کمی کی وجہ سے توانائی اور خوراک کی قیمتوں میں اضافہ ہوا۔ حکومت نے آئی ایم ایف کی شرائط پر عمل کرنے کے لیے بجلی کے بنیادی ٹیرف اور گیس کی قیمتوں میں بھی اضافہ کیا، جس سے مہنگائی کا دباؤ مزید بڑھ گیا۔ اسٹیٹ بینک نے 10 جون 2024 کو منعقدہ سال کی آخری مانیٹری پالیسی میں پالیسی ریٹ کو 150bps سے کم کر کے 20.5 فیصد کر دیا۔ مانیٹری پالیسی نے افراط زر میں نمایاں کمی کو نوٹ کیا، جس کے نتیجے میں کافی حد تک مثبت حقیقی سود کی شرح ہوئی، جو مانیٹری سائیکل شروع کرنے کا جواز فراہم کرتی ہے۔

مالی سال 2023-24 میں ملک کی جی ڈی پی میں گزشتہ سال -0.2 فیصد کے مقابلے میں 2.4 فیصد اضافہ ہوا۔ زراعت میں 6.3 فیصد اضافہ ہوا، خدمات اور صنعتی شعبے میں ہر ایک میں 1.2 فیصد کا معمولی اضافہ ہوا۔

ایم سی بی انوسٹمنٹ مینجمنٹ لمیٹڈ (MCBIM) کے بورڈ آف ڈائریکٹرز کی جانب سے ایم سی بی ای کی ایم کے معاملات برائے سال ختمہ 30 جون 2024 کی رپورٹ پیش خدمت ہے۔

بنیادی کاروبار

یہ کمپنی ایک غیر مالیاتی بینکاری ادارہ ہے، جو اثاثہ جاتی کی انتظام کی کمپنی، مشیر برائے سرمایہ کاری اور پنشن فنڈ کے منظم کے طور پر سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے قانونی دائرہ کار کے تحت لائسنس یافتہ ہے۔ کمپنی کی بنیادی سرگرمیاں اجتماعی سرمایہ کاری کی اسکیموں اور رضا کارانہ پنشن اسکیموں کو منظم کرنا اور ان کا انتظام کرنا اور سرمایہ کاری سے متعلق مشاورتی خدمات فراہم کرنا ہیں۔

کاروباری ماحول

معیشت کا جائزہ

مالی سال 2024 پاکستان کے لیے میکرو اکنامک بحالی کا ایک دور تھا، جس نے مسلسل معاشی بدانتظامی کی وجہ سے ہونے والے ڈیفالٹ کو روک دیا۔ یہ تبدیلی بنیادی طور پر پاکستان کے کئی ماہ کی تاخیر کے بعد آئی ایم ایف کے نئے پروگرام میں داخل ہونے کی وجہ سے تھی۔ حکومت نے 23 جون میں IMF سے 3.0 بلین کی انتہائی ضروری اسٹینڈ بائی ارینجمنٹ (SBA) کی سہولت حاصل کی، اور دوست ممالک سے بروقت رول اوور حاصل کرنے میں کامیاب ہوئی۔ اس نے آئی ایم ایف کے اف کی تعمیل کرنے کے لیے غیر متزلزل عزم کا بھی اظہار کیا اور اس کے نتیجے میں حکومت نے اس پروگرام کو کامیابی سے مکمل کر لیا۔

نگراں حکومت نے اگست 2023 میں اقتدار سنبھالا اور فوری طور پر کرنسی میں قیاس آرائی کے دباؤ کا سامنا کرنا پڑا، جس کی وجہ سے یہ انٹر بینک مارکیٹ میں یہ 307 کی بلند ترین سطح پر پہنچ گئی۔ غیر رسمی مارکیٹ میں زر مبادلہ کی شرح USD / PKR 330 کے قریب پہنچ گئی جو قیاس آرائیوں کی سرگرمیوں میں اضافے اور غیر یقینی کی صورتحال کی عکاسی کرتی ہے۔ حکومت نے ستمبر 2023 میں ڈالر کی اسمگلنگ، افغان ٹرانزٹ کے غلط استعمال اور غیر قانونی کرنسی ڈیلرز کے خلاف فیصلہ کن اقدامات کیے، جس سے شرح مبادلہ میں تیزی سے بحالی ہوئی۔ اس سے اعتماد کو بہتر بنانے میں مدد ملی اور اوپن اور انٹر بینک ریٹ میں اسپرڈ کو کم کیا گیا۔ حکام

**PATTERN OF SHAREHOLING
AS AT JUNE 30, 2024**

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors, Chief Executive Officer and their spouse(s) and minor children			
HAROUN RASHID	1	500	0.00
AHMED JAHANGIR	1	500	0.00
SHOAIB MUMTAZ	1	100	0.00
MANZAR MUSHTAQ	1	500	0.00
FAHD KAMAL CHINOY	1	500	0.00
MAVRA ADIL KHAN	1	100	0.00
SYED SAVAIL MEEKAL HUSSAIN	1	500	0.00
KHAWAJA KHALIL SHAH	1	500	0.00
Associated Companies, undertakings and related parties			
MCB BANK LIMITED - TREASURY	1	58,620,935	81.42
ADAMJEE INSURANCE COMPANY LIMITED	1	5,462,000	7.59
NIT and ICP	-	-	-
Banks Development Financial Institutions, Non-Banking Financial Institutions	2	333,070	0.46
Insurance Companies	-	-	-
Modarabas and Mutual Funds	2	929,384	1.29
General Public			
a. Local	898	5,388,049	7.48
b. Foreign	6	5,070	0.01
Foreign Companies	1	497,000	0.69
Others	12	761,292	1.06
Totals	931	72,000,000	100.00

Share holders holding 10% or more	Shares Held	Percentage
MCB BANK LIMITED - TREASURY	58,620,935	81.42

**PATTERN OF SHAREHOLING
AS AT JUNE 30, 2024**

# Of Shareholders	Shareholdings' Slab		Total Shares Held
315	1	to 100	5,303
129	101	to 500	44,396
196	501	to 1000	138,915
178	1001	to 5000	413,113
43	5001	to 10000	340,363
18	10001	to 15000	225,411
10	15001	to 20000	188,772
10	20001	to 25000	225,108
5	25001	to 30000	145,374
1	30001	to 35000	30,500
1	35001	to 40000	39,000
3	45001	to 50000	145,481
2	50001	to 55000	104,900
2	55001	to 60000	116,800
1	60001	to 65000	61,000
1	75001	to 80000	77,880
2	95001	to 100000	200,000
1	120001	to 125000	121,949
1	130001	to 135000	135,000
1	155001	to 160000	158,168
1	195001	to 200000	200,000
1	280001	to 285000	281,000
1	330001	to 335000	333,000
1	410001	to 415000	413,500
2	495001	to 500000	997,000
1	645001	to 650000	650,000
1	895001	to 900000	900,000
1	1225001	to 1230000	1,225,132
1	5460001	to 5465000	5,462,000
1	58620001	to 58625000	58,620,935
931			72,000,000

FINANCIAL & BUSINESS HIGHLIGHTS

		2019	2020	2021	2022	2023	2024
Pre tax margins	%	12	41	49	32	51	69
Net Margins	%	3	31	38	19	32	47
Performance							
Return on assets	%	1	11	16	8	14	26
Return on equity	%	2	17	23	12	22	44
Leverage							
Gearing (Liabilities:Equity)	times	0.40	0.46	0.48	0.56	0.56	0.67
Interest Coverage Ratio	times	20.75	42.91	66.12	50.56	56.00	71.05
Liquidity							
Current Ratio	times	2.15	2.11	1.98	1.00	1.09	0.88
Valuation							
Earning per share	Rs.	0.34	3.58	5.23	2.41	5.25	11.96
No. of ordinary shares	mn	72	72	72	72	72	72
Historical trend							
Management Fee (Rs. in million)		731	674	752	850	1,101	1,609
Operating Profit [PBIT] (Rs. in million)		89	353	492	299	625	1,290
Profit before tax (Rs. in million)		85	345	485	294	614	1,271
Profit after tax (Rs. in million)		24	258	376	173	378	861
Share capital (Rs. in million)		720	720	720	720	720	720
Shareholders equity (Rs. in million)		1,462	1,551	1,603	1,434	1,741	1,954
Total assets (Rs. in million)		2,044	2,266	2,376	2,233	2,711	3,268

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

MCB INVESTMENT MANAGEMENT LIMITED FOR THE YEAR ENDED JUNE 30, 2024

The Company has complied with the requirements of the Regulations in the following manner:-

1. The total number of Directors are eight, including the Chief Executive Officer (CEO), as per the following:
 - (a) Male: 7 (including the CEO)
 - (b) Female: 1
2. The composition of the Board is as follows:
 - (a) Independent Directors: 3 (including a female director)
 - (b) Non-executive Directors: 4
 - (c) Executive Director: 1
 - (d) Female Director: 1
3. The Directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company;
4. The Company has prepared a code of conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures;
5. The Board has developed a vision / mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their dates of approval or updating is maintained by the Company;
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board / shareholders as empowered by the relevant provisions of the Act and these Regulations;
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meetings of the Board;
8. The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations;
9. The Board remained compliant with the provision of the Regulations pertaining to the Directors' training program. Out of eight directors, one (01) director i.e. Mr. Haroun Rashid is exempt from the training requirement by virtue of his education and his experience as mentioned in Regulation 19(2) of the Listed Companies (Code of Corporate Governance) Regulations, 2019. Further, below mentioned seven (07) directors have already attended the Directors' Training program in prior years:

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Name of Director	Status
Mr. Khawaja Khalil Shah	Chief Executive Officer
Mr. Ahmed Jahangir	Non-Executive Director
Mr. Manzar Mushtaq	Non-Executive Director
Mr. Shoaib Mumtaz	Non-Executive Director
Mr. Fahd Kamal Chinoy	Independent Director
Ms. Mavra Adil Khan	Independent Director
Syed Savail Meekal Hussain	Independent Director

10. The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations;
11. Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the Board;
12. The Board has formed Committees comprising of members given below:

(a) Audit Committee

Name of Director	Status
Syed Savail Meekal Hussain	Chairman
Mr. Ahmed Jahangir	Member
Mr. Manzar Mushtaq	Member

(b) Human Resource and Remuneration Committee

Name of Director	Status
Mr. Fahd Kamal Chinoy	Chairman
Mr. Shoaib Mumtaz	Member
Mr. Ahmed Jahangir	Member
Ms. Mavra Adil Khan	Member
Mr. Khawaja Khalil Shah	Member

(c) Credit Committee

Name of Director	Status
Mr. Manzar Mushtaq	Member
Mr. Ahmed Jahangir	Member
Syed Savail Meekal Hussain	Member
Mr. Khawaja Khalil Shah	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings of the Committees was as per following:

(a) Audit Committee: Quarterly meetings of the Audit Committee were held, the details of which are as under:

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Sr. No.	Particulars of Meeting	Date of Meetings
1.	1 st quarterly meeting of the Committee	July 25, 2023
2.	Half yearly meeting of the Committee	October 16, 2023
3.	3 rd quarterly meeting of the Committee	February 01, 2024
4.	Annual meeting of the Committee	April 18, 2024

(b) Human Resource and Remuneration Committee: The HR&R Committee met on several occasions during the year, the details of which are as under:

Sr. No.	Particulars of Meeting	Date of Meetings
1.	34 th meeting of the Committee	July 24, 2023
2.	35 th meeting of the Committee	September 8, 2023

(c) Credit Committee: No meetings of Credit Committee were held during the year.

15. The Board has set up an effective internal audit function, the members of which are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company;
16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not close relatives (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or Director of the Company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these Regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;
18. We confirm that all requirements of Regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with; and
19. Explanation for non-compliance with requirements, other than Regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Matters	Regulation No.	Explanation
<u>Nomination Committee</u> The Board may constitute a separate committee, designated as the nomination committee, of such number and class of directors, as it may deem appropriate in its circumstances.	29 (1)	The Board effectively discharges all the responsibilities of Nomination Committee as recommended by the Code. It regularly monitors and assesses the requirements with respect to any changes needed on Board's committees including chairmanship of those committees.

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

Matters	Regulation No.	Explanation
		The Board also actively monitors requirements regarding its structure, size and composition and timely reviews and adapts any necessary changes in that regard.
<p><u>Risk Management Committee</u></p> <p>The Board may constitute the risk management committee, of such number and class of directors, as it may deem appropriate in its circumstances, to carry out a review of effectiveness of risk management procedures and present a report to the Board.</p>	30 (1)	The Board itself and through its Audit Committee annually reviews business risks facing the Company to ensure that a sound system of risk identification, risk management and related systemic and internal controls is being maintained to safeguard assets. All material controls (financial, operational, compliance) are monitored and reviewed. The Board ensures that risk mitigation measures are robust.
<p><u>Environmental, Social and Governance (ESG) matters</u></p> <p>The Board is responsible for governance and oversight of sustainability risks and opportunities by setting the company's sustainability strategies, priorities and targets to create long term corporate value and ensures that policies to promote diversity, equity and inclusion (DE&I) are in place. The board may establish a dedicated sustainability committee having at least one female director, or assign additional responsibilities to an existing board committee.</p>	10A	The Board is currently deliberating upon this matter and is committed to diligently overseeing and addressing sustainability risks and opportunities as laid down in Regulation 10A of the Code introduced by the SECP. Consideration shall be given to either establishing a separate committee or designate this responsibility to an existing Board committee in due course.
<p><u>Disclosure of significant policies on website</u></p> <p>The company may post the following on its website:</p> <p>(1) key elements of its significant policies on its website environmental, social and governance (ESG) related policy.</p> <p>(2) brief synopsis of terms of reference of the Board's committees</p> <p>(3) key elements of the directors' remuneration policy.</p>	35 (2)	The Company has not placed certain policies and terms of reference of the Board's committees on its official website as these have included in the annual report which is published and uploaded on the Company's website.

The Board has been guided by the fact that the above requirements are not mandatory and the necessary explanation under the Regulations have been included above.



Mr. Haroun Rashid
Chairman – Board of Directors
MCB Investment Management Limited

REVIEW REPORT TO THE MEMBERS STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019



A.F. FERGUSON & CO.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MCB Investment Management Limited

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of MCB Investment Management Limited (the Company) for the year ended June 30, 2024 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2024.

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: October 4, 2024

UDIN: CR202410611ESuTN1ila

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
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INDEPENDENT AUDITOR'S REPORT

To the members of MCB Investment Management Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of MCB Investment Management Limited (the Company), which comprise the statement of financial position as at June 30, 2024, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of Company's affairs as at June 30, 2024 and of the profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the Key audit matter:

S.No.	Key audit matter	How the matter was addressed in our audit
1	Valuation of investment in associates (Refer notes 3.4 and 6 to the annexed financial statements)	
	The investment in associates of Rs. 1,790.687 million as at June 30, 2024 held by the Company constitute a significant component of total assets of the Company. These represent investment in units of mutual funds and pension funds under the management of the Company and are classified as 'investment in	Our audit procedures included the following: <ul style="list-style-type: none"> • Checked that the investments were valued appropriately in accordance with the requirements of the accounting and reporting standards as applicable in Pakistan. • Checked that the share of profit from associates was appropriately accounted for in the financial statements.

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AUDITOR'S REPORT TO THE MEMBERS



A.F. FERGUSON & CO.

S.No.	Key audit matter	How the matter was addressed in our audit
	associates' which are accounted for using the equity method of accounting. The proper valuation of the investments portfolio of the Company as at June 30, 2024 and the related share of profit from associates during the year ended June 30, 2024 was considered a significant area and therefore we considered this as a key audit matter.	<ul style="list-style-type: none">▪ Obtained account statements for checking the existence of the investments portfolio as at June 30, 2024 and traced balances in these statements with the books and records of the Company.▪ Checked the relevant presentation and disclosures made in the financial statements to ascertain whether these are complied with the accounting and reporting standards as applicable in Pakistan.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is **Junaid Mesia**.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: October 4, 2024

UDIN: AR20241061115fG7bsYw

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024	2023
		----- Rupees -----	
ASSETS			
Non-current assets			
Property and equipment	4	110,555,376	130,539,859
Intangible assets	5	284,112,373	297,398,843
Investment in associates	6	1,790,686,810	1,353,001,777
Long term investment	7	265,000	265,000
Long term loans and prepayments	8	37,306,403	28,994,766
Long term deposits		6,646,103	6,816,103
		<u>2,229,572,065</u>	<u>1,817,016,348</u>
Current assets			
Receivable from funds under management - related parties	9	841,794,998	707,420,040
Loans and advances	10	10,043,573	5,699,966
Prepayments and other receivables	11	152,637,662	115,747,891
Accrued profit on savings accounts		4,015	86,189
Cash and bank balances	12	33,678,807	65,478,577
		<u>1,038,159,055</u>	<u>894,432,663</u>
Total assets		<u><u>3,267,731,120</u></u>	<u><u>2,711,449,011</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
72,000,000 (2023: 72,000,000) ordinary shares of Rs. 10 each	13.1	<u>720,000,000</u>	<u>720,000,000</u>
Issued, subscribed and paid-up share capital	13.2	<u>720,000,000</u>	<u>720,000,000</u>
Reserves		<u>1,234,011,796</u>	<u>1,020,709,420</u>
Total equity		<u>1,954,011,796</u>	<u>1,740,709,420</u>
Non-current liabilities			
Deferred taxation - net	14	96,436,008	97,211,857
Lease liability against right-of-use-assets	15	30,817,470	56,628,776
Current liabilities			
Current portion of lease liability against right-of-use-assets	15	42,645,586	30,947,036
Trade and other payables	16	1,132,947,269	737,941,711
Taxation - net		4,844,689	42,713,913
Unclaimed dividend		6,028,302	5,296,298
		<u>1,186,465,846</u>	<u>816,898,958</u>
		<u>1,313,719,324</u>	<u>970,739,591</u>
Total equity and liabilities		<u><u>3,267,731,120</u></u>	<u><u>2,711,449,011</u></u>
CONTINGENCIES AND COMMITMENTS			
	17		

The annexed notes 1 to 39 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF PROFIT OR LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 Rupees	2023
REVENUE			
Management and investment advisory fee	18	1,608,510,322	1,100,957,252
Sales load and other related income	19	193,738,817	93,781,638
		1,802,249,139	1,194,738,890
Profit on savings accounts with banks		16,132,480	5,924,516
Income on government securities using effective interest method		18,989,544	-
Gain on sale of investments - net	20	3,966,725	-
Total revenue		1,841,337,888	1,200,663,406
EXPENSES			
Administrative expenses	21	778,356,577	663,575,533
Selling and distribution expenses	22	117,402,665	36,414,668
Total operating expenses		895,759,242	699,990,201
Financial charges	23	18,115,316	11,250,663
Other expenses	24	190,528,403	17,603,674
		208,643,719	28,854,337
Other income	25	2,619,594	2,864,723
Share of profit from associates	6	531,939,825	139,238,355
Profit for the year before taxation		1,271,494,346	613,921,946
Taxation - net	26	(410,191,970)	(235,703,760)
Profit for the year after taxation		861,302,376	378,218,186
Earnings per share	27	11.96	5.25

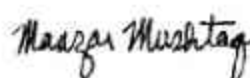
The annexed notes 1 to 39 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	Rupees	
Profit for the year after taxation	861,302,376	378,218,186
Other comprehensive income for the year	-	-
Total comprehensive income for the year	861,302,376	378,218,186


The annexed notes 1 to 39 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	Issued, subscribed and paid-up capital	Capital reserves			Revenue reserve	Total
		Share premium	Deficit on amalgamation	Sub-total	Unappropriated profit	
(Rupees)						
Balance as at July 1, 2022	720,000,000	396,000,000	(60,000,000)	336,000,000	378,491,234	1,434,491,234
Profit after taxation for the year	-	-	-	-	378,218,186	378,218,186
Other comprehensive income for the year	-	-	-	-	-	-
Total comprehensive income for the year ended June 30, 2023	-	-	-	-	378,218,186	378,218,186
Transaction with owners recorded directly in equity						
Final dividend for the year ended June 30, 2022 at Re. 1 per share declared on October 24, 2022	-	-	-	-	(72,000,000)	(72,000,000)
Balance as at June 30, 2023	720,000,000	396,000,000	(60,000,000)	336,000,000	684,709,420	1,740,709,420
Profit after taxation for the year	-	-	-	-	861,302,376	861,302,376
Other comprehensive income for the year	-	-	-	-	-	-
Total comprehensive income for the year ended June 30, 2024	-	-	-	-	861,302,376	861,302,376
Transaction with owners recorded directly in equity						
Final dividend for the year ended June 30, 2023 at Rs. 5.50 per share declared on October 23, 2023	-	-	-	-	(396,000,000)	(396,000,000)
Interim dividend for the year ended June 30, 2024 at Rs. 3.50 per share declared on February 2, 2024	-	-	-	-	(252,000,000)	(252,000,000)
Balance as at June 30, 2024	720,000,000	396,000,000	(60,000,000)	336,000,000	898,011,796	1,954,011,796

The annexed notes 1 to 39 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year before taxation		1,271,494,346	613,921,946
Adjustment for non-cash and other items:			
Depreciation	4.1.1	59,793,142	57,589,897
Amortisation	5.1	13,286,470	15,557,524
Interest expense on lease liability against right-of-use-assets	23	14,720,406	10,954,777
Share of profit from associates	6	(531,939,825)	(139,238,355)
Gain on sale of investments - net	20	(3,966,725)	-
Gain on disposal of property and equipment	25	(31,917)	(69,750)
Gain on termination of lease		(861,562)	(658,187)
Profit on savings accounts with banks		(16,132,480)	(5,924,516)
		(465,132,491)	(61,788,610)
Operating cash inflow before working capital changes		806,361,855	552,133,336
Movement in working capital			
(Increase) / decrease in current assets			
Receivable from funds under management		(134,374,958)	(161,307,651)
Loans and advances		(4,343,607)	1,963,944
Deposits, prepayments and other receivables		(36,889,771)	(47,065,662)
		(175,608,336)	(206,409,369)
Increase in current liabilities			
Trade and other payables		395,005,558	69,995,695
Unclaimed dividend		732,004	85,794
		395,737,562	70,081,489
Net cash generated from operations		1,026,491,081	415,805,456
Taxes paid		(448,837,043)	(150,416,821)
Long term loans and prepayments		(8,311,637)	(5,098,567)
Long term deposits		170,000	(1,293,000)
		(456,978,680)	(156,808,388)
Net cash generated from operating activities		569,512,401	258,997,068
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure incurred		(18,791,461)	(33,788,705)
Additions to intangible assets		-	(787,371)
Sale / (purchase) of investments - net		73,143,348	(108,929,859)
Profit received on savings accounts with banks		16,214,654	5,887,232
Dividend received		25,078,169	9,716,165
Proceeds from disposal of property and equipment		87,771	308,238
Net cash generated from / (used in) investing activities		95,732,481	(127,594,300)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(648,000,000)	(72,000,000)
Lease rentals paid against right-of-use assets	15.1	(49,044,652)	(45,447,448)
Net cash used in financing activities		(697,044,652)	(117,447,448)
Net (decrease) / increase in cash and cash equivalents during the year		(31,799,770)	13,955,320
Cash and cash equivalents at the beginning of the year		65,478,577	51,523,257
Cash and cash equivalents at the end of the year	12	33,678,807	65,478,577

The annexed notes 1 to 39 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** MCB Investment Management Limited (the Company) was incorporated in the name of Arif Habib Investment Management Limited (AHIML) on August 30, 2000 as an unquoted public limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). In the year 2008, AHIML was listed on the Karachi Stock Exchange Limited (now the Pakistan Stock Exchange Limited) by way of offer for sale of shares by few of its existing shareholders to the general public. In the same financial year, the name of AHIML was changed from "Arif Habib Investment Management Limited" to "Arif Habib Investments Limited" (AHIL). On January 19, 2011, a transfer agreement was signed between Arif Habib Corporation Limited (AHCL) [the then Parent Company of AHIL] and MCB Bank Limited (MCB Bank) [the then Parent Company of MCB Asset Management Company Limited (MCB AMC)] for the transfer of the entire business of MCB AMC to AHIL to achieve synergies in business operations and to have access to a wider distribution network. The scheme of amalgamation ("the Scheme") was approved by the shareholders of AHIL and MCB AMC in their respective extraordinary general meetings held on May 21, 2011. The Scheme was also approved by the Securities and Exchange Commission of Pakistan (SECP) on June 27, 2011 (the effective date). In accordance with the terms contained in the Scheme, the Company became a subsidiary of MCB Bank Limited from the year ended June 30, 2011, which then owned 51.33% share capital of the Company. Pursuant to the merger of MCB AMC with and into AHIL, the name of AHIL was changed to MCB - Arif Habib Savings and Investments Limited (MCB-AHSIL) with effect from May 23, 2013. During the year ended June 30, 2023, MCB Bank Limited acquired the entire shareholding of AHCL in MCB-AHSIL after which the shareholding of MCB Bank Limited has increased from 51.33% to 81.42% in the Company and AHCL no longer held any shares in the Company. Consequently, members of the Company in an Extra Ordinary General Meeting (EOGM) held on July 7, 2023 resolved via special resolution that the name of the Company be changed from MCB-AHSIL to MCB Investment Management Limited. Thereafter, the Company applied to the Securities and Exchange Commission of Pakistan (SECP) for change of name under the provisions of the Companies Act, 2017 and the name was duly approved by the SECP on August 15, 2023.
- 1.2** The principal activities of the Company are floating and managing Collective Investment Schemes, Voluntary Pension Schemes and providing investment advisory services. The registered office of the Company is situated at 2nd Floor, Adamjee House, I.I Chundrigar Road, Karachi, Pakistan. The Company is a subsidiary of MCB Bank Limited (Parent Company) which owns 81.42% (2023: 81.42%) share capital of the Company. The Parent Company's registered office is situated at MCB Building, 15-Main Gulberg, Jail Road, Lahore, Pakistan. The Company operates various branches all over Pakistan.
- 1.3** The Company is registered as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) to carry on the business of investment advisor and asset management under the said rules. Further, the Company is registered as a Pension Fund Manager under the Voluntary Pension System Rules, 2005.
- 1.4** The Company has been assigned an Asset Manager rating of 'AM1' by Pakistan Credit Rating Agency Limited (PACRA) dated October 6, 2023 (2023: 'AM1' dated October 6, 2022).
- 1.5** The Company currently manages the following collective investment schemes and voluntary pension schemes:

	Net asset value as at	
	June 30, 2024	June 30, 2023
	Rupees	
Open-end Collective Investment Schemes (CISs)		
Pakistan Income Fund	1,899,329,682	2,723,845,068
MCB Pakistan Stock Market Fund	7,215,694,358	4,820,727,885
MCB Pakistan Sovereign Fund	11,081,729,081	673,620,873
Pakistan Capital Market Fund	520,366,663	332,994,771
Pakistan Cash Management Fund	26,969,692,227	17,479,941,176
Pakistan Income Enhancement Fund	5,899,167,023	1,200,980,048
MCB Pakistan Asset Allocation Fund	671,927,736	610,650,003
MCB DCF Income Fund	16,311,628,407	7,706,469,389
MCB Cash Management Optimizer	46,797,994,021	58,153,430,555
Alhamra Islamic Money Market Fund	22,060,273,135	25,504,762,351
Alhamra Islamic Asset Allocation Fund	1,487,200,380	1,288,951,782
Alhamra Islamic Stock Fund	4,079,657,080	2,479,327,821
Alhamra Islamic Income Fund	12,298,433,118	4,275,124,538
Alhamra Daily Dividend Fund	14,942,530,513	2,990,631,415
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	138,937,659	114,718,965
Alhamra Wada Fund (Alhamra Wada Plan VII)	-	2,021,170,937
Balance carried forward	172,374,561,083	132,377,347,577

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Net asset value as at	
	June 30, 2024	June 30, 2023
	Rupees	
Balance brought forward	172,374,561,083	132,377,347,577
Alhamra Wada Fund (Alhamra Wada Plan VIII)	320,789,519	-
Alhamra Wada Fund (Alhamra Wada Plan IX)	330,858,335	-
Alhamra Wada Fund (Alhamra Wada Plan X)	1,039,388,565	-
Alhamra Wada Fund (Alhamra Wada Plan XI)	1,440,063,381	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	-	4,759,238,091
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	-	225,019,452
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	-	6,407,870,130
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	-	676,271,089
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	6,018,750,194	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	1,043,640,666	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	3,765,779,316	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	3,195,372,951	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	286,990,398	208,937,784
Alhamra Opportunity Fund (Dividend Strategy Plan)	201,194,329	-
Alhamra Cash Management Optimizer	21,733,590,732	4,337,850,120
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	1,253,681,605	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	1,420,439,176	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan III)	2,007,145,368	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	168,452,356	-
Voluntary Pension Funds		
Pakistan Pension Fund	4,973,038,841	2,860,195,373
Alhamra Islamic Pension Fund	2,878,380,626	1,614,400,855
MCB Alhamra KPK Government Employees' Pension Fund	130,209,169	-
MCB KPK Government Employees' Pension Fund	44,234,760	-
	<u>224,626,561,370</u>	<u>153,467,130,471</u>

- 1.6** The Company is also managing investments under discretionary and non-discretionary portfolio management agreements, the details of which are given in note 18.3 to these financial statements.
- 1.7** In accordance with the requirements of Rule 9 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, the Company has obtained sufficient insurance coverage from Jubilee General Insurance Company Limited against any losses that may be incurred as a result of employee's fraud or gross negligence. Jubilee General Insurance Company Limited has been assigned a credit rating of 'AA++ (ifs)' by Pakistan Credit Rating Agency Limited (PACRA) dated November 3, 2023 (2023: 'AA++ (ifs)' dated November 3, 2022).

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Accounting Standards) 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;
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules); and
- the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the requirements of IFRS Accounting Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

Further, the Securities and Exchange Commission of Pakistan (SECP) has directed vide SRO 56(I)/2016 dated January 28, 2016 that the requirements of IFRS 10, 'Consolidated financial statements', are not applicable in case of investments made by companies in mutual funds established under the Trust structure. Accordingly, implications of IFRS 10 in respect of the Company's investment in mutual funds managed by it have not been considered in these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

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

2.2.1 There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 1, 2023. However, these are not considered to be relevant or did not have any material effect on the Company's financial statements and have, therefore, not been disclosed in these financial statements except that during the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Company which require entities to disclose their material accounting policy information rather than their significant accounting policies. These amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies.

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

2.3.1 The following new standards and amendments with respect to the published accounting and reporting standards would be effective from the dates mentioned below against the respective amendments:

Standards and amendments	Effective date (annual periods beginning on or after)
- IAS 1 - 'Presentation of financial statements' (amendments)	January 1, 2024
- IAS 21 - 'Effects of changes in foreign exchange rates' (amendments)	January 1, 2025
- IFRS 7 - 'Financial Instruments: Disclosures' (amendments)	January 1, 2026
- IFRS 9 - 'Financial Instruments' (amendments)	January 1, 2026
- IFRS 18 - 'Presentation and Disclosure in Financial Statements'	January 1, 2027

The management is currently in the process of assessing the impact of these amendments on the financial statements of the Company.

2.3.2 There are certain other standards, amendments and interpretations that are mandatory for the Company's accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or will not have any significant effect on the Company's operations and are, therefore, not detailed in these financial statements.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates, and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise its judgment in application of its accounting policies. The estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years. Significant accounting estimates and areas where judgments were made by the management in the application of the accounting policies are as follows:

- estimation of useful lives and residual values of operating fixed assets (notes 3.1.1 and 4.1);
- estimation of useful lives of intangible assets (notes 3.2 and 5.1);
- impairment of non-financial assets (note 3.6);
- provision for taxation (notes 3.5, 14 and 26);
- lease liability and right-of-use assets (notes 3.16, 4.1 and 15);
- other provisions (notes 3.11 and 16); and
- classification, valuation and impairment of financial assets (notes 3.3.1.1, 3.3.1.2, 7 and 11.3).

2.5 Basis of measurement

These financial statements have been prepared under the historical cost convention except for the following:

- Right-of-use assets and their related lease liability are carried at present value of future lease rentals adjusted for any lease payments made at or before the commencement date of the lease; and
- Investments are carried at fair value as disclosed in notes 3.3 and 7 to these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Company operates. These financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Fixed assets

3.1.1 Property and equipment

3.1.1.1 Owned

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Subsequent costs are included in the assets' carrying amounts or recognised as separate assets, as appropriate, only when it is probable that future economic benefits associated with the items will flow to the Company and the cost of the items can be measured reliably. Depreciation is charged at the rates specified in note 4.1 using the straight line method. Depreciation on additions is charged from the month when the asset becomes available for use while on disposals depreciation is charged up to the month preceding the month of disposal. The residual values and useful lives are reviewed and adjusted, if significant, at each reporting date to reflect the current best estimate.

Normal repairs and maintenance are charged to the statement of profit or loss as and when incurred. However, major repairs and renewals are capitalised. Gains and losses on disposals of assets, if any, are included in the statement of profit or loss in the year / period in which the disposal is made.

Depreciation related to right-of-use assets is charged over the period of the lease term.

3.1.2 Capital work-in-progress

All expenditure connected with specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to the relevant category of property and equipment as and when these become available for use.

3.2 Intangible assets

Intangible assets are measured initially at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Subsequent costs are included in the assets' carrying amounts or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

3.2.1 Intangible assets with indefinite useful life

Intangible assets with indefinite useful life are stated at cost less accumulated impairment losses, if any.

3.2.2 Intangible assets with definite useful life

Intangible assets with definite useful life are stated at cost less accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised at the rates specified in note 5.1 using the straight line method. Amortisation is charged from the month when the asset is available for use while on disposals amortisation is charged up to the month preceding the month of disposal. The useful life and amortisation method is reviewed and adjusted, if appropriate, at each reporting date.

Gains or losses on disposal of assets, if any, are included in the statement of profit or loss in the year / period in which they arise.

3.3 Financial instruments

3.3.1 Financial assets

3.3.1.1 Classification and subsequent measurement

The Company has applied IFRS 9 and classifies its financial assets in the following measurement categories:

- at amortised cost;
- at fair value through other comprehensive income (FVOCI); and
- at fair value through profit or loss (FVPL).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

The classification requirements for debt and equity instruments are described below:

(i) Debt instruments

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as loans, government and corporate bonds and puttable instruments like units of open-end mutual funds.

Classification and subsequent measurement of debt instruments depend on:

- the Company's business model for managing the asset; and
- the cash flow characteristics of the asset.

Based on these factors, the Company classifies its debt instruments in one of the following three measurement categories:

a) At amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest (SPPI), and that are not designated as FVPL, are measured at amortised cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognised and measured as described in note 3.3.1.2.

b) Fair value through other comprehensive income (FVOCI):

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated as FVPL, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, recognised and measured as described in note 3.3.1.2, interest revenue and foreign exchange gains and losses on the instrument's amortised cost, which are recognised in the statement of profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to the statement of profit or loss.

c) Fair value through profit or loss (FVPL):

Assets that do not meet the criteria for classification at amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the statement of profit or loss in the period in which it arises.

(ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the statement of financial position at fair value, with gains and losses recognised in the statement of profit or loss, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI.

The dividend income for equity securities classified under FVOCI is recognised in the statement of profit or loss. However, any surplus / (deficit) arising as a result of subsequent movement in the fair value of equity securities classified as FVOCI is recognised in other comprehensive income and is not recycled to the statement of profit or loss on derecognition.

3.3.1.2 Impairment

The Company assesses on a forward-looking basis the expected credit losses (ECL) associated with its debt instrument assets carried at amortised cost and FVOCI. The Company recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

The Company considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Company, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

3.3.1.3 Derecognition

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when they have been transferred and either:

- (i) the Company transfers substantially all the risks and rewards of ownership; or
- (ii) the Company neither transfers nor retains substantially all the risks and rewards of ownership and the Company has not retained control.

When the Company enters into transactions where it retains the contractual rights to receive cash flows from assets but assumes a contractual obligation to pay those cash flows to other entities and transfers substantially all of the risks and rewards, these transactions are accounted for as 'pass through' transfers that result in derecognition if the Company:

- (i) has no obligation to make payments unless it collects equivalent amounts from the assets;
- (ii) is prohibited from selling or pledging the assets; and
- (iii) has an obligation to remit any cash it collects from the assets without material delay.

Any gain or loss on derecognition of financial assets is taken to the statement of profit or loss.

3.3.1.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Company commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.3.2 Financial liabilities

Financial liabilities are measured at fair value upon initial recognition and subsequently measured at amortised cost except for:

- Financial liabilities at fair value through profit or loss; and
- Financial liabilities arising from the transfer of financial assets which did not qualify for derecognition, whereby a financial liability is recognised for the consideration received for the transfer.

3.3.2.1 Derecognition

Financial liabilities are derecognised at the time when these are extinguished i.e. when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognition of financial liabilities is taken to the statement of profit or loss.

3.3.3 Initial recognition

Financial assets and financial liabilities are recognised at the time the Company becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are taken directly to the statement of profit or loss.

3.3.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

3.3.5 Business model

The business model reflects how the Company manages the assets in order to generate cash flows. That is, whether the objective is solely to collect the contractual cash flows from the assets or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable (e.g. financial assets are held for trading purposes), then the financial assets are classified as part of 'other' business model and measured at FVPL. Factors considered by the Company in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

3.3.6 Solely payment of principal and interest

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Company assesses whether the financial instruments' cash flows represent solely payments of principal and interest (the 'SPPI test'). In making this assessment the Company considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

3.3.7 Reclassifications

The Company reclassifies debt investments when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent and none occurred during the year.

3.4 Investment in associated undertakings

An associate is an entity in which the Company has a significant influence and which is neither a subsidiary nor a joint venture. Associates are accounted for using equity method of accounting after initially being recognised at cost.

These financial statements include the Company's share of total recognised gains and losses of associates on the equity accounting basis, from the date significant influence commences until the date that significant influence ceases. The Company's share of the associates profit or loss is recognised in the statement of profit or loss. Distributions received from an associate reduce the carrying amount of the investment. When the Company's share of losses exceeds its interest in an associate, the investment's carrying amount is reduced to nil and recognition of further losses is discontinued except to the extent that the Company has incurred legal or constructive obligation.

3.5 Taxation

Current

Provision for current tax is based on taxable income at the current rates of taxation after taking into account tax credits and rebates available, if any, and taxes paid under the final tax regime. The charge for current tax also includes adjustments where necessary, relating to prior years which arise from assessments framed / finalised during the year.

Deferred

Deferred tax is recognised using the balance sheet liability method on all temporary differences arising between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purposes. Deferred tax liabilities are recognised on all taxable temporary differences.

Deferred tax asset is recognised for all deductible temporary differences only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax is charged or credited to the statement of profit or loss if the tax relates to items that are charged or credited to the statement of profit or loss and to other comprehensive income if the tax relates to items that are charged or credited to other comprehensive income.

Deferred tax assets and liabilities are measured using the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been substantively enacted at the reporting date.

3.6 Impairment of non-financial assets

The carrying amount of the assets is reviewed at each reporting date to determine whether there is any indication of impairment loss. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amounts. Where carrying values exceed the respective recoverable amounts, assets are written down to their recoverable amounts and the resulting impairment charge is recognised in the statement of profit or loss.

3.7 Deposits and other receivables

Deposits and other receivables are carried at amortised cost, less expected credit loss allowance determined in accordance with the accounting policy as mentioned in note 3.3.1.2. Bad debts are written off when identified.

3.8 Staff retirement benefits

The Company operates an approved funded contributory provident fund for all its permanent employees to which equal monthly contributions are made both by the Company and the employees at the rate of 8.33% of basic salary.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

3.9 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of statement of cash flows, cash and cash equivalents comprise cash in hand and balances with banks in current and savings accounts.

3.10 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost, which is the fair value of consideration to be paid in the future for goods and services whether or not billed to the Company.

3.11 Provisions, contingent assets and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. The amount recognised represents the best estimate of the expenditure required to settle the obligation at the reporting date. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate. Provisions are not recognised for future operating losses.

Contingent assets are disclosed when there is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised until the inflow of economic benefits is virtually certain.

Contingent liability is disclosed when:

- there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- there is a present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

3.12 Revenue recognition

Revenue is recognised when the services have been rendered by the Company and received by the customer and there is no unfulfilled obligation that could affect the customer's acceptance of the service. Revenue of different streams is recognised as follows:

- Management fee from collective investment schemes and voluntary pension schemes is calculated by charging the specified rates within the limit allowed under the NBFC Regulations to the net assets of such schemes as at the close of business of each calendar day. The performance obligation is satisfied at the close of business day for each scheme and payment is generally due at the end of each month;
- Investment advisory fee from the discretionary portfolios is calculated on a daily basis by charging specified rates to the net assets of the portfolios as stated in the respective agreements with the clients. The performance obligation is satisfied at the close of business day for each portfolio and payment is generally due either at the end of each quarter or six months based on the agreement terms;
- Performance based remuneration for investment advisory services and management of discretionary portfolio are accrued once the terms of the contract are honoured and the Company achieves the performance condition at the end of the period. The performance obligation is, therefore, satisfied at the end of agreement period or at the time of termination of agreement and payment becomes due at the end of the aforementioned period;
- Capital gains / losses arising on sale of investments is recognised in the statement of profit or loss on the date at which transaction takes place;
- Loan income is recognised once the services are provided to the unit holders in connection with their investments in collective investment schemes managed by the Company. The performance obligation is satisfied at the time of providing the service to the unit holders and payment becomes due at the end of each month;
- Dividend income is recorded when the right to receive the dividend is established;
- Profit on bank deposits and investments is recognised on an accrual basis using effective interest rate method;
- Mark-up on loans to employees is recognised on an accrual basis; and
- Other income is recognised on an accrual basis.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

3.13 Earnings per share

The Company presents basic and diluted earnings per share (EPS) for its shareholders. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of dilutive potential ordinary shares, if any.

3.14 Proposed dividend and transfer between reserves

Dividends declared and transfers between reserves made subsequent to the reporting date are considered as non-adjusting events and are not recognised in the financial statements in the period in which such dividends are declared / transfers are made and hence, are accounted for subsequent to the year end.

3.15 Foreign currency transactions and translation

Transactions in foreign currencies are translated into Pakistani Rupees at the foreign exchange rates prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies are translated into Pakistani Rupees at the rates of exchange approximating those at the statement of financial position date. Exchange gains / losses resulting from the settlement of transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are taken to the statement of profit or loss.

3.16 Lease liability and right-of-use assets

At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

The lease liability is initially measured at the present value of the lease payments over the period of lease term and that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease payments include fixed payments less any lease incentive receivable, variable lease payment that are based on an index or a rate which are initially measured using the index or rate as at the commencement date, amounts expected to be payable by the Company under residual value guarantees, the exercise price of a purchase option if the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease if the lease term reflects that the lessee will exercise that option. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. The lease liability is also remeasured to reflect any reassessment or lease modification, or to reflect revised in-substance fixed lease payment.

The lease liability is remeasured when the Company reassesses the reasonable certainty to exercise extension or termination option upon occurrence of either a significant event or a significant change in circumstances, or when there is a change in assessment of an option to purchase an underlying asset, or when there is a change in amount expected to be payable under a residual value guarantee, or when there is a change in future lease payments resulting from a change in an index or rate used to determine those payments. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the statement of profit or loss if the carrying amount of right of use asset has been reduced to zero.

When there is a change in scope of a lease, or the consideration for a lease, that was not part of the original terms and conditions, the same is accounted for as a lease modification. The lease modification is accounted for as a separate lease if modification increases the scope of lease by adding the right to use one or more underlying assets and the consideration for lease increases by an amount that is commensurate with the standalone price for the increase in scope adjusted to reflect the circumstances of the particular contract, if any. When the lease modification is not accounted for as a separate lease, the lease liability is remeasured and corresponding adjustment is made to right-of-use asset.

The right-of-use asset is initially measured at an amount equal to the initial measurement of lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of the costs to be incurred to dismantle and remove the underlying asset or to restore the underlying asset or the site on which the asset is located.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

The right-of-use asset is subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any. The right-of-use asset is depreciated using the straight line method in accordance with the rates specified in note 4.1 to these financial statements and after taking into account residual values, if any. The useful lives and depreciation methods are reviewed and adjusted, if appropriate, at each reporting date. The right-of-use asset is adjusted for certain remeasurements of the lease liability.

3.17 Segment reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses including revenues and expenses that relate to transactions with any of the Company's other components.

Operating segments are reported in a manner consistent with the internal reporting structure. The management monitors the operating results of its business units separately for the purpose of making decisions regarding resources allocation and performance assessment. Segment results, assets and liabilities include items directly attributable to the segment as well as those that can be allocated on a reasonable basis. Those assets and liabilities which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated assets and liabilities. The Board of Directors and Chief Executive Officer have been identified as the chief operating decision makers who are responsible for allocating resources and assessing the performance of the operating segments. Currently, the Company is functioning as a single operating segment.

3.17.1 Geographical segments

The operations of the Company are currently based only in Pakistan.

	Note	2024	2023
		Rupees	Rupees
4 PROPERTY AND EQUIPMENT			
Operating fixed assets	4.1	110,555,376	128,081,651
Capital work-in-progress	4.2	-	2,458,208
		<u>110,555,376</u>	<u>130,539,859</u>

4.1 Operating fixed assets

The following is the statement of operating fixed assets:

	2024					
	Computer equipment	Office equipment	Furniture and fixtures	Leasehold improvements	Vehicles	Right-of-use assets - Leasehold buildings
	(Rupees)					
As at July 1, 2023						
Cost	93,916,966	25,779,137	9,521,979	12,804,342	9,404,270	212,924,493
Accumulated depreciation	(64,989,302)	(18,993,835)	(7,654,683)	(3,846,350)	(5,165,021)	(128,334,964)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-
Net book value	<u>28,927,664</u>	<u>6,785,302</u>	<u>1,141,379</u>	<u>2,398,528</u>	<u>4,239,249</u>	<u>84,589,529</u>
Year ended June 30, 2024						
Opening net book value	28,927,664	6,785,302	1,141,379	2,398,528	4,239,249	84,589,529
Additions (at cost)	9,605,081	1,365,887	42,000	3,628,701	6,608,000	24,394,975
Disposals						
Cost	(383,000)	-	-	-	-	-
Accumulated depreciation	327,146	-	-	-	-	-
	(55,854)	-	-	-	-	-
Depreciation charge for the year	(12,097,677)	(2,077,460)	(776,500)	(2,852,563)	(2,372,259)	(39,616,683)
Effect of termination	-	-	-	-	-	(3,321,923)
Closing net book value	<u>26,379,214</u>	<u>6,073,729</u>	<u>406,879</u>	<u>3,174,666</u>	<u>8,474,990</u>	<u>66,045,898</u>
As at June 30, 2024						
Cost	103,139,047	27,145,024	9,563,979	16,433,043	16,012,270	233,997,545
Accumulated depreciation	(76,759,833)	(21,071,295)	(8,431,183)	(6,698,913)	(7,537,280)	(167,951,647)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-
Net book value	<u>26,379,214</u>	<u>6,073,729</u>	<u>406,879</u>	<u>3,174,666</u>	<u>8,474,990</u>	<u>66,045,898</u>
Depreciation rate (% per annum)	<u>25%</u>	<u>20% - 50%</u>	<u>25% - 67%</u>	<u>25% - 50%</u>	<u>25%</u>	<u>20% - 33%</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2023					
	Computer equipment	Office equipment	Furniture and fixtures	Leasehold improvements	Vehicles	Right-of-use assets - Leasehold buildings
	(Rupees)					
As at July 1, 2022						
Cost	66,335,011	21,860,420	10,131,415	17,196,518	4,237,270	135,033,401
Accumulated depreciation	(52,237,415)	(17,468,549)	(6,994,735)	(7,278,265)	(3,370,103)	(90,509,140)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-
Net book value	14,097,596	4,391,871	2,410,763	3,358,789	867,167	44,524,261
Year ended June 30, 2023						
Opening net book value	14,097,596	4,391,871	2,410,763	3,358,789	867,167	44,524,261
Additions (at cost)	27,841,202	4,449,806	125,789	784,700	5,167,000	83,531,136
Disposals						
Cost	(259,247)	(531,089)	(735,225)	(5,176,876)	-	-
Accumulated depreciation	171,179	410,316	724,550	5,157,904	-	-
	(88,068)	(120,773)	(10,675)	(18,972)	-	-
Depreciation charge for the year	(12,923,066)	(1,935,602)	(1,384,498)	(1,725,989)	(1,794,918)	(37,825,824)
Effect of termination	-	-	-	-	-	(5,640,044)
Closing net book value	28,927,664	6,785,302	1,141,379	2,398,528	4,239,249	84,589,529
As at June 30, 2023						
Cost	93,916,966	25,779,137	9,521,979	12,804,342	9,404,270	212,924,493
Accumulated depreciation	(64,989,302)	(18,993,835)	(7,654,683)	(3,846,350)	(5,165,021)	(128,334,964)
Accumulated impairment	-	-	(725,917)	(6,559,464)	-	-
Net book value	28,927,664	6,785,302	1,141,379	2,398,528	4,239,249	84,589,529
Depreciation rate (% per annum)	25%	20% - 50%	25% - 67%	25% - 50%	25%	20% - 33%

	Note	2024	2023
		Rupees	
4.1.1 Depreciation charge for the year has been allocated as follows:			
Administrative expenses	21	44,825,119	41,552,363
Selling and distribution expenses	22	14,968,023	16,037,534
		<u>59,793,142</u>	<u>57,589,897</u>

4.1.2 The operating fixed assets includes items costing Rs. 111.971 million (2023: Rs. 107.080 million) which are fully depreciated as of June 30, 2024 but are still in active use of the Company.

4.1.3 The details of operating fixed assets disposed of during the year are as follows:

	Cost	Accumulated depreciation	Net book value	Sale proceeds	Gain on disposal	Mode of disposal	Particulars of buyer	Relationship with buyer
	Rupees							
<i>Assets having book value of not more than five hundred thousand rupees individually disposed of during the year</i>	383,000	327,146	55,854	87,771	31,917	Negotiation	Mr. Muhammad Saqib Saleem	Ex-Chief Executive Officer
Total - June 30, 2024	<u>383,000</u>	<u>327,146</u>	<u>55,854</u>	<u>87,771</u>	<u>31,917</u>			
Total - June 30, 2023	<u>6,702,437</u>	<u>6,463,949</u>	<u>238,488</u>	<u>308,238</u>	<u>69,750</u>			

	Note	2024	2023
		Rupees	
4.2 Capital work-in-progress			
Advance to contractors		-	2,458,208

5 INTANGIBLE ASSETS

Definite life			
Computer software	5.1	9,985,440	23,271,910
Indefinite life			
Goodwill	5.1, 5.3 & 5.4	82,126,933	82,126,933
Management rights	5.1, 5.3 & 5.4	192,000,000	192,000,000
		<u>274,126,933</u>	<u>274,126,933</u>
		<u>284,112,373</u>	<u>297,398,843</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

5.1 Following is the statement of Intangible assets:

	Note	June 30, 2024			
		Computer software	Goodwill	Management rights	Total
		(Rupees)			
As at July 1, 2023					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(99,178,778)	-	-	(99,178,778)
Net book value		23,271,910	82,126,933	192,000,000	297,398,843
Year ended June 30, 2024					
Opening net book value		23,271,910	82,126,933	192,000,000	297,398,843
Additions		-	-	-	-
Amortisation charge for the year		(13,286,470)	-	-	(13,286,470)
Closing net book value		9,985,440	82,126,933	192,000,000	284,112,373
As at June 30, 2024					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(112,465,248)	-	-	(112,465,248)
Net book value		9,985,440	82,126,933	192,000,000	284,112,373
Amortisation rate (% per annum)		25% - 33%			

	Note	June 30, 2023			
		Computer software	Goodwill	Management rights	Total
		(Rupees)			
As at July 1, 2022					
Cost		121,663,317	82,126,933	192,000,000	395,790,250
Accumulated amortisation		(83,621,254)	-	-	(83,621,254)
Net book value		38,042,063	82,126,933	192,000,000	312,168,996
Year ended June 30, 2023					
Opening net book value		38,042,063	82,126,933	192,000,000	312,168,996
Additions		787,371	-	-	787,371
Amortisation charge for the year	21	(15,557,524)	-	-	(15,557,524)
Closing net book value		23,271,910	82,126,933	192,000,000	297,398,843
As at June 30, 2023					
Cost		122,450,688	82,126,933	192,000,000	396,577,621
Accumulated amortisation		(99,178,778)	-	-	(99,178,778)
Net book value		23,271,910	82,126,933	192,000,000	297,398,843
Amortisation rate (% per annum)		25% - 33%			

5.2 Intangible assets includes items costing Rs. 55.560 million (2023: Rs. 54.622 million) which are fully amortised as of June 30, 2024 but are still in active use of the Company.

5.3 Pursuant to the scheme of amalgamation for the transfer of the entire business of MCB AMC to AHIL including all the properties, rights, title and interest as disclosed in note 1.1 to these financial statements which was entered between AHCL and MCB Bank Limited, intangible assets comprising of management rights and goodwill aggregating to Rs. 192 million and Rs. 82.127 million respectively were recognised in the financial statements for the year ended June 30, 2011.

5.4 In accordance with the requirements of International Accounting Standard (IAS) 36: 'Impairment of assets', an entity shall test an intangible asset with an indefinite useful life and goodwill acquired in a business combination for impairment annually by comparing its carrying amount with its recoverable amount, irrespective of whether there is any indication that it may be impaired. Therefore, the management has tested whether management rights with indefinite useful life and goodwill have suffered any impairment as at June 30, 2024. The recoverable amounts for management rights and goodwill are based on value-in-use calculations which require the use of assumptions. The calculations use cash flow projections based on financial budgets prepared by the management covering a five-year period. Cash flows beyond those periods are extrapolated using the estimated growth rates. These growth rates are consistent with forecasts specific to the industry in which the Company operates. Following are the key assumptions for determination of value-in-use for goodwill and management rights:

5.4.1 Key assumptions used to determine the recoverable amounts

The growth rates and cost to income ratios used to estimate future performance are based on past performance, market trends and the management experience of growth rates and cost to income ratios achievable. The management believes that the assumptions used in estimating the future performance of these intangibles are consistent with past performance and trends. The calculation of value-in-use is most sensitive to the following assumptions:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Particulars	2024	2023
- Discount rate	24.00%	24.00%
- Terminal growth rate	9.30%	9.30%
- Revenue growth rate	9.30%	9.30%

	Note	2024	2023
		Rupees	
6 INVESTMENT IN ASSOCIATES			
Investment in associated undertakings			
Investment in units of funds under management	6.1	1,790,686,810	1,353,001,777

6.1 Investment in units of funds under management

Name of the investee fund	June 30, 2024						
	Country of incorporation and place of business	Percentage holding	Investment as at the beginning of the year	Investments during the year	Redemptions during the year	Share of profit	Dividend income
							Investment as at June 30, 2024
							Rupees

Investment in associated undertaking

Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	27.56%	161,356,380	-	(105,000,000)	144,381,711	-	200,738,091
Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	12.79%	86,851,243	-	-	18,074,377	-	104,925,620
Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	7.12%	77,386,466	-	-	17,232,844	-	94,679,310
Pakistan Pension Fund - Equity Sub-Fund	Pakistan	9.20%	124,095,561	-	(98,500,000)	111,985,823	-	137,581,384
Pakistan Pension Fund - Debt Sub-Fund	Pakistan	8.06%	102,772,330	-	-	23,817,546	-	126,589,876
Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.98%	108,231,000	-	-	24,858,000	-	133,089,000
MCB Alhamra KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	25.96%	-	30,000,000	-	3,389,160	-	33,389,160
MCB Alhamra KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.96%	-	500,000	-	28,291	-	528,291
MCB Alhamra KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.96%	-	500,000	-	28,268	-	528,268
MCB Alhamra KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.96%	-	500,000	-	28,275	-	528,275
MCB KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	78.55%	-	30,000,000	-	3,428,760	-	33,428,760
MCB KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.90%	-	500,000	-	59,162	-	559,162
MCB KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.90%	-	500,000	-	58,976	-	558,976
MCB KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.90%	-	500,000	-	58,986	-	558,986
Pakistan Cash Management Fund *	Pakistan	-	-	60,029,818	(60,029,818)	35,080	(35,080)	-
MCB Cash Management Optimizer	Pakistan	0.82%	367,723,741	4,126,675,667	(4,149,427,258)	38,496,003	(1,199,120)	382,269,033
MCB Pakistan Stock Market Fund *	Pakistan	-	-	50,000,000	(54,168,880)	4,108,880	-	-
Alhamra Islamic Income Fund	Pakistan	-	6,370,240	-	(6,785,288)	415,048	-	-
MCB Pakistan Sovereign Fund	Pakistan	3.20%	-	2,201,478,572	(1,863,671,718)	21,080,133	(3,940,021)	354,946,966
Alhamra Islamic Stock Fund *	Pakistan	-	-	100,000,000	(121,177,411)	21,177,411	-	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	90.05%	96,483,539	11,415,785	-	31,643,494	(13,430,335)	125,112,483
Alhamra Wada Fund (Alhamra Wada Plan VII)	Pakistan	-	141,351,835	16,522,515	(160,916,244)	3,042,471	(677)	-
Alhamra Cash Management Optimizer	Pakistan	-	10,150,100	213,312,012	(224,539,209)	1,997,925	(20,828)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Pakistan	-	10,371,795	5,084,261	(16,398,743)	932,687	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Pakistan	0.33%	-	10,591,209	-	712,550	(695,540)	10,608,219
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX) *	Pakistan	-	-	10,398,963	(10,398,963)	463,819	(463,819)	-
Alhamra Opportunity Fund (Dividend Strategy Plan) *	Pakistan	-	-	20,002,400	(21,656,076)	1,656,516	(2,930)	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Pakistan	-	60,857,447	79,498,910	(194,587,217)	59,520,679	(5,289,819)	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Pakistan	29.72%	-	50,000,000	-	66,950	-	50,066,950
			1,353,001,777	7,018,020,202	(7,087,196,825)	531,939,825	(25,078,169)	1,790,686,810

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the investee fund	June 30, 2023							
	Country of incorporation and place of business	Percentage holding	Investment as at the beginning of the year	Investments during the year	Redemptions during the year	Share of profit / (loss)	Dividend income	Investment as at June 30, 2023
	Rupees							
Investment in associated undertaking								
Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	37.20%	161,002,394	-	-	353,986	-	161,356,380
Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	19.18%	75,592,695	-	-	11,258,548	-	86,851,243
Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	10.63%	66,639,755	-	-	10,746,711	-	77,386,466
Pakistan Pension Fund - Equity Sub-Fund	Pakistan	16.12%	122,602,561	-	-	1,490,000	-	124,095,561
Pakistan Pension Fund - Debt Sub-Fund	Pakistan	20.86%	87,843,968	-	-	14,928,362	-	102,772,330
Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.77%	92,220,000	-	-	16,011,000	-	108,231,000
MCB Cash Management Optimizer	Pakistan	0.63%	-	6,342,845,219	(6,008,305,329)	34,753,240	(1,569,389)	367,723,741
MCB Pakistan Stock Market Fund	Pakistan	-	90,390,302	100,000,000	(199,367,952)	8,977,650	-	-
Alhamra Islamic Income Fund	Pakistan	0.15%	-	75,399,349	(70,613,141)	1,929,512	(345,480)	6,370,240
MCB Pakistan Sovereign Fund *	Pakistan	-	-	510,359,360	(514,769,652)	4,410,292	-	-
Alhamra Islamic Money Market Fund *	Pakistan	-	-	660,974,336	(660,974,336)	1,044,188	(1,044,188)	-
Alhamra Daily Dividend Fund *	Pakistan	-	-	317,856,656	(317,856,656)	616,275	(616,275)	-
Alhamra Islamic Stock Fund	Pakistan	-	17,398,169	25,000,000	(41,174,348)	(1,223,821)	-	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	83.23%	120,895,058	-	(35,000,000)	9,588,481	-	95,483,539
Alhamra Wada Fund (Alhamra Wada Plan I)	Pakistan	-	50,033,787	299,379	(50,358,725)	377,769	(352,210)	-
Alhamra Wada Fund (Alhamra Wada Plan II) *	Pakistan	-	-	40,441,673	(40,441,673)	31,814	(31,814)	-
Alhamra Wada Fund (Alhamra Wada Plan III) *	Pakistan	-	-	19,191,314	(19,191,314)	112,517	(112,517)	-
Alhamra Wada Fund (Alhamra Wada Plan IV) *	Pakistan	-	-	46,264,623	(46,264,623)	783,980	(783,980)	-
Alhamra Wada Fund (Alhamra Wada Plan V) *	Pakistan	-	-	25,139,583	(25,192,659)	217,291	(164,215)	-
Alhamra Wada Fund (Alhamra Wada Plan VI) *	Pakistan	-	-	100,129,990	(100,650,013)	672,952	(152,929)	-
Alhamra Wada Fund (Alhamra Wada Plan VII)	Pakistan	6.99%	-	564,015,683	(429,974,642)	7,608,446	(297,552)	141,351,935
Alhamra Cash Management Optimizer	Pakistan	0.23%	-	10,150,100	-	176,587	(176,587)	10,150,100
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan I)	Pakistan	-	170,118,779	1,837,820	(171,957,421)	2,162,963	(2,162,141)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan II) *	Pakistan	-	-	27,233,390	(28,570,966)	1,359,918	(22,312)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan III) *	Pakistan	-	-	41,109,624	(41,109,624)	1,305,440	(1,305,440)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IV) *	Pakistan	-	-	20,710,962	(21,092,242)	507,069	(125,789)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V) *	Pakistan	-	-	12,103,061	(12,114,878)	67,766	(55,949)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI) *	Pakistan	-	-	26,431,910	(26,535,894)	156,846	(52,662)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Pakistan	4.61%	-	115,642,048	(107,072,655)	2,111,128	(308,726)	10,371,795
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX) *	Pakistan	-	-	10,927,543	(10,942,872)	42,200	(26,871)	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X) *	Pakistan	-	-	55,802,605	(56,404,724)	611,058	(8,939)	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Pakistan	29.13%	59,812,260	5,000,000	(10,000,000)	6,045,187	-	60,857,447
			1,114,549,728	9,154,866,228	(9,045,936,369)	139,238,355	(9,716,165)	1,353,001,777

* The units of these associates were purchased and redeemed during the year.

6.1.1 No reconciliation is required between the carrying amount of the investment in associated undertakings and the summarised financial information as the movement in the Net Asset Value (NAV) represents the proportionate share of profit of investment in associate and the investment is also valued at the NAV prevailing at the reporting date under the equity accounting method.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

6.1.2 Summary of financial position and performance

Name of the investee fund	As at June 30, 2024				For the year ended June 30, 2024		
	Country of incorporation	Percentage holding	Assets	Liabilities	Revenue	Net income	Total comprehensive income
Investment in associated undertaking							
- Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	27.56%	739,191,884	10,937,782	383,836,448	369,277,341	369,277,341
- Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	12.79%	827,140,172	7,040,680	116,170,121	106,946,678	106,946,678
- Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	7.12%	1,333,419,982	3,392,950	206,043,734	194,680,882	194,680,882
- Pakistan Pension Fund - Equity Sub-Fund	Pakistan	9.20%	1,779,134,897	283,579,032	648,448,475	624,779,204	624,779,204
- Pakistan Pension Fund - Debt Sub-Fund	Pakistan	8.06%	1,962,686,460	391,510,420	227,716,074	209,635,178	209,635,178
- Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.98%	1,911,266,160	4,959,224	357,824,266	338,339,644	338,339,644
- MCB Alhamra KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	25.96%	128,755,482	131,804	10,209,935	9,667,177	9,667,177
- MCB Alhamra KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.96%	529,578	1,067	29,578	28,511	28,511
- MCB Alhamra KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.96%	529,555	1,068	29,555	28,487	28,487
- MCB Alhamra KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.96%	529,562	1,069	60,643	59,535	59,535
- MCB KPK Government Employees' Pension Fund - Money Market Sub-Fund	Pakistan	78.55%	42,601,357	45,367	4,313,729	4,084,929	4,084,929
- MCB KPK Government Employees' Pension Fund - Equity Index Sub-Fund	Pakistan	99.90%	560,814	1,102	60,814	59,712	59,712
- MCB KPK Government Employees' Pension Fund - Equity Sub-Fund	Pakistan	99.90%	560,624	1,100	60,624	59,524	59,524
- MCB KPK Government Employees' Pension Fund - Debt Sub-Fund	Pakistan	99.90%	560,643	1,109	29,562	28,494	28,494
- MCB Cash Management Optimizer	Pakistan	0.82%	47,397,814,138	599,820,117	8,561,480,422	7,994,022,425	7,994,022,425
- MCB Pakistan Sovereign Fund	Pakistan	3.20%	14,400,546,897	3,318,817,816	1,433,407,231	1,284,709,182	1,284,709,182
- Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	90.05%	139,566,891	629,232	37,638,348	36,233,247	36,233,247
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Pakistan	0.33%	3,229,166,830	33,793,879	221,406,591	216,776,582	216,776,582
- Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Pakistan	29.72%	294,920,988	126,468,632	324,677	215,208	215,208
			74,189,482,914	4,781,133,450	12,209,090,827	11,389,631,940	11,389,631,940

Name of the investee fund	As at June 30, 2023				For the year ended June 30, 2023		
	Country of incorporation	Percentage holding	Assets	Liabilities	Revenue	Net (loss) / income	Total comprehensive (loss) / income
Investment in associated undertaking							
- Alhamra Islamic Pension Fund - Equity Sub-Fund	Pakistan	37.20%	442,150,575	8,450,854	12,302,327	(1,485,534)	(1,485,534)
- Alhamra Islamic Pension Fund - Debt Sub-Fund	Pakistan	19.18%	454,754,871	2,035,043	67,570,713	60,887,767	60,887,767
- Alhamra Islamic Pension Fund - Money Market Sub-Fund	Pakistan	10.63%	730,562,649	2,581,343	95,707,384	89,999,694	89,999,694
- Pakistan Pension Fund - Equity Sub-Fund	Pakistan	16.12%	795,400,588	25,615,845	22,714,306	5,291,931	5,291,931
- Pakistan Pension Fund - Debt Sub-Fund	Pakistan	20.86%	496,297,339	3,718,761	96,238,453	87,272,736	87,272,736
- Pakistan Pension Fund - Money Market Sub-Fund	Pakistan	6.77%	1,602,353,455	4,521,403	193,427,118	182,738,910	182,738,910
- MCB Cash Management Optimizer	Pakistan	0.63%	76,504,385,508	18,350,954,953	10,033,238,070	9,428,282,729	9,428,282,729
- Alhamra Islamic Income Fund	Pakistan	0.15%	4,302,102,431	26,977,893	901,830,026	844,035,162	844,035,162
- Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Pakistan	83.23%	115,220,650	501,685	13,177,058	11,884,248	11,884,248
- Alhamra Wada Fund (Alhamra Wada Plan VII)	Pakistan	6.99%	2,027,026,064	5,855,127	85,958,965	79,970,549	79,970,549
- Alhamra Cash Management Optimizer	Pakistan	0.23%	4,345,097,036	7,246,916	62,681,681	59,196,640	59,196,640
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Pakistan	4.61%	226,053,625	1,034,173	17,845,807	16,663,534	16,663,534
- MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Pakistan	29.13%	221,815,181	12,877,397	22,166,102	18,260,942	18,260,942
			92,263,219,972	18,452,371,393	11,624,858,010	10,882,999,308	10,882,999,308

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

7	LONG TERM INVESTMENT	Note	2024	2023
			Rupees	
	At fair value through profit or loss			
	Investment in shares	7.1	265,000	265,000
7.1	During the year ended June 30, 2022, Mutual Funds Association of Pakistan (MUFAP) had converted into a Self-Regulatory Organization (SRO) upon the directive of SECP and thus, was required to be registered under Section 42 of the Companies Act, 2017. Since it was converted into a SRO, the capital requirements were met from all the Asset Management Companies (AMCs) who are also the members of MUFAP. All AMCs contributed equally towards the share capital of MUFAP by subscribing for 26,500 shares at a par value of Rs. 10 each, raising a total capital of Rs. 5,035,000 comprising of 503,500 shares of Rs. 10 each. Hence, the Company also subscribed for the shares of MUFAP being its member.			
8	LONG TERM LOANS AND PREPAYMENTS	Note	2024	2023
			Rupees	
	Considered good - secured			
	Loan to executive		4,021,177	4,136,901
	Less: current portion	10	(114,954)	(101,653)
		8.1	3,906,223	4,035,248
	Considered good - unsecured			
	Loan to ex-director	8.2, 8.3 & 8.4	-	10,962,158
	Loans to executives	8.5	8,376,118	4,840,365
	Loans to employees	8.5	2,859,517	286,974
	Less: current portion	10	(3,312,800)	(4,526,518)
			7,922,835	11,542,979
			11,829,058	15,578,227
	Prepayments			
	Prepaid commission against bachat units		83,908,833	38,875,042
	Less: current portion	11	(58,431,488)	(25,458,503)
		8.6	25,477,345	13,416,539
			37,306,403	28,994,766
8.1	This represents loan given to an executive at an interest rate of 4.5% per annum and was initially recorded at its fair value using an effective interest rate of 12.36% per annum. This loan is advanced for the purpose of housing finance and is repayable in monthly installments as a deduction from salary having a maximum repayment period of up to twenty years. This loan is secured against the documents of the immovable property acquired and life insurance policy in favour of the Company.			
8.2	This represents loan given to ex-Chief Executive Officer at the rate of 1 year KIBOR minus 1% per annum with KIBOR to be reset annually from the date of disbursement and was initially recognised at its fair value using an effective interest rate of 17.09% per annum. This loan was advanced for the purpose of housing finance and was repayable in monthly installments having a maximum repayment period of up to four years. During the current year, the loan has been fully repaid by the ex-Chief Executive Officer upon his resignation.			
8.3	The reconciliation of loan to director is as follows:		2024	2023
			Rupees	
	Opening balance		10,962,158	12,309,656
	Add: disbursements during the year		-	12,500,000
	Less: recoveries during the year		(10,962,158)	(13,847,498)
	Closing balance		-	10,962,158
8.4	The maximum aggregate amount outstanding at any time during the year calculated by reference to month-end balance was Rs. 10.763 million (2023: Rs. 12.313 million).			
8.5	These represent interest free loans given to employees and executives. These loans are provided for booking advance (lease down payment) at 20% of the invoice price at the time of purchasing the vehicle as per the policy of the Company and are repayable in monthly installments as a deduction from salary having a maximum repayment period of up to five years.			
8.6	This represents commission paid to distributors on the issuance of bachat units of different funds under the management of the Company. The commission amount is amortised over the period of the contract, unless redeemed earlier, in which case it is charged off immediately. However, in the case of early redemption, an amount is recovered from the investor in the form of back-end load.			

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

9	RECEIVABLE FROM FUNDS UNDER MANAGEMENT - RELATED PARTIES	Note	2024	2023
			----- Rupees -----	
	Considered good - unsecured			
	Open-end Collective Investment Schemes (CISs)			
	Pakistan Income Fund		13,033,315	18,692,329
	MCB Pakistan Stock Market Fund		85,126,622	85,933,241
	MCB Pakistan Sovereign Fund		52,121,967	34,487,230
	Pakistan Capital Market Fund		8,188,664	7,337,240
	Pakistan Cash Management Fund		49,087,467	49,258,569
	Pakistan Income Enhancement Fund		33,220,826	24,134,998
	MCB Pakistan Asset Allocation Fund		37,722,828	37,120,908
	MCB DCF Income Fund		174,866,286	153,747,001
	MCB Cash Management Optimizer		116,027,876	156,755,809
	Alhamra Islamic Money Market Fund		31,483,579	31,526,773
	Alhamra Islamic Asset Allocation Fund		12,784,462	11,216,497
	Alhamra Islamic Stock Fund		20,375,097	19,195,252
	Alhamra Islamic Income Fund		32,308,074	18,419,359
	Alhamra Daily Dividend Fund		23,167,703	8,126,716
	Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)		5,683	18,944
	Alhamra Wada Fund (Alhamra Wada Plan VII)		13,863,443	5,659,431
	Alhamra Wada Fund (Alhamra Wada Plan VIII)		1,552,546	-
	Alhamra Wada Fund (Alhamra Wada Plan IX)		548,302	-
	Alhamra Wada Fund (Alhamra Wada Plan X)		3,583,580	-
	Alhamra Wada Fund (Alhamra Wada Plan XI)		9,045,051	-
	Alhamra Wada Fund (Alhamra Wada Plan XII)		2,604,046	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)		325,494	9,956,991
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)		225,454	4,942,990
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)		-	984,229
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)		-	6,048,332
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)		1,430,256	60,836
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)		-	1,265,348
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)		717,625	746,824
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)		17,938,145	537,707
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)		1,425,652	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)		19,333,317	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)		4,061,468	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)		14,857,312	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)		2,031,565	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)		1,766,387	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)		4,603,743	-
	MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		1,328,012	184,925
	Pakistan Samaya Mehfooz Fund		4,267,360	4,267,360
	Alhamra Cash Management Optimizer		24,256,704	3,231,186
	Alhamra Opportunity Fund (Dividend Strategy Plan)		1,028,649	-
	Alhamra Government Securities Fund (Alhamra Government Securities Plan I)		124,609	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)		2,236,841	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)		1,329,415	-
			824,005,425	693,857,025
	Voluntary Pension Funds			
	Pakistan Pension Fund		11,451,622	8,773,410
	Alhamra Islamic Pension Fund		6,188,168	4,789,605
	MCB Alhamra KPK Government Employees' Pension Fund		117,423	-
	MCB KPK Government Employees' Pension Fund		32,360	-
			17,789,573	13,563,015
		9.1	841,794,998	707,420,040

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

- 9.1** The above amounts represent receivable on account of management fee, Sindh Sales Tax on management fee, sales load charged on selected funds, Sindh Sales Tax on sales load, selling and marketing expenses and allocated expenses charged to these funds. This also includes Federal Excise Duty receivable from the funds under its management as more fully explained in note 16.3 to these financial statements.
- 9.2** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of 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 is charging its remuneration at the rates as disclosed in note 18.2 to these financial statements.
- 9.3** In accordance with Regulation 60 of the NBFC Regulations, the Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a collective investment scheme (CIS).

Therefore, the Company is charging the allocated expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the funds as defined under the NBFC Regulations, subject to total expenses charged being lower than actual expenses incurred.

- 9.4** The SECP had allowed asset management companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019) subject to a maximum limit of 0.4% per annum of the average annual net assets of the Fund or actual expenses, whichever is lower.

The SECP through its Circular 11 dated July 5, 2019 had removed the maximum cap of 0.4% per annum for charging of selling and marketing expenses to a Fund. Furthermore, the time limit of three years had also been removed in the circular issued by the SECP. The asset management company can charge such expenses to the Fund as per the annual plan and the same should be approved by the Board of Directors of the Company.

The Board of Directors of the Company had approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Company and has given a discretion for charging of selling and marketing expenses directly to the Fund as proposed by the management as per the requirements of SECP Circular 11 dated July 5, 2019. The Company is charging the selling and marketing expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the funds as defined under the NBFC Regulations, subject to total expenses charged being lower than actual expenses incurred.

- 9.5** The maximum aggregate amount outstanding at any time during the year calculated by reference to month-end balance are as under:

	2024	2023
	Rupees	
Open-end Collective Investment Schemes (CISs)		
- Pakistan Income Fund	21,532,705	18,692,329
- MCB Pakistan Stock Market Fund	91,197,549	105,186,353
- MCB Pakistan Sovereign Fund	63,123,520	34,487,230
- Pakistan Capital Market Fund	8,630,633	7,450,731
- Pakistan Cash Management Fund	67,402,161	49,258,569
- Pakistan Income Enhancement Fund	46,023,998	24,282,745
- MCB Pakistan Asset Allocation Fund	38,478,737	37,983,605
- MCB DCF Income Fund	184,035,362	153,747,001
- MCB Cash Management Optimizer	170,273,183	156,755,809
- Alhamra Islamic Money Market Fund	46,856,136	31,526,773
- Alhamra Islamic Asset Allocation Fund	14,266,124	12,780,272
- Alhamra Islamic Stock Fund	22,764,002	20,000,538
- Alhamra Islamic Income Fund	42,535,719	20,785,556
- Alhamra Daily Dividend Fund	34,773,050	9,262,941

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	Rupees	
- Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	17,378	229,526
- Alhamra Wada Fund (Alhamra Wada Plan I)	-	819,531
- Alhamra Wada Fund (Alhamra Wada Plan II)	-	3,353,421
- Alhamra Wada Fund (Alhamra Wada Plan III)	-	1,985,777
- Alhamra Wada Fund (Alhamra Wada Plan IV)	-	1,673,812
- Alhamra Wada Fund (Alhamra Wada Plan V)	-	568,091
- Alhamra Wada Fund (Alhamra Wada Plan VI)	-	68,999
- Alhamra Wada Fund (Alhamra Wada Plan VII)	16,609,369	5,659,440
- Alhamra Wada Fund (Alhamra Wada Plan VIII)	1,552,546	-
- Alhamra Wada Fund (Alhamra Wada Plan IX)	548,302	-
- Alhamra Wada Fund (Alhamra Wada Plan X)	3,583,580	-
- Alhamra Wada Fund (Alhamra Wada Plan XI)	9,045,051	-
- Alhamra Wada Fund (Alhamra Wada Plan XII)	2,604,046	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan I)	-	458,424
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan II)	-	4,037,106
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan III)	-	241,817
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IV)	-	766,296
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	325,494	16,320,323
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	225,454	9,956,932
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	127,963	984,229
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)	-	8,912,613
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	1,474,801	60,835
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)	-	3,280,333
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	7,458,747	686,674
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	17,938,145	537,707
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	4,300,851	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)	7,034,233	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	19,333,317	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	4,061,468	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	14,857,312	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	2,031,565	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	3,063,137	-
- MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	4,612,844	-
- MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	2,139,990	187,830
- Pakistan Sarmaya Mehfooz Fund	4,267,360	4,267,360
- Alhamra Cash Management Optimizer	35,184,531	3,268,059
- Alhamra Opportunity Fund (Dividend Strategy Plan)	1,028,649	-
- Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	124,609	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	2,236,841	-
- MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	1,329,415	-
Voluntary Pension Funds		
- Pakistan Pension Fund	11,451,622	8,808,598
- Alhamra Islamic Pension Fund	6,188,168	7,785,945
- MCB Alhamra KPK Government Employees' Pension Fund	117,423	-
- MCB KPK Government Employees' Pension Fund	32,360	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
		----- Rupees -----	
9.6	The ageing analysis of receivable from funds under management is as follows:		
Not past due		368,185,484	306,314,238
Past due upto 3 months		65,214,194	1,471,304
Past due more than 3 months and upto 6 months		7,079,169	-
Past due more than 6 months and upto 12 months		1,130,705	-
Past due more than one year		400,185,446	399,634,498
		<u>841,794,998</u>	<u>707,420,040</u>
10	LOANS AND ADVANCES		
Considered good - secured			
Current portion of loan to executive	8	114,954	101,653
Considered good - unsecured			
Current portion of loans to director, executives and employees	8	3,312,800	4,526,518
Advance to employees, suppliers and contractors		6,615,819	1,071,795
		<u>10,043,573</u>	<u>5,699,966</u>
11	PREPAYMENTS AND OTHER RECEIVABLES		
Prepayments			
Current portion of prepaid commission against bachat units	8	58,431,488	25,458,503
Prepaid insurance		15,915,397	15,037,245
Prepaid maintenance		538,312	560,294
Prepaid IT service level agreements		15,877,164	15,656,728
Prepaid license fee		81,727	408,703
Others		3,260,783	213,044
		94,104,871	57,334,517
Other receivables			
Considered good - unsecured			
Advisory fee on account of discretionary and portfolio management			
Due from related party	11.1	7,882,633	15,437,414
Due from others	11.2	16,439,235	9,705,801
		24,321,868	25,143,215
Considered doubtful			
Due from others		12,402,117	12,402,117
Receivable from funds against ATM card redemptions		33,594,686	32,732,859
Others		616,237	537,300
		70,934,908	70,815,491
Provision against advisory fee	11.3	(12,402,117)	(12,402,117)
		<u>152,637,662</u>	<u>115,747,891</u>
11.1	This includes management fee receivable from Adamjee Life Assurance Company Limited under discretionary portfolio management agreement. This also includes Federal Excise Duty receivable from Adamjee Life Assurance Company Limited as more fully explained in note 16.3 to these financial statements. The maximum aggregate amount outstanding at any time during the year calculated by reference to month-end balance was Rs. 15.252 million (2023: Rs 15.437 million).		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

The ageing analysis of related party balance is as follows:

From related parties	
2024	2023
Rupees	
Not past due	3,939,325
Past due upto 3 months	3,954,456
Past due more than one year	7,543,633
	15,437,414

- 11.2 This represents management fee and performance fee receivable from separately managed accounts under discretionary and non-discretionary portfolio management agreements.

	Note	2024	2023
		Rupees	
11.3 Provision against advisory fee			
Balance as at July 1		12,402,117	12,402,117
Provision made during the year		-	-
Balance as at June 30		12,402,117	12,402,117

12 CASH AND BANK BALANCES

Cash in hand		5,088	5,588
Balances with banks in:			
Savings accounts	12.1	18,297,965	49,368,737
Current accounts	12.2	15,375,754	16,104,252
		33,673,719	65,472,989
		33,678,807	65,478,577

- 12.1 This includes balances of Rs. 11.667 million (2023: Rs. 43.726 million) maintained with MCB Bank Limited (a related party) that carries mark-up at the rate of 20.50% (2023: 19.50%) per annum. Further, it also includes balances of Rs. 0.391 million (2023: Rs. 0.373 million) maintained with MCB Islamic Bank Limited (a related party) that carries mark-up at the rate of 7.75% (2023: 7.66%) per annum. Other savings accounts of the Company carry mark-up at the rate of 17.10% (2023: 19.50%) per annum.

- 12.2 This includes balance of Rs. 6.322 million (2023: Rs. 6.468 million) maintained with MCB Bank Limited (a related party).

13 SHARE CAPITAL

13.1 Authorised share capital

2024	2023		2024	2023
(Number of shares)			Rupees	
72,000,000	72,000,000	Ordinary shares of Rs. 10 each	720,000,000	720,000,000

13.2 Issued, subscribed and paid-up share capital

2024	2023		2024	2023
(Number of shares)			Rupees	
5,000,000	5,000,000	Fully paid in cash	50,000,000	50,000,000
31,000,000	31,000,000	Allotted as bonus shares	310,000,000	310,000,000
36,000,000	36,000,000	Issued for consideration other than cash	360,000,000	360,000,000
72,000,000	72,000,000		720,000,000	720,000,000

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

13.3 The share capital was issued, subscribed and paid-up by the following related parties of the Company:

	2024	2023	2024	2023
	Percentage holding		(Number of shares)	
MCB Bank Limited	81.42%	81.42%	58,620,935	58,620,935
Adamjee Insurance Company Limited	7.59%	7.59%	5,462,000	5,462,000
Directors, spouses and their minor children *	-	-	3,200	3,200
Others *	-	-	1,200	1,200
			<u>64,087,335</u>	<u>64,087,335</u>

* Nil figures due to rounding off difference.

13.4 "Deficit on amalgamation" represents a capital reserve which was created upon amalgamation of the Company into Arif Habib Investments Limited in the year 2011 as more fully explained in note 1.1 to these financial statements.

14	DEFERRED TAXATION - NET	Note	2024	2023
			Rupees	
	Deferred tax assets arising on deductible temporary differences			
	- Lease liability against right-of-use assets		(28,650,592)	(34,154,567)
	- Provision against advisory fee		(4,836,826)	(4,836,826)
	- Finance cost on loans to executive and ex-director		(899,191)	(1,034,455)
			<u>(34,386,609)</u>	<u>(40,025,848)</u>
	Deferred tax liabilities arising on taxable temporary differences			
	- Property and equipment (including right-of-use assets)		18,367,839	26,575,341
	- Intangible assets		106,668,486	105,842,066
	- Investment in associates		5,786,292	4,820,298
			<u>130,822,617</u>	<u>137,237,705</u>
			<u>96,436,008</u>	<u>97,211,857</u>
14.1	Reconciliation of deferred tax liability			
	Deferred tax liability as at July 1		97,211,857	74,117,465
	Recognised in the statement of profit or loss	26	(775,849)	23,094,392
	Recognised in other comprehensive income		-	-
	Deferred tax liability as at June 30		<u>96,436,008</u>	<u>97,211,857</u>

15 LEASE LIABILITY AGAINST RIGHT-OF-USE ASSETS

The Company has entered into lease agreements in respect of its various rented offices. These were initially measured at the present value of remaining lease payments, discounted using the Company's incremental borrowing rate that ranges from 8.49% per annum to 23.77% per annum. The lease liabilities are subsequently being measured at amortised cost using the effective interest rate method.

The amount of future payments for the leases and the period in which these payments will become due are as follows:

	2024	2023
	Rupees	
Present value of minimum lease payments	73,463,056	87,575,812
Less: current portion	<u>(42,645,586)</u>	<u>(30,947,036)</u>
	<u>30,817,470</u>	<u>56,628,776</u>

	2024		2023	
	Minimum lease payments	Present value of minimum lease payments	Minimum lease payments	Present value of minimum lease payments
Not later than one year	52,058,316	42,645,586	43,053,256	30,947,036
Later than one year and not later than five years	33,581,828	30,817,470	64,520,498	56,628,776
	<u>85,640,144</u>	<u>73,463,056</u>	<u>107,573,754</u>	<u>87,575,812</u>
Less: finance cost allocated to future periods	(12,177,088)	-	(19,997,942)	-
Present value of minimum lease payments	73,463,056	73,463,056	87,575,812	87,575,812
Less: current portion	<u>(42,645,586)</u>	<u>(42,645,586)</u>	<u>(30,947,036)</u>	<u>(30,947,036)</u>
	<u>30,817,470</u>	<u>30,817,470</u>	<u>56,628,776</u>	<u>56,628,776</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
		----- Rupees -----	
15.1 Movement of lease liability against right-of-use assets			
Lease liability against right-of-use-assets as at the beginning of the year		87,575,812	44,835,578
Additions during the year		24,394,975	83,531,136
Interest expense on lease liability against right-of-use-assets		14,720,406	10,954,777
Effect of termination of lease		(4,183,485)	(6,298,231)
Lease rentals paid against right-of-use assets		(49,044,652)	(45,447,448)
Lease liability against right-of-use-assets as at the end of the year		<u>73,463,056</u>	<u>87,575,812</u>

16 TRADE AND OTHER PAYABLES

Accrued expenses and other liabilities	16.1	287,152,191	70,091,592
Bonus payable		182,360,779	117,682,516
Sindh Workers' Welfare Fund payable	16.2	93,971,867	68,022,845
Sales tax payable		14,577,062	10,500,617
Federal Excise Duty payable	16.3	412,892,880	412,892,880
Withholding tax payable		35,022,951	14,046,540
Payable to facilitators / distributors		106,969,539	44,704,721
		<u>1,132,947,269</u>	<u>737,941,711</u>

16.1 This includes an amount of Rs. 158.5 million recognised as provision as more fully explained in note 24.2 to these financial statements.

16.2 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment, including financial institutions, located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISOs whereby it was contested that AMCs and mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments. The MUFAP has also taken up the matter with the Sindh Finance Ministry to have AMC's excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on AMC's, the management as a matter of abundant caution, has made provision in respect of SWWF on a prudent basis with effect from the date of enactment of the SWWF Act (i.e. starting from July 1, 2014).

16.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Company and sales load was applicable with effect from June 13, 2013. The Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Company has discontinued making further provision in respect of FED with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED already made amounting to Rs. 412.893 million is being retained in the financial statements of the Company as the matter is pending before the Supreme Court of Pakistan. A corresponding receivable of the same amount has been recorded as receivable from the funds under the management of the Company as disclosed in note 9.1 to these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

17 CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

- 17.1.1** On June 20, 2014, the Punjab Revenue Authority issued a show cause notice no. PRA/AM/70/14/18 to the Company to pay Sales Tax on management fee earned in the province of Punjab under the Punjab Sales Tax on Services Act, 2012 with effect from May 22, 2013. The Management Company jointly with other Asset Management Companies through the trustees of their Collective Investment Schemes challenged the above notice vide a petition filed on July 8, 2014 in the Honourable Sindh High Court (SHC). The SHC had ordered suspension of the show cause notice in its order dated July 10, 2014 till the date of the next hearing of appeals. The management is expecting no outflow of economic resources in this respect as the payments relating to sales tax have already been made to the Sindh Revenue Board (SRB) and in case decision is made against the Company, the same is required to be settled between the two authorities. During the current year, the SHC vide an order dated September 11, 2023 has dismissed the case on the grounds that the entire liability had been paid to the SRB and the same is admitted by the SRB's counsel. The SHC in its order has directed the Company to pursue the SCN with the PRA and has directed SRB not to take any coercive action against the Company pending adjudication of the SCN.
- 17.1.2** On January 30, 2017, the Additional Commissioner Inland Revenue [ACIR] passed an order under section 122(5A) of the Income Tax Ordinance, 2001 amending the assessment for tax year 2011 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 25.567 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB Asset Management Company (MCB AMC) into the Company etc. The Company then filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the impugned order and a notice of demand issued thereagainst. The CIR(A) annulled the order of the ACIR by deleting demand on all the issues raised therein. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 17.1.3** The Company was selected for audit by the Commissioner Inland Revenue, Zone III, Large Taxpayers Unit, Karachi for tax year 2014 vide letter dated November 9, 2016. The audit proceedings were conducted by the Deputy Commissioner Inland Revenue [DCIR] and a Show Cause Notice [SCN] dated February 10, 2017 was issued thereafter. Based on a then recent judgment of a superior court, the SCN was challenged by the Company on legal grounds. However, the DCIR did not agree with the legal objections raised and passed an order dated March 24, 2017 under section 122(1) of the Income Tax Ordinance, 2001 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 93.398 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company etc. An appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] was filed by the Company which had been adjudged in favor of the Company in respect of major disallowances made in the order passed by the DCIR. In respect of the matters confirmed by the CIR(A), the Company had filed an appeal before the ATIR. Being aggrieved by the decision of CIR(A), an appeal has also been filed by the Commissioner Inland Revenue before the ATIR. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 17.1.4** On March 29, 2017, the Additional Commissioner Inland Revenue (ACIR) passed an order under section 122(5A) of the Income Tax Ordinance, 2001 amending the assessment for tax year 2012 after making certain additions / disallowances in the statement of profit or loss and created a demand of Rs. 82.841 million. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company, disallowance of brought forward losses / refunds of prior periods etc. The Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the impugned order and notice of demand issued thereagainst. The CIR(A) annulled the order of the ACIR by deleting demand on all the issues raised therein. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 17.1.5** On April 29, 2017, a notice under section 122(9) of the Income Tax Ordinance, 2001 was issued by the Additional Commissioner Inland Revenue (ACIR) to conduct the amendment of assessment proceedings for tax year 2011 of the pre-merger entity MCB AMC. On July 3, 2017, an order under section 122(5A) of the Income Tax Ordinance, 2001, was passed to conclude the said proceedings. A demand of Rs. 4.85 million had been raised by the ACIR by making disallowances mainly pertaining to apportionment of expenses, management / processing fee and related income sharing and disallowance of brought forward losses. The Company then filed an appeal before the CIR(A) against the impugned order and notice of demand issued thereagainst. During the year ended June 30, 2018, order of the CIR(A) was received by the Company whereby the demand on major issues was deleted. In respect of the matters upheld by CIR(A) against the appeal filed by the Company, the Company then filed an appeal before the ATIR for the said issues. Being aggrieved by the decision of CIR(A), an appeal against the order of CIR(A) had been filed before the Appellate Tribunal Inland Revenue [ATIR] by the Commissioner Inland Revenue. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

- 17.1.6** On February 29, 2016, the Deputy Commissioner Inland Revenue (DCIR) passed an order under section 122 (1) of the Income Tax Ordinance, 2001 relating to tax year 2010 of MCB AMC making certain additions / disallowances in the return filed by the Company. The assessing officer adjusted the impact of disallowances and reduced the amount refundable in respect of that tax year to Rs 1.947 million. The Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the said order. CIR(A) vide its order dated December 11, 2017 deleted the disallowances made by DCIR.

Subsequently, the Company again received a notice of demand amounting to Rs 0.980 million on May 4, 2016 from the Additional Commissioner Inland Revenue (ACIR) against which it filed an appeal before the CIR(A). CIR(A) vide its order dated January 22, 2018 upheld the demand raised by the ACIR. Being aggrieved by the decision of CIR(A), the Company filed an appeal with Appellate Tribunal Inland Revenue (ATIR) against the order passed by CIR(A) which is pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.

- 17.1.7** On November 24, 2017, the Company received two orders pertaining to tax years 2015 and 2016 passed by the Additional Commissioner Inland Revenue (ACIR) and Deputy Commissioner Inland Revenue (DCIR) raising demands of Rs. 119.350 million and Rs. 142.008 million respectively due to certain disallowances in the return filed by the Company for the respective tax years. The disallowances mainly pertained to apportionment of expenses, management / processing fee and related income sharing, amortisation of management rights / goodwill created on merger of the MCB AMC into the Company, treatment of provision for FED as income of the Company etc. The Company filed separate appeals before the CIR(A) against the impugned orders and notices of demand issued thereagainst. During the year ended June 30, 2018, CIR(A) upheld the demands raised by both ACIR and DCIR in both the appeals. Being aggrieved by the decision of CIR(A), the Company had filed appeals with Appellate Tribunal Inland Revenue (ATIR) which is pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matters.

- 17.1.8** On June 5, 2017, the Company received an Order dated May 26, 2017 passed by the Assistant Commissioner - Sindh Revenue Board [AC SRB] wherein a demand of Sindh sales tax of Rs.10.621 million along with penalty of Rs. 6.329 million and default surcharge (to be calculated at the time of payment) was established for short levy and payment of Sindh Sales Tax on its services and for claiming inadmissible input tax during tax periods from July 2011 to June 2015. An appeal against the aforesaid order was filed before the Commissioner Appeals-SRB who upheld the order of the Assistant Commissioner, SRB in its Appellate Order. The Company then filed an appeal before the Appellate Tribunal, SRB against aforesaid order of the Commissioner Appeals, SRB. The Appellate Tribunal, SRB remanded back the case to the Commissioner Appeals - SRB to pass fresh speaking order after verifying the records on merit.

During the year ended June 30, 2021, Commissioner Appeals - SRB issued an order whereby the demand raised by AC SRB amounting to Rs. 10.621 million was upheld. The Company, being aggrieved with the said order, filed an appeal before the Appellate Tribunal, SRB. The stay was granted by Appellate Tribunal, SRB on July 6, 2021. Upon expiry of stay granted by Tribunal, the Company then filed for a stay application with Honourable Sindh High Court (SHC) which was duly granted by SHC.

During the current year, Appellate Tribunal, SRB issued an order dated March 26, 2024 whereby the Appellate Tribunal, SRB deleted the demand of Rs. 7.568 million on account of input tax adjustment disallowed to the Company and the remaining demand amounting to Rs. 3.053 million on account of short payment of Sindh Sales Tax was remanded back to AC SRB with specific directions to pass fresh assessment order after providing proper opportunity of being heard to the Company. In this regard, subsequent to the year end, AC-SRB issued a Show Cause Notice (SCN) to the Company dated August 6, 2024. The proceedings are currently underway at SRB.

Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal pending before SRB Tribunal. Accordingly, no provision has been recorded in these financial statements for the above matter.

- 17.1.9** During the year ended June 30, 2019, the Sindh Revenue Board (SRB) had issued two orders dated October 2, 2018 and October 10, 2018 whereby it raised a demand of Sindh sales tax amounting to Rs. 3.854 million and 1.275 million along with penalty of Rs. 4.047 million and Rs. 1.402 million respectively wherein input tax claimed by the Company against various transactions has been disallowed by the assessing officer on the ground that the output tax against the same has not been offered by the respective vendors. The Company then filed separate appeals against the aforesaid orders before the Commissioner Appeals, SRB. On April 27, 2022, an Order-in-Appeal was issued by Assistant Commissioner, SRB whereby original demand of Rs. 2.695 million, including penalty imposed therein, was reduced to Rs. 67,186 which was duly discharged by the Company. However, the appeal filed against the order dated October 2, 2018 is still pending therein. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

- 17.1.10** The Deputy Commissioner Inland Revenue (DCIR) issued a notice dated September 13, 2018 under section 214D of the Income Tax Ordinance, 2001 whereby it requested for audit and furnishing of detail, evidences and information. The Company has submitted its reply in consultation with its tax consultant for dismissing the proceedings initiated under section 214D as the selection of audit was made after the provision of section 214D was omitted via Finance Act, 2018.
- 17.1.11** During the year ended June 30, 2021, the Sindh Revenue Board (SRB) issued a show cause notice on account of short payment of Sindh Sales Tax amounting to Rs. 9.975 million pertaining to tax periods from July 2015 till June 2016. The Assistant Commissioner, SRB vide Order-in-Original No. 966/2021 dated December 13, 2021 raised a demand of Rs. 9.975 million along with a penalty of Rs. 0.499 million. The Company, being aggrieved with the said decision, filed an appeal with Commissioner (Appeals), SRB. The Company also filed for a stay application with the Honourable Sindh High Court (SHC) which was duly granted by SHC on January 17, 2022. The Commissioner (Appeals), SRB vide its order dated February 2, 2022 upheld the demand raised by Assistant Commissioner, SRB. The Company, being aggrieved by the order passed by Commissioner (Appeals), SRB filed an appeal before the Appellate Tribunal, SRB. Subsequent to the year ended June 30, 2022, the Appellate Tribunal, SRB vide an order dated August 10, 2022 upheld the decision of Commissioner (Appeals), SRB. In response to the order of Appellate Tribunal, SRB, the Company had filed an appeal with the SHC. Further, the Company also filed for a stay application with the SHC which has been duly granted by SHC. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 17.1.12** On June 20, 2022, a Show Cause Notice (SCN) under section 161(1A) of Income Tax Ordinance, 2001 was issued by Deputy Commissioner Inland Revenue (DCIR) for tax year 2016. On June 27, 2022, DCIR issued an Order under section 161(1) of Income Tax Ordinance, 2001 whereby it created a demand amounting to Rs. 29.078 million on account of short deduction of withholding taxes. Being aggrieved with the said order, the Company filed an appeal with Commissioner Appeals Inland Revenue [CIR(A)]. During the current year, CIR(A) vide an order dated August 31, 2023 remanded back the case to the DCIR for re-adjudication. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeals, and accordingly, no provision has been recorded in these financial statements for the above matter.
- 17.1.13** During the year June 30, 2023, the Deputy Commissioner Inland Revenue (DCIR) issued Show Cause Notice (SCN) dated January 20, 2023 to recover super tax on high earning persons under section 4C read with section 9 of the Income Tax Ordinance, 2001 claiming that the income of the Company as defined in sub-section (2) of section 4C of the Ordinance is subject to super tax at the rate of 4% and hence, computed the amount of super tax to Rs. 13.142 million against the taxable income of Rs. 328.556 million. In response to the aforesaid SCN, the Company vide its tax advisor, submitted a response to the DCIR whereby the Company was of the view that the super tax under section 4C of the Ordinance is applicable prospectively from tax year 2023 and onwards in light of the judgment of the Honourable Sindh High Court (SHC).
- During the current year, the DCIR vide an order dated August 8, 2023 under section 4C passed an order to recover super tax not paid with return. Being aggrieved with the aforesaid order, the Company filed an appeal with the Commissioner Appeals Inland Revenue [CIR(A)]. CIR(A) upheld the order of DCIR vide an appellate order passed under section 129(1) of the Ordinance dated September 15, 2023. The Company in response to the order passed by CIR(A) paid an amount of Rs. 13.566 million under protest but also filed an appeal with the Appellate Tribunal Inland Revenue (ATIR) against the order passed by CIR(A) which is pending therein.
- 17.1.14** During the year ended June 30, 2023, the Deputy Commissioner Inland Revenue (DCIR) issued Show Cause Notice (SCN) dated October 31, 2022 under section 161(1A) of the Income Tax Ordinance, 2001 whereby the DCIR initiated proceedings regarding monitoring of withholding for tax year 2017. In this regard, the Company through its tax advisor submitted required necessary documents against the said notice. The DCIR then issued an Order under section 161(1) of the Ordinance whereby it created a demand of Rs. 15.121 million along with penalty and default surcharge against short payment of withholding income tax. Being aggrieved by the order of DCIR, the Company filed an appeal with Commissioner Appeals Inland Revenue [CIR(A)]. During the current year, CIR(A) vide an order dated August 18, 2023 remanded back certain matters to the DCIR for re-adjudication and decided certain matters in the favour of the Company. No appeal effect order has been initiated in this respect till date. Based on the advice of its tax consultant, the management anticipates a favourable outcome of such appeal, and accordingly, no provision has been recorded in these financial statements.

	2024	2023
	Rupees	
17.2 Commitments		
Commitment against renovation of Islamabad branch	-	1,082,318

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

18	MANAGEMENT AND INVESTMENT ADVISORY FEE	Note	2024	2023
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			Rupees	Rupees
	Management fee from collective investment schemes - related parties			
	MCB Cash Management Optimizer		306,391,987	356,635,203
	MCB Pakistan Asset Allocation Fund		22,680,207	26,798,756
	MCB DCF Income Fund		202,534,037	99,445,251
	Alhamra Islamic Income Fund		69,543,033	36,991,629
	MCB Pakistan Sovereign Fund		92,502,025	4,199,426
	Pakistan Capital Market Fund		15,396,016	13,362,458
	Pakistan Cash Management Fund		170,623,548	97,348,173
	Pakistan Income Enhancement Fund		67,618,714	6,805,531
	Pakistan Income Fund		27,076,999	17,333,550
	Alhamra Islamic Asset Allocation Fund		50,259,168	56,381,460
	MCB Pakistan Stock Market Fund		182,260,960	157,766,268
	Alhamra Islamic Stock Fund		102,017,036	58,464,398
	Alhamra Islamic Money Market Fund		121,664,182	128,810,684
	Alhamra Daily Dividend Fund		49,411,479	21,392,421
	Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)		76,087	99,774
	Alhamra Wada Fund (Alhamra Wada Plan I)		-	576,636
	Alhamra Wada Fund (Alhamra Wada Plan II)		-	1,987,611
	Alhamra Wada Fund (Alhamra Wada Plan III)		-	719,796
	Alhamra Wada Fund (Alhamra Wada Plan IV)		-	2,370,673
	Alhamra Wada Fund (Alhamra Wada Plan V)		-	170,404
	Alhamra Wada Fund (Alhamra Wada Plan VI)		-	61,189
	Alhamra Wada Fund (Alhamra Wada Plan VII)		4,781,093	3,962,205
	Alhamra Wada Fund (Alhamra Wada Plan VIII)		2,852,627	-
	Alhamra Wada Fund (Alhamra Wada Plan IX)		232,667	-
	Alhamra Wada Fund (Alhamra Wada Plan X)		4,689,819	-
	Alhamra Wada Fund (Alhamra Wada Plan XI)		11,854,824	-
	Alhamra Wada Fund (Alhamra Wada Plan XII)		1,568,830	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan I)		-	458,424
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan II)		-	2,990,835
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan III)		-	241,818
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IV)		-	1,548,981
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)		-	13,064,601
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)		-	8,586,507
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)		221,159	851,498
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)		-	9,732,391
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)		3,666,107	36,650
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)		-	3,330,370
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)		14,082,837	522,850
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)		39,914,301	376,397
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)		5,996,343	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)		14,766,412	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)		20,763,518	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)		5,037,416	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)		15,206,773	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)		1,960,957	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)		3,107,919	-
	MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)		2,873,404	-
	Alhamra Cash Management Optimizer		50,508,963	1,769,295
	MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		8,505,161	1,701,130
	Alhamra Opportunity Fund (Dividend Strategy Plan)		1,785,208	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)		1,431,970	-
	MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)		808,114	-
	Alhamra Government Securities Fund (Alhamra Government Securities Plan I)		21,303	-
		18.2	1,696,693,203	1,136,895,243

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
		Rupees	
Management fee from pension schemes - related parties			
Alhamra Islamic Pension Fund		26,253,716	18,620,426
Pakistan Pension Fund		45,979,743	28,036,127
MCB Alhamra KPK Government Employees' Pension Fund		441,823	-
MCB KPK Government Employees' Pension Fund		186,699	-
	18.2	72,861,981	46,656,553
Investment advisory fee from separately managed accounts	18.3	48,061,480	60,529,899
		1,817,616,664	1,244,081,695
Less: Sindh Sales Tax	18.1	(209,106,342)	(143,124,443)
		1,608,510,322	1,100,957,252

18.1 This pertains to Sindh Sales Tax levied by the Provincial Government of Sindh at the rate of 13% (2023: 13%) through the Sindh Sales Tax on Services Act, 2011.

18.2 Remuneration for the services rendered by the Management Company has been calculated by applying the following rates on the average annual net assets of the funds determined on a daily basis (unless otherwise stated) in accordance with the provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the Voluntary Pension System Rules, 2005 (the VPS Rules).

	Note	2024	2023
Open-end Collective Investment Schemes (CISs)			
MCB Cash Management Optimizer	18.2.1	-	-
MCB Pakistan Asset Allocation Fund		4%	3.30%
MCB DCF Income Fund		1.50%	1.50%
Alhamra Islamic Income Fund	18.2.2	-	-
MCB Pakistan Sovereign Fund	18.2.2	-	-
Pakistan Capital Market Fund		3.35%	3.35%
Pakistan Cash Management Fund	18.2.2	-	-
Pakistan Income Enhancement Fund	18.2.3	-	-
Pakistan Income Fund	18.2.2	-	-
Alhamra Islamic Asset Allocation Fund		3.30%	3.30%
MCB Pakistan Stock Market Fund		2%	2%
Alhamra Islamic Stock Fund		2%	2%
Alhamra Islamic Money Market Fund	18.2.3	-	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	18.2.5	-	-
Alhamra Daily Dividend Fund	18.2.4	-	-
Alhamra Wada Fund (Alhamra Wada Plan I)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan II)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan III)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan IV)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan V)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan VI)	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan VII) *	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan VIII) **	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan IX) **	18.2.3	-	-
Alhamra Wada Fund (Alhamra Wada Plan X) **		1.75%	-
Alhamra Wada Fund (Alhamra Wada Plan XI) **		1.75%	-
Alhamra Wada Fund (Alhamra Wada Plan XII) ***		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan I)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan II)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan III)	18.2.3	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IV)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII) *	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X) *	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII) *	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII) *	18.2.3	-	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV) ***		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV) ***		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI) **		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII) **		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII) **		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX) **		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX) ***		1.75%	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI) ***		1.75%	-
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		1%	1%
Alhamra Cash Management Optimizer	18.2.1	-	-
Alhamra Opportunity Fund (Dividend Strategy Plan) **		4%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I) **		1.75%	-
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II) **		1.75%	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I) **		2%	-
Voluntary Pension Funds			
Pakistan Pension Fund		0.5% to 1.5%	0.5% to 1.5%
Alhamra Islamic Pension Fund		0.5% to 1.5%	0.5% to 1.5%
MCB Alhamra KPK Government Employees' Pension Fund **		0.15% to 0.8%	-
MCB KPK Government Employees' Pension Fund **		0.15% to 0.8%	-
Discretionary portfolio			
Separately managed accounts	18.3	0.4% to 1.5%	0.07% to 2%

* These funds have matured during the current year.

** These funds have been launched during the current year.

*** These funds have been launched and matured during the current year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

18.2.1 Upto 7.5% of all gross earnings of the Scheme.

18.2.2 Upto 10% of all gross earnings of the Scheme.

18.2.3 Upto 15% of all gross earnings of the Scheme.

18.2.4 Upto 20% of all gross earnings of the Scheme.

18.2.5 10% of accrued bank profit to be calculated on a daily basis.

18.3 The Company is also managing portfolio of investors under discretionary and non-discretionary portfolio management agreements. Investment advisory fee from the discretionary portfolio is calculated on daily / monthly basis by charging specified rates to the net asset value of the portfolio as stated in the respective agreements with the clients. In addition, performance fee is charged to some investors based on the contractual rates at the end of the respective mandates. The details of this portfolio are given below:

	2024	2023
Discretionary portfolio		
Number of portfolios	31	33
Total portfolio at cost (in Rupees)	85,823,182,247	73,259,480,820
Total portfolio at market value (in Rupees)	94,171,813,832	72,073,197,923

19	Note	2024	2023
		Rupees	
SALES LOAD AND OTHER RELATED INCOME			
Sales load from collective investment schemes - related parties			
MCB DCF Income Fund		125,110,006	48,657,147
MCB Pakistan Asset Allocation Fund		4,471	382,263
Alhamra Islamic Money Market Fund		752,855	2,663,739
MCB Pakistan Sovereign Fund		6,605,509	132,173
MCB Pakistan Stock Market Fund		3,141,399	220,119
Pakistan Cash Management Fund		42,325	60,493
Pakistan Income Enhancement Fund		11,043,944	6,612,588
Pakistan Income Fund		2,064,505	8,577,285
Alhamra Islamic Income Fund		51,305,767	15,828,191
Alhamra Islamic Stock Fund		1,303,682	59,231
Alhamra Islamic Asset Allocation Fund		399,933	5,879,804
Alhamra Daily Dividend Fund		4,422,006	9,901,475
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)		-	213,125
Alhamra Cash Management Optimizer		3,623,647	772,885
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)		677,130	-
Alhamra Opportunity Fund (Dividend Strategy Plan)		392,034	-
		210,889,213	99,960,518
Sales load from voluntary pension schemes - related parties			
Pakistan Pension Fund		2,722,318	1,822,175
Alhamra Islamic Pension Fund		2,846,330	888,127
		5,568,648	2,710,302
		216,457,861	102,670,820
Less: Sindh Sales Tax	18.1	(24,902,232)	(11,811,687)
		191,555,629	90,859,133
Other related income			
Commission income		83,652	949,734
Debit card income		2,099,536	1,972,771
		2,183,188	2,922,505
		193,738,817	93,781,638

20 GAIN ON SALE OF INVESTMENTS - NET

Gain on sale of Pakistan Investment Bonds (PIBs)	2,042,948	-
Gain on sale of Market Treasury Bills (MTBs)	1,923,777	-
	3,966,725	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

21	ADMINISTRATIVE EXPENSES	Note	2024	2023
			----- Rupees -----	
	Salaries, allowances and other benefits		620,732,558	494,241,966
	Legal and professional charges		28,571,461	13,424,063
	Shariah advisory fee		1,060,000	720,000
	Travelling and conveyance		5,262,660	2,530,594
	Utilities, communication, courier, taxes, etc.		37,650,194	29,902,166
	Repairs and maintenance		80,387,001	62,478,144
	Office supplies		4,823,472	3,863,124
	Directors' meeting fee		8,125,000	13,425,000
	Insurance		4,468,451	2,464,058
	Depreciation	4.1.1	44,825,119	41,552,363
	Amortisation	5.1	13,286,470	15,557,524
	Stamp duty and taxes		1,304,496	1,068,776
	Registrar fee		1,246,548	1,245,700
	Printing and stationery		9,176,043	4,908,282
	Entertainment expenses		10,026,343	6,186,012
	Fees and subscription		45,091,128	32,231,514
	Telephone expenses		4,650,521	5,071,081
			920,687,465	730,870,367
	Reimbursement of expenses from Collective Investment Schemes (CISs)	9.3	(142,330,888)	(67,294,834)
			<u>778,356,577</u>	<u>663,575,533</u>
22	SELLING AND DISTRIBUTION EXPENSES			
	Salaries, allowances and other benefits		238,226,183	204,058,945
	Commission expense		470,062,378	214,569,887
	Marketing and advertising expenses		54,625,096	61,619,646
	Depreciation	4.1.1	14,968,023	16,037,534
	Branch expenses		22,314,469	17,221,918
	Printing and stationery		1,028,365	817,930
			801,224,514	514,325,860
	Reimbursement of expenses from Collective Investment Schemes (CISs)	9.4	(683,821,849)	(477,911,192)
			<u>117,402,665</u>	<u>36,414,668</u>
23	FINANCIAL CHARGES			
	Interest expense on lease liability against right-of-use-assets		14,720,406	10,954,777
	Bank charges		3,394,910	295,886
			<u>18,115,316</u>	<u>11,250,663</u>
24	OTHER EXPENSES			
	Sindh Workers' Welfare Fund	16.2	25,949,022	12,529,019
	Auditors' remuneration	24.1	6,076,800	5,074,655
	Reversal against reimbursement of selling and marketing expenses	24.2	158,502,581	-
			<u>190,528,403</u>	<u>17,603,674</u>
24.1	Auditors' remuneration			
	Annual audit fee		3,000,000	2,600,000
	Fee for half yearly review of condensed interim financial statements		500,000	400,000
	Fee for other certifications		250,000	250,000
	Fee for other services		1,500,000	1,000,000
	Out of pocket expenses and Sindh Sales Tax		826,800	824,655
			<u>6,076,800</u>	<u>5,074,655</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

24.2 Reversal against reimbursement of selling and marketing expenses

During the year, SECP carried out an inspection of the Company and highlighted, among other matters, the mechanism of chargeability of selling and marketing expenses to the funds under its management and advised certain changes including the allocation of the aforementioned expenses between the funds for the period covered by the SECP. Subsequent to the year end, the Company agreed to credit the amount of Rs. 158.503 million to identified unit holders of the respective Funds and has recognised a provision of Rs. 158.503 million in the books of the Company during the current year.

	Note	2024	2023
		----- Rupees -----	
25 OTHER INCOME			
Interest income on loans to executive and director		1,422,845	1,827,711
Gain on disposal of property and equipment		31,917	69,750
Others		1,164,832	967,262
		<u>2,619,594</u>	<u>2,864,723</u>
26 TAXATION			
Current			
- for the year		392,609,337	214,548,982
- for prior year		18,358,482	(1,939,614)
		<u>410,967,819</u>	<u>212,609,368</u>
Deferred	14.1	(775,849)	23,094,392
		<u>410,191,970</u>	<u>235,703,760</u>
26.1 Relationship between income tax expense and accounting profit			
Accounting profit before taxation		<u>1,271,494,346</u>	<u>613,921,946</u>
Tax rate		<u>29%</u>	<u>29%</u>
Tax on accounting profit at applicable rate		368,733,360	178,037,364
Tax effect of prior years		18,358,482	(1,939,614)
Tax effect of inadmissible expenses		40,491,313	11,277,567
Tax effect of permanent differences		(93,246,936)	(12,256,150)
Tax effect of income taxed at lower rate		(77,577,165)	(8,067,243)
Tax effect of income subject to final tax		(3,510,944)	(1,360,263)
Tax effect of change in tax rate		-	15,457,661
Tax effect of super tax		107,936,798	54,559,901
Others		49,007,062	(5,463)
		<u>410,191,970</u>	<u>235,703,760</u>

27 EARNINGS PER SHARE

27.1 Basic

Earnings per share has been computed by dividing profit after taxation for the year by the weighted average number of shares outstanding as at year end as follows:

	2024	2023
	----- Rupees -----	
Profit for the year after taxation	<u>861,302,376</u>	<u>378,218,186</u>
	(Number of shares)	
Weighted average number of ordinary shares as at June 30	<u>72,000,000</u>	<u>72,000,000</u>
	----- Rupees -----	
Earnings per share	<u>11.96</u>	<u>5.25</u>

27.2 Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at June 30, 2024 and June 30, 2023 which would have any effect on the earnings per share if the option to convert is exercised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

28 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties of the Company comprise of MCB Bank Limited (Parent Company), associated companies, staff retirement funds, collective investment and pension schemes managed by the Company, directors and key management personnel and their close family members. Transactions with related parties are entered into at negotiated prices at commercial terms. The aggregate value of transactions during the year ended June 30, 2024 and outstanding balances as at June 30, 2024 with related parties other than those which have been disclosed elsewhere are as follows:

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			———— (Rupees) —————	
MCB Bank Limited	Parent company with 81.42% shareholding (2023: 81.42% shareholding)	Commission and other expenses paid	259,834,927	93,372,126
		Commission paid against issuance of bachat units	70,334,138	47,817,325
		Profit on savings account	15,041,512	5,123,394
		Branch sharing expenses	1,384,896	2,765,820
		Rent as per rental agreement	9,915,600	9,412,797
		Dividend paid	527,588,415	36,956,768
		Bank charges	186,226	295,886
MCB Islamic Bank Limited	Subsidiary of Parent Company	Profit on savings account	34,419	23,807
		Commission and other expenses	1,055,918	-
Adamjee Life Assurance Company Limited	Group Company of Parent Company	Investment advisory fee	19,532,865	37,974,012
		Amount paid against insurance	8,620,211	368,188
Hyundai Nishat Motor (Private) Limited	Group Company of Parent Company	Purchase of fixed assets	6,479,000	-
Adamjee Insurance Company Limited	Group Company of Parent Company	Amount paid against insurance	24,388,324	18,156,871
		Dividend paid	49,158,000	5,462,000
		Rent as per rental agreement	30,354,844	26,870,766
		Amount paid against utilities	16,278,645	13,538,540
Mutual Funds Association of Pakistan	Associated Company by virtue of common directorship of Mr. Khawaja Khalil Shah	Amount paid against membership fee	7,021,576	5,055,165
MCB Cash Management Optimizer	Funds under management	Management fee	271,143,351	315,606,374
		Investment in units of funds under management	4,126,675,667	6,342,848,684
		Redemption of units of funds under management	4,149,427,258	6,008,305,329
		Dividend income	1,199,120	1,569,389
		Reimbursement of allocated expenses	30,006,324	10,232,631
		Reimbursement of selling and marketing expenses	165,155,425	176,679,174
MCB DCF Income Fund	Funds under management	Management fee	179,233,661	88,004,647
		Sales load	86,694,189	33,160,357
		Back end load	24,022,630	9,899,065
		Reimbursement of allocated expenses	10,222,352	5,866,977
		Reimbursement of selling and marketing expenses	56,989,770	23,936,995
Alhamra Islamic Income Fund	Funds under management	Management fee	61,542,507	32,735,955
		Sales load	39,812,301	9,667,744
		Back end load	5,591,032	4,339,505
		Sharia fee paid on behalf of the Fund	390,000	720,000
		Reimbursement of allocated expenses	7,684,841	5,859,645
		Reimbursement of selling and marketing expenses	35,037,853	5,646,804
		Investment in units of funds under management	-	75,399,349
		Redemption of units of funds under management	6,785,288	70,613,140
		Dividend income	-	345,480
MCB Pakistan Asset Allocation Fund	Funds under management	Management fee	20,070,980	23,715,713
		Sales load	3,957	338,286
		Reimbursement of allocated expenses	552,737	716,824
		Reimbursement of selling and marketing expenses	1,710,091	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
Alhamra Islamic Money Market Fund	Funds under management	Management fee	107,667,418	113,991,756
		Reimbursement of allocated expenses	13,272,225	2,800,487
		Reimbursement of selling and marketing expenses	71,878,144	30,839,754
		Sales load	666,243	2,357,291
		Sharia fee paid on behalf of the Fund	390,000	720,000
		Investment in units of funds under management	-	660,974,336
		Redemption of units of funds under management	-	660,974,336
		Dividend income	-	1,044,188
Alhamra Islamic Stock Fund	Funds under management	Management fee	90,280,563	51,738,405
		Sales load	1,153,701	52,417
		Reimbursement of allocated expenses	3,393,034	2,586,920
		Reimbursement of selling and marketing expenses	16,783,018	33,629,963
		Investment in units of funds under management	100,000,000	25,000,000
		Redemption of units of funds under management	121,177,411	41,174,348
		Sharia fee paid on behalf of the Fund	390,000	720,000
MCB Pakistan Sovereign Fund	Funds under management	Management fee	81,860,199	3,716,306
		Sales load	5,845,583	116,967
		Reimbursement of allocated expenses	7,223,384	939,546
		Reimbursement of selling and marketing expenses	31,832,623	2,730,613
		Investment in units of funds under management	2,201,478,572	510,359,360
		Redemption of units of funds under management	1,863,671,718	514,769,652
		Dividend income	3,940,021	-
MCB Pakistan Stock Market Fund	Funds under management	Management fee	161,292,885	139,616,166
		Sales load	2,779,999	194,796
		Reimbursement of allocated expenses	6,015,622	6,980,808
		Reimbursement of selling and marketing expenses	29,740,368	90,750,509
		Investment in units of funds under management	50,000,000	100,000,000
		Redemption of units of funds under management	54,108,880	199,367,953
Pakistan Capital Market Fund	Funds under management	Management fee	13,624,793	11,825,184
		Reimbursement of allocated expenses	374,662	351,945
		Reimbursement of selling and marketing expenses	1,246,446	-
Pakistan Cash Management Fund	Funds under management	Management fee	150,994,290	86,148,826
		Reimbursement of allocated expenses	13,016,011	3,550,363
		Reimbursement of selling and marketing expenses	74,306,619	58,659,205
		Sales load	37,456	53,534
		Dividend income	35,080	-
		Investment in units of funds under management	60,029,818	-
		Redemption of units of funds under management	60,029,818	-
Pakistan Income Enhancement Fund	Funds under management	Management fee	59,839,570	6,022,594
		Sales load	9,773,402	5,851,848
		Reimbursement of allocated expenses	5,089,468	1,766,211
		Reimbursement of selling and marketing expenses	22,210,310	5,157,416
Pakistan Income Fund	Funds under management	Management fee	23,961,946	15,339,425
		Sales load	1,826,996	7,590,518
		Reimbursement of allocated expenses	2,823,897	4,604,502
		Reimbursement of selling and marketing expenses	12,777,170	15,798,716
Alhamra Islamic Asset Allocation Fund	Funds under management	Management fee	44,477,140	49,895,097
		Sales load	266,359	147,428
		Back end load	87,564	5,055,938
		Reimbursement of allocated expenses	1,232,796	1,511,973
		Reimbursement of selling and marketing expenses	3,899,676	-
		Sharia fee paid on behalf of the Fund	390,000	720,000

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
Alhamra Islamic Pension Fund	Funds under management	Management fee	23,233,377	16,478,253
		Sales load	2,518,876	785,953
		Redemption of units of funds under management	105,000,000	-
Pakistan Pension Fund	Funds under management	Management fee	40,690,038	24,810,732
		Sales load	2,409,131	1,612,544
		Redemption of units of funds under management	98,500,000	-
MCB Alhamra KPK Government Employees' Pension Fund	Funds under management	Management fee	390,994	-
		Investment in units of funds under management	31,500,000	-
MCB KPK Government Employees' Pension Fund	Funds under management	Management fee	165,220	-
		Investment in units of funds under management	31,500,000	-
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Funds under management	Management fee	67,334	88,296
		Reimbursement of allocated expenses	29,170	122,362
		Investment in units of funds under management	11,415,785	-
		Redemption of units of funds under management	-	35,000,000
		Dividend income	13,430,335	-
		Sales load	-	188,606
Alhamra Daily Dividend Fund	Funds under management	Management fee	43,726,973	18,931,346
		Dividend income	-	616,275
		Investment in units of funds under management	-	317,856,756
		Redemption of units of funds under management	-	317,856,756
		Reimbursement of allocated expenses	6,809,429	897,565
		Reimbursement of selling and marketing expenses	35,559,229	21,296,400
		Bank charges paid on behalf of the Fund	435,452	446,797
		Sales load	3,913,280	8,762,367
Alhamra Wada Fund (Alhamra Wada Plan I)	Funds under management	Management fee	-	510,297
		Dividend income	-	352,210
		Investment in units of funds under management	-	299,379
		Redemption of units of funds under management	-	50,358,725
		Reimbursement of selling and marketing expenses	-	242,895
Alhamra Wada Fund (Alhamra Wada Plan II)	Funds under management	Management fee	-	1,758,948
		Dividend income	-	31,814
		Investment in units of funds under management	-	40,441,673
		Redemption of units of funds under management	-	40,441,673
		Reimbursement of selling and marketing expenses	-	1,365,810
Alhamra Wada Fund (Alhamra Wada Plan III)	Funds under management	Management fee	-	636,988
		Dividend income	-	112,517
		Investment in units of funds under management	-	19,191,314
		Redemption of units of funds under management	-	19,191,314
		Reimbursement of allocated expenses	-	-
Reimbursement of selling and marketing expenses	-	1,265,981		
Alhamra Wada Fund (Alhamra Wada Plan IV)	Funds under management	Management fee	-	2,097,941
		Dividend income	-	783,980
		Investment in units of funds under management	-	46,264,623
		Redemption of units of funds under management	-	46,264,623
		Reimbursement of allocated expenses	-	66,023
		Reimbursement of selling and marketing expenses	-	863,665

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
Alhamra Wada Fund (Alhamra Wada Plan V)	Funds under management	Management fee	-	150,800
		Dividend income	-	164,215
		Investment in units of funds under management	-	25,139,583
		Redemption of units of funds under management	-	25,192,659
		Reimbursement of allocated expenses	-	397,687
Alhamra Wada Fund (Alhamra Wada Plan VI)	Funds under management	Management fee	-	54,150
		Dividend income	-	152,929
		Investment in units of funds under management	-	100,129,990
		Redemption of units of funds under management	-	100,650,013
		Reimbursement of allocated expenses	-	7,810
Alhamra Wada Fund (Alhamra Wada Plan VII)	Funds under management	Management fee	4,231,056	3,506,376
		Dividend income	677	297,552
		Investment in units of funds under management	16,522,515	564,015,308
		Redemption of units of funds under management	160,916,244	429,974,642
		Reimbursement of allocated expenses	2,636,265	1,697,235
		Reimbursement of selling and marketing expenses	26,874,441	-
Alhamra Wada Fund (Alhamra Wada Plan VIII)	Funds under management	Management fee	2,524,449	-
		Reimbursement of allocated expenses	324,867	-
		Reimbursement of selling and marketing expenses	830,384	-
Alhamra Wada Fund (Alhamra Wada Plan IX)	Funds under management	Management fee	205,900	-
		Reimbursement of allocated expenses	47,757	-
		Reimbursement of selling and marketing expenses	167,879	-
Alhamra Wada Fund (Alhamra Wada Plan X)	Funds under management	Management fee	4,150,282	-
		Reimbursement of allocated expenses	584,111	-
		Reimbursement of selling and marketing expenses	3,065,000	-
Alhamra Wada Fund (Alhamra Wada Plan XI)	Funds under management	Management fee	10,490,995	-
		Reimbursement of allocated expenses	598,555	-
		Reimbursement of selling and marketing expenses	6,569,613	-
Alhamra Wada Fund (Alhamra Wada Plan XII)	Funds under management	Management fee	1,388,345	-
		Reimbursement of allocated expenses	209,631	-
		Reimbursement of selling and marketing expenses	883,615	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan I)	Funds under management	Management fee	-	405,685
		Dividend income	-	2,162,141
		Investment in units of funds under management	-	1,837,820
		Redemption of units of funds under management	-	171,957,421
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan II)	Funds under management	Management fee	-	2,646,757
		Dividend income	-	22,312
		Reimbursement of allocated expenses	-	541,750
		Reimbursement of selling and marketing expenses	-	504,520
		Investment in units of funds under management	-	27,233,601
		Redemption of units of funds under management	-	28,570,996
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan III)	Funds under management	Management fee	-	213,998
		Dividend income	-	1,305,440
		Investment in units of funds under management	-	41,109,624
		Redemption of units of funds under management	-	41,109,624

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			(Rupees)	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IV)	Funds under management	Management fee	-	1,370,780
		Dividend income	-	125,789
		Reimbursement of allocated expenses	-	322,085
		Reimbursement of selling and marketing expenses	-	7,516
		Investment in units of funds under management	-	20,711,118
		Redemption of units of funds under management	-	21,092,242
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	Funds under management	Management fee	-	11,561,594
		Dividend income	-	55,949
		Reimbursement of allocated expenses	-	6,003,485
		Reimbursement of selling and marketing expenses	-	3,953,506
		Investment in units of funds under management	-	12,103,061
		Redemption of units of funds under management	-	12,114,878
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	Funds under management	Management fee	-	7,598,679
		Dividend income	-	52,862
		Reimbursement of allocated expenses	-	3,010,376
		Reimbursement of selling and marketing expenses	-	1,961,311
		Investment in units of funds under management	-	26,431,910
		Redemption of units of funds under management	-	26,535,894
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Funds under management	Management fee	195,716	753,538
		Dividend income	-	308,726
		Reimbursement of allocated expenses	147,961	163,612
		Reimbursement of selling and marketing expenses	-	38,808
		Investment in units of funds under management	5,094,261	115,642,048
		Redemption of units of funds under management	16,398,743	107,072,655
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)	Funds under management	Management fee	-	8,612,735
		Dividend income	-	26,871
		Reimbursement of allocated expenses	-	4,379,689
		Reimbursement of selling and marketing expenses	-	1,668,643
		Investment in units of funds under management	-	10,927,543
		Redemption of units of funds under management	-	10,942,872
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	Funds under management	Management fee	3,244,342	32,434
		Reimbursement of allocated expenses	2,159,847	24,186
		Reimbursement of selling and marketing expenses	502,287	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)	Funds under management	Management fee	-	2,947,230
		Dividend income	-	8,939
		Reimbursement of allocated expenses	-	1,427,304
		Investment in units of funds under management	-	55,802,609
		Redemption of units of funds under management	-	56,404,724
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	Funds under management	Management fee	12,462,688	462,699
		Reimbursement of allocated expenses	6,234,653	223,975
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	Funds under management	Management fee	35,322,390	333,095
		Reimbursement of allocated expenses	6,621,581	161,311
		Reimbursement of selling and marketing expenses	14,475,760	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	Funds under management	Management fee	5,306,498	-
		Reimbursement of allocated expenses	2,421,979	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			(Rupees)	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XV)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	13,067,621 627,865 2,720,419	- - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	18,374,795 1,420,374 15,299,221	- - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	4,457,890 253,697 2,636,468	- - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	13,457,321 852,972 7,524,411	- - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Funds under management	Management fee Dividend income Investment in units of funds under management Reimbursement of allocated expenses	1,735,360 695,540 10,591,209 916,645	- - - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	Funds under management	Management fee Dividend income Investment in units of funds under management Redemption of units of funds under management Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	2,750,371 463,819 10,398,963 10,398,963 305,622 1,726,386	- - - - - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	2,542,835 317,987 1,421,453	- - -
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Funds under management	Management fee Dividend income Sales load Reimbursement of allocated expenses Reimbursement of selling and marketing expenses Investment in units of funds under management Redemption of units of funds under management	7,526,691 5,289,819 599,230 210,991 940,793 79,498,910 194,587,217	1,505,425 - - - - 5,000,000 10,000,000
Alhamra Cash Management Optimizer	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses Sales load Investment in units of funds under management Redemption of units of funds under management Dividend income	44,698,197 7,349,174 37,842,942 3,206,767 213,312,012 224,539,209 20,828	1,565,748 79,506 904,894 683,969 10,150,099 - 176,587
Alhamra Opportunity Fund (Dividend Strategy Plan)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses Sales load Investment in units of funds under management Redemption of units of funds under management Dividend income	1,579,830 42,134 184,823 346,933 20,002,490 21,656,076 2,930	- - - - - - -
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	Funds under management	Management fee Reimbursement of allocated expenses Reimbursement of selling and marketing expenses	1,267,230 178,411 626,461	- - -

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			(Rupees)	
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	Funds under management	Management fee	715,145	-
		Reimbursement of allocated expenses	120,033	-
		Reimbursement of selling and marketing expenses	401,269	-
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Funds under management	Management fee	18,852	-
		Reimbursement of allocated expenses	1,824	-
		Reimbursement of selling and marketing expenses	1,482	-
		Investment in units of funds under management	50,000,000	-
Muhammad Saqib Saleem	Ex-Chief Executive Officer	Loan disbursed during the year	-	12,500,000
		Loan repaid during the year	10,962,158	13,847,498
		Interest income on loan	751,891	1,168,806
		Proceeds from disposal of fixed assets	87,771	-
Amount outstanding as at year end				
MCB Bank Limited	Parent company with 81.42% shareholding (2023: 81.42% shareholding)	Bank balances	17,989,102	50,194,668
		Other payable	7,084,138	5,699,242
		Commission payable	61,912,722	16,890,569
MCB Islamic Bank Limited	Subsidiary of the Parent Company	Bank balances	391,224	372,945
		Accrued profit on savings account	2,656	-
		Commission payable	222,244	-
Adamjee Life Assurance Company Limited	Group Company	Advisory fee receivable	339,000	7,893,781
		Prepaid insurance	1,742,822	757,777
		Other payable	1,740,757	-
Adamjee Insurance Company Limited	Group Company of Parent Company	Prepaid insurance	12,502,263	12,775,809
Mutual Funds Association of Pakistan	Associated Company by virtue of common directorship of Mr. Khawaja Khalil Shah	Investment in shares	265,000	265,000
MCB DCF Income Fund	Funds under management	Remuneration receivable	21,386,195	10,246,441
		Sales load receivable	12,339,739	7,169,969
		Receivable against reimbursement of allocated expenses	1,009,378	604,510
		Receivable against selling and marketing expenses	11,427,626	7,833,175
		Back end load receivable	1,709,922	899,479
		Federal excise duty on remuneration	99,060,437	99,060,437
		Federal excise duty on sales load	27,932,990	27,932,990
MCB Pakistan Asset Allocation Fund	Funds under management	Remuneration receivable	1,946,126	1,868,822
		Sales load receivable	109	1,665
		Receivable against reimbursement of allocated expenses	43,884	50,116
		Receivable against selling and marketing expenses	532,404	-
		Federal excise duty on remuneration	19,027,350	19,027,350
		Federal excise duty on sales load	16,172,955	16,172,955
MCB Cash Management Optimizer	Funds under management	Remuneration receivable	30,005,156	40,986,709
		Sales load receivable	-	-
		Receivable against reimbursement of allocated expenses	2,722,229	-
		Receivable against selling and marketing expenses	29,014,891	61,483,500
		Federal excise duty on remuneration	54,266,812	54,266,812
		Federal excise duty on sales load	18,788	18,788
		Investment held in units of funds under management	382,269,033	367,723,741

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
Alhamra Islamic Income Fund	Funds under management	Remuneration receivable	7,385,657	2,736,856
		Sales load receivable	3,103,420	652,538
		Back end load receivable	128,545	464,787
		Receivable against reimbursement of allocated expenses	798,607	352,036
		Receivable against selling and marketing expenses	9,194,276	2,485,573
		Receivable against shariah advisor fee	30,000	60,000
		Federal excise duty on remuneration	8,639,183	8,639,183
		Federal excise duty on sales load	3,028,386	3,028,386
		Investment held in units of funds under management	-	6,370,240
MCB Pakistan Stock Market Fund	Funds under management	Remuneration receivable	20,395,246	9,264,259
		Sales load receivable	331,789	1,691
		Receivable against reimbursement of allocated expenses	459,583	409,923
		Receivable against selling and marketing expenses	5,233,386	17,550,750
		Federal excise duty on remuneration	54,773,935	54,773,935
		Federal excise duty on sales load	3,932,683	3,932,683
Pakistan Income Fund	Funds under management	Remuneration receivable	1,807,082	1,362,782
		Sales load receivable	22,098	2,718,489
		Receivable against reimbursement of allocated expenses	132,783	350,034
		Receivable against selling and marketing expenses	1,621,908	4,811,580
		Federal excise duty on remuneration	9,210,245	9,210,245
		Federal excise duty on sales load	239,199	239,199
MCB Pakistan Sovereign Fund	Funds under management	Remuneration receivable	10,324,654	315,354
		Sales load receivable	720,031	21,677
		Receivable against reimbursement of allocated expenses	664,396	80,540
		Receivable against selling and marketing expenses	7,215,071	871,845
		Federal excise duty on remuneration	29,027,974	29,027,974
		Federal excise duty on sales load	4,169,840	4,169,840
		Investment held in units of funds under management	354,946,966	-
Pakistan Capital Market Fund	Funds under management	Remuneration receivable	1,501,110	1,044,652
		Sales load receivable	167	-
		Receivable against reimbursement of allocated expenses	33,833	27,596
		Receivable against selling & marketing expenses	388,562	-
		Federal excise duty on remuneration	5,872,250	5,872,250
		Federal excise duty on sales load	392,742	392,742
Alhamra Islamic Stock Fund	Funds under management	Remuneration receivable	11,349,473	4,634,835
		Sales load receivable	109,627	1,822
		Receivable against reimbursement of allocated expenses	255,785	205,081
		Receivable against selling and marketing expenses	2,816,057	8,479,359
		Receivable against shariah advisor fee	30,000	60,000
		Investment held in units of funds under management	-	-
		Federal excise duty on remuneration	5,689,242	5,689,242
		Federal excise duty on sales load	124,913	124,913
Pakistan Pension Fund	Funds under management	Remuneration receivable	5,234,799	2,622,426
		Sales load receivable	240,358	174,519
		Investment held in units of funds under management	397,260,260	335,098,891
		Federal excise duty on remuneration	5,976,465	5,976,465
Alhamra Islamic Asset Allocation Fund	Funds under management	Remuneration receivable	4,437,463	4,002,939
		Sales load receivable	80	67
		Receivable against reimbursement of allocated expenses	100,046	107,346
		Receivable against selling & marketing expenses	1,170,729	-
		Receivable against shariah advisor fee	30,000	60,000
		Federal excise duty on remuneration	5,910,300	5,910,300
		Federal excise duty on sales load	1,135,845	1,135,845

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			(Rupees)	
Alhamra Islamic Pension Fund	Funds under management	Remuneration receivable	2,945,281	1,540,395
		Sales load receivable	212,555	218,878
		Investment held in units of funds under management	400,343,021	325,594,089
		Federal excise duty on remuneration	3,030,332	3,030,332
Pakistan Sarmaya Mahfooz Fund	Funds under management	Federal excise duty on remuneration	1,960,082	1,960,082
		Federal excise duty on sales load	2,307,278	2,307,278
Pakistan Cash Management Fund	Funds under management	Remuneration receivable	18,501,702	12,529,356
		Sales load receivable	11,257	-
		Receivable against reimbursement of allocated expenses	1,457,814	1,074,115
		Receivable against selling and marketing expenses	17,183,810	23,722,214
		Federal excise duty on remuneration	11,932,884	11,932,884
Pakistan Income Enhancement Fund	Funds under management	Remuneration receivable	6,437,370	592,919
		Sales load receivable	109,287	337,033
		Receivable against reimbursement of allocated expenses	404,637	151,198
		Receivable against selling and marketing expenses	4,933,502	1,717,818
		Federal excise duty on remuneration	16,589,808	16,589,808
		Federal excise duty on sales load	4,746,222	4,746,222
Alhamra Islamic Money Market Fund	Funds under management	Remuneration receivable	10,459,474	12,368,372
		Sales load receivable	30,068	111,737
		Receivable against reimbursement of allocated expenses	1,316,115	-
		Receivable against selling and marketing expenses	15,222,232	14,560,974
		Receivable against shariah advisor fee	30,000	60,000
		Federal excise duty on remuneration	840,741	840,741
		Federal excise duty on sales load	3,584,949	3,584,949
Alhamra Islamic Active Allocation Fund (Alhamra Smart Portfolio)	Funds under management	Remuneration receivable	5,683	9,553
		Receivable against reimbursement of allocated expenses	-	9,391
		Investment held in units of funds under management	125,112,483	95,483,539
Alhamra Daily Dividend Fund	Funds under management	Remuneration receivable	8,923,025	1,807,636
		Payable against bank charges	43,149	11,679
		Receivable against reimbursement of allocated expenses	1,005,795	-
		Receivable against selling and marketing expenses	13,204,332	5,736,906
		Sales load receivable	34,551	582,174
Alhamra Wada Fund (Alhamra Wada Plan VII)	Funds under management	Remuneration receivable	-	3,962,205
		Receivable against reimbursement of allocated expenses	-	1,697,226
		Receivable against selling and marketing expenses	13,863,443	-
		Investment held in units of funds under management	-	141,351,935
Alhamra Wada Fund (Alhamra Wada Plan VIII)	Funds under management	Remuneration receivable	960,874	-
		Receivable against reimbursement of allocated expenses	63,471	-
		Receivable against selling and marketing expenses	528,201	-
Alhamra Wada Fund (Alhamra Wada Plan IX)	Funds under management	Remuneration receivable	232,667	-
		Receivable against reimbursement of allocated expenses	47,757	-
		Receivable against selling and marketing expenses	167,878	-
		Other receivable	100,000	-
Alhamra Wada Fund (Alhamra Wada Plan X)	Funds under management	Remuneration receivable	1,348,252	-
		Receivable against reimbursement of allocated expenses	236,302	-
		Receivable against selling and marketing expenses	1,999,026	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
Alhamra Wada Fund (Alhamra Wada Plan XI)	Funds under management	Remuneration receivable	4,360,507	-
		Receivable against reimbursement of allocated expenses	496,310	-
		Receivable against selling and marketing expenses	4,188,234	-
Alhamra Wada Fund (Alhamra Wada Plan XII)	Funds under management	Remuneration receivable	1,522,067	-
		Receivable against reimbursement of allocated expenses	198,366	-
		Receivable against selling and marketing expenses	883,614	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan V)	Funds under management	Receivable against reimbursement of allocated expenses	325,494	6,003,485
		Receivable against selling and marketing expenses	-	3,953,506
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VI)	Funds under management	Receivable against reimbursement of allocated expenses	225,454	3,010,376
		Receivable against selling and marketing expenses	-	1,932,614
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan VII)	Funds under management	Remuneration receivable	-	851,498
		Receivable against reimbursement of allocated expenses	-	132,731
		Investment held in units of funds under management	-	10,371,795
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan IX)	Funds under management	Receivable against reimbursement of allocated expenses	-	4,379,689
		Receivable against selling and marketing expenses	-	1,668,643
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan X)	Funds under management	Remuneration receivable	-	36,650
		Receivable against reimbursement of allocated expenses	1,430,256	24,186
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XI)	Funds under management	Receivable against reimbursement of allocated expenses	-	1,265,348
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XII)	Funds under management	Remuneration receivable	-	522,849
		Receivable against reimbursement of allocated expenses	717,625	223,975
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIII)	Funds under management	Remuneration receivable	7,473,740	376,396
		Receivable against reimbursement of allocated expenses	1,133,518	161,311
		Receivable against selling and marketing expenses	9,330,887	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIV)	Funds under management	Receivable against reimbursement of allocated expenses	1,425,652	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVI)	Funds under management	Remuneration receivable	8,287,712	-
		Receivable against reimbursement of allocated expenses	1,207,732	-
		Receivable against selling and marketing expenses	9,837,873	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVII)	Funds under management	Remuneration receivable	2,100,750	-
		Receivable against reimbursement of allocated expenses	208,230	-
		Receivable against selling and marketing expenses	1,752,488	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XVIII)	Funds under management	Remuneration receivable	7,837,594	-
		Receivable against reimbursement of allocated expenses	790,465	-
		Receivable against selling and marketing expenses	6,229,253	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Name of the related party	Relationship and percentage of shareholding	Nature of transaction	Year ended	
			June 30, 2024	June 30, 2023
			----- (Rupees) -----	
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XIX)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Investment held in units of funds under management	1,407,280 624,285 10,608,219	- - -
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XX)	Funds under management	Receivable against selling and marketing expenses	1,766,387	-
MCB Pakistan Fixed Return Fund (MCB Pakistan Fixed Return Plan XXI)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses	2,794,304 342,987 1,466,452	- - -
MCB Pakistan Opportunity Fund (MCB Pakistan Dividend Yield Plan)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses Investment held in units of funds under management	956,508 21,602 349,902 -	184,925 - - 60,857,447
Alhamra Cash Management Optimizer	Funds under management	Remuneration receivable Sales lead receivable Receivable against shariah advisor fee Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses Investment held in units of funds under management	8,083,104 802,978 30,000 1,138,414 14,202,208 -	1,651,119 595,667 - 79,506 904,894 10,150,100
Alhamra Opportunity Fund (Dividend Strategy Plan)	Funds under management	Remuneration receivable Sales lead receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses Receivable against shariah advisor fee Other receivable	524,617 235,772 11,808 126,453 30,000 100,000	- - - - - -
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan I)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses	1,431,969 178,411 626,461	- - -
MCB DCF Fixed Return Fund (MCB DCF Fixed Return Plan II)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses	808,114 120,033 401,268	- - -
MCB Alhamra KPK Government Employees' Pension Fund	Funds under management	Remuneration receivable Investment held in units of funds under management	117,423 34,973,994	- -
MCB KPK Government Employees' Pension Fund	Funds under management	Remuneration receivable Investment held in units of funds under management	32,360 35,105,884	- -
Alhamra Government Securities Fund (Alhamra Government Securities Plan I)	Funds under management	Remuneration receivable Receivable against reimbursement of allocated expenses Receivable against selling and marketing expenses Other receivable Investment held in units of funds under management	21,303 1,824 1,482 100,000 50,066,950	- - - - -
Muhammad Saqib Saleem	Ex-Chief Executive Officer	Loan outstanding	-	10,962,158

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

29 REMUNERATION OF DIRECTORS, CHIEF EXECUTIVE OFFICER AND EXECUTIVES

	Chief Executive Officer		Directors		Executives	
	2024	2023	2024	2023	2024	2023
	Rupees					
Managerial remuneration	18,782,587	17,750,625	-	-	117,772,070	108,587,436
Bonus	17,600,000	17,600,000	-	-	64,278,882	65,249,241
Retirement benefits	1,158,291	1,375,381	-	-	9,544,982	8,441,804
Rent and house maintenance	8,209,856	7,297,372	-	-	51,044,810	45,119,432
Utilities	1,824,413	1,621,642	-	-	11,343,326	10,026,563
Medical	1,824,409	1,621,634	-	-	11,343,302	10,026,535
Car allowance	14,270,251	11,132,310	-	-	114,541,419	79,967,698
Meeting fee	-	-	8,125,000	13,425,000	-	-
Others	1,212,132	2,308,592	-	-	10,742,446	12,686,759
	<u>64,881,939</u>	<u>60,705,556</u>	<u>8,125,000</u>	<u>13,425,000</u>	<u>390,611,237</u>	<u>340,105,468</u>
Number of person(s)	2**	1	7	10	39	39

** Mr. Muhammad Saqib Saleem resigned as Chief Executive Officer during the year and Mr. Khawaja Khalil Shah was appointed in his place.

- 29.1 'Executive' means an employee other than the Chief Executive and directors, whose basic salary exceeds Rs. 1,200,000 in a financial year.

30 DEFINED CONTRIBUTION PLAN

- 30.1 The Company operates an approved contributory provident fund for all its permanent employees to which equal monthly contributions are made both by the Company and the employees at the rate of 8.33% of basic salary. The financial statements of the fund are separately prepared and audited and are not included as part of these financial statements. The Fund is maintained by the Trustees and all decisions regarding investments and distribution of income etc. are made by the Trustees independent of the Company.

During the year, an amount of Rs. 19.103 million (2023: Rs. 17.718 million) has been charged to the statement of profit or loss in respect of the Company's contributions to the employees provident fund.

- 30.2 Investments out of the provident fund have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the rules formulated for this purpose.

31 NUMBER OF EMPLOYEES

Number of employees at June 30

	2024	2023
- Permanent	226	230
- Probation	35	14
- Contractual	22	18

Average number of employees during the year

	2024	2023
- Permanent	222	231
- Probation	28	16
- Contractual	18	15

32 FINANCIAL INSTRUMENTS BY CATEGORY

	2024		
	At amortised cost	At fair value through profit or loss	Total
	Rupees		
Financial assets			
Long term deposits	6,646,103	-	6,646,103
Receivable from funds under management - related parties	442,160,500	-	442,160,500
Loans and advances	15,256,812	-	15,256,812
Other receivables	45,274,409	-	45,274,409
Accrued profit on savings accounts	4,015	-	4,015
Investments	-	265,000	265,000
Cash and bank balances	33,678,807	-	33,678,807
	<u>543,020,646</u>	<u>265,000</u>	<u>543,285,646</u>
Financial liabilities			
Lease liability against right-of-use assets	73,463,056	-	73,463,056
Unclaimed dividend	6,028,302	-	6,028,302
Trade and other payables	576,482,509	-	576,482,509
	<u>655,973,867</u>	<u>-</u>	<u>655,973,867</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2023		
	At amortised cost	At fair value through profit or loss	Total
	Rupees		
Financial assets			
Long term deposits	6,816,103	-	6,816,103
Receivable from funds under management - related parties	307,785,542	-	307,785,542
Loans and advances	20,206,398	-	20,206,398
Other receivables	45,154,992	-	45,154,992
Accrued profit on savings accounts	86,189	-	86,189
Investments	-	265,000	265,000
Cash and bank balances	65,478,577	-	65,478,577
	<u>445,527,801</u>	<u>265,000</u>	<u>445,792,801</u>
Financial liabilities			
Lease liability against right-of-use assets	87,575,812	-	87,575,812
Unclaimed dividend	5,296,298	-	5,296,298
Trade and other payables	232,478,829	-	232,478,829
	<u>325,350,939</u>	<u>-</u>	<u>325,350,939</u>

33 OPERATING SEGMENTS

The Company functions as a single operating segment. The income derived from the management fee of open-ended collective investment schemes and voluntary pension schemes and income derived from investment advisory fee from separately managed accounts constituted 97.36% and 2.64% (2023: 95.13% and 4.87%) respectively of the total income earned from management and investment advisory fee during the year.

34 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

34.1 Financial risk factors

The Company's activities expose it to certain financial risks which the management monitors and manages through internal risk management on an ongoing basis. In connection with the Company's financing of operations, the finance function ensures adequate and flexible liquidity. This is guaranteed by placing deposits in cash and extremely liquid negotiable instruments and / or using available credit facilities.

Financial risks pertain to market risk, credit risk and liquidity risk. The Company seeks to minimise the effects of these risks by managing financial assets and liabilities to minimise the risk exposures. Compliance with the policies and the exposure limits are reviewed internally on a continuous basis.

34.2 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices (e.g. foreign exchange rates, interest rates, equity prices, etc.). The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the returns to shareholders.

The Company's policy is to manage market risk through diversification and selection of securities within specified limits set by the Board of Directors.

Market risk comprises of three types of risk: currency risk, yield / interest rate risk and other price risk.

34.2.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at June 30, 2024, the Company does not hold any significant financial instruments that may expose the Company to currency risk.

34.2.2 Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

a) Sensitivity analysis for variable rate instruments

Presently, the Company holds balances with banks in savings accounts which expose the Company to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net profit for the year and net assets of the Company would have been higher / lower by Rs. 0.183 million (2023: Rs. 0.494 million).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

b) Sensitivity analysis of fixed rate instruments

As at June 30, 2024, the Company does not hold any financial assets that may expose the Company to fair value profit rate risk.

Yield / interest rate sensitivity position of on balance sheet financial instruments is based on earlier of contractual repricing or maturity date and for off balance sheet instruments is based on the settlement date.

The Company's yield / interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2024 can be determined as follows:

2024								
Effective yield / interest rate	Interest / mark-up bearing			Non-interest / mark-up bearing			Total	
	Maturity upto one year	Maturity after one year	Sub-total	Maturity upto one year	Maturity after one year	Sub-total		
(Rupees)								
Financial assets								
Long term deposits		-	-	-	6,646,103	6,646,103	6,646,103	
Receivable from funds under management		-	-	-	-	-	-	
- related parties		-	-	442,160,500	-	442,160,500	442,160,500	
Loans and advances	12.36%	114,954	3,906,223	3,312,800	7,922,835	11,235,635	15,256,812	
Other receivables		-	-	45,274,409	-	45,274,409	45,274,409	
Accrued profit on savings accounts		-	-	4,015	-	4,015	4,015	
Investments		-	-	265,000	-	265,000	265,000	
Cash and bank balances	7.75% - 20.50%	18,297,965	-	15,380,842	-	15,380,842	33,678,807	
		18,412,919	3,906,223	22,319,142	506,397,566	14,568,938	520,966,504	543,285,646
Financial liabilities								
Lease liability against right-of-use assets	8.08% - 22.48%	42,645,586	30,817,470	73,463,056	-	-	-	73,463,056
Unclaimed dividend		-	-	-	6,028,302	-	6,028,302	6,028,302
Trade and other payables		-	-	-	576,482,509	-	576,482,509	576,482,509
		42,645,586	30,817,470	73,463,056	582,510,811	-	582,510,811	655,973,867
On-balance sheet gap (a)		(24,232,667)	(26,911,247)	(51,143,914)	(76,113,245)	14,568,938	(61,544,307)	(112,688,221)
Off-balance sheet financial instruments		-	-	-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-	-	-
Total interest rate sensitivity gap (a+b)		(24,232,667)	(26,911,247)	(51,143,914)	(76,113,245)	14,568,938	(61,544,307)	(112,688,221)
Cumulative interest rate sensitivity gap		(24,232,667)	(51,143,914)	(102,287,828)				

		2023					
Effective yield / interest rate	Interest / mark-up bearing			Non-interest / mark-up bearing			Total
	Maturity upto one year	Maturity after one year	Sub-total	Maturity upto one year	Maturity after one year	Sub-total	
(Rupees)							
Financial assets							
Long term deposits		-	-	-	6,816,103	6,816,103	6,816,103
Receivable from funds under management - related parties		-	-	307,785,542	-	307,785,542	307,785,542
Loans and advances	12.36% - 17.09%	2,682,115	12,416,944	1,946,056	3,161,283	5,107,339	20,206,398
Other receivables		-	-	45,154,992	-	45,154,992	45,154,992
Accrued profit on savings accounts		-	-	86,189	-	86,189	86,189
Investments		-	-	265,000	-	265,000	265,000
Cash and bank balances	7.66% - 19.50%	49,368,737	-	16,109,840	-	16,109,840	65,478,577
		52,050,852	12,416,944	371,347,619	9,977,386	381,325,005	445,792,801
Financial liabilities							
Lease liability against right-of-use assets	8.08% - 22.48%	30,947,036	56,628,776	-	-	-	87,575,812
Unclaimed dividend		-	-	5,296,298	-	5,296,298	5,296,298
Trade and other payables		-	-	232,478,829	-	232,478,829	232,478,829
		30,947,036	56,628,776	237,775,127	-	237,775,127	325,350,939
On-balance sheet gap (a)		21,103,816	(44,211,832)	133,572,492	9,977,386	143,549,878	120,441,862
Off-balance sheet financial instruments		-	-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-	-
Total interest rate sensitivity gap (a+b)		21,103,816	(44,211,832)	133,572,492	9,977,386	143,549,878	120,441,862
Cumulative interest rate sensitivity gap		21,103,816	(23,108,016)	(46,216,032)			

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

34.2.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

As at June 30, 2024, the Company does not hold any financial assets that expose it to price risk.

34.3 Credit risk

Credit risk is the risk that a counterparty will fail to discharge an obligation and cause the other party to incur a financial loss. The entire financial assets are subject to credit risk, however the management believes that the Company's credit risk is minimal as major portion of financial assets comprise of receivables from its funds under management which are financially sound. The credit risk on balances with banks is also considered minimal as the balances are kept with sound financial institutions.

The Company's financial assets are neither past due nor impaired as at the reporting date except as disclosed in notes 9.6, 11.1 and 11.3 to these financial statements.

Credit risk on amounts of receivable from separately managed accounts is minimal due to contractual rights of the Company to settle the receivable before withdrawal / liquidation of underlying investments.

Receivable from funds under management

The latest available ratings of the Funds in which the investments are made or from which amounts are receivable as at June 30, 2024 and June 30, 2023 are as follows:

Fund name	2024	2023	Rating agency
MCB Cash Management Optimizer	AA+(f)	AA+(f)	PACRA
MCB DCF Income Fund	AA-(f)	AA-(f)	PACRA
Alhamra Islamic Income Fund	AA-(f)	AA-(f)	PACRA
MCB Pakistan Sovereign Fund	AA-(f)	AA-(f)	PACRA
Pakistan Cash Management Fund	AA+(f)	AA+(f)	PACRA
Pakistan Income Enhancement Fund	A+(f)	A+(f)	PACRA
Pakistan Income Fund	AA-(f)	AA-(f)	PACRA
Alhamra Cash Management Optimizer	AA+(f)	AA+(f)	PACRA
Alhamra Islamic Money Market Fund	AA+(f)	AA+(f)	PACRA
Alhamra Daily Dividend Fund	AA-(f)	AA-(f)	PACRA
Alhamra Wada Fund	AA(f)	AA(f)	PACRA
MCB Pakistan Fixed Return Fund	AA+(f)	AA+(f)	PACRA

All other funds are not required to be rated.

Bank balances

An analysis of the credit quality of balances with banks is as follows:

	2024		2023		Rating agency
	Short term	Long term	Short term	Long term	
Bank Makramah Limited	Suspended	Suspended	Suspended	Suspended	N/A
MCB Bank Limited	A-1+	AAA	A-1+	AAA	PACRA
Faysal Bank Limited	A-1+	AA	A-1+	AA	PACRA / VIS
Bank Alfalah Limited	A-1+	AAA	A-1+	AA+	PACRA
MCB Islamic Bank Limited	A-1	A+	A-1	A	PACRA
Askari Bank Limited	A-1+	AA+	A-1+	AA+	PACRA

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Company's total credit exposure. The Company's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

Details of the Company's concentration of credit risk of financial assets by industrial distribution are as follows:

	2024		2023	
	(Rupees)	(Percentage)	(Rupees)	(Percentage)
Commercial banks	33,677,734	6.20%	65,559,178	14.71%
Mutual funds	442,160,500	81.39%	307,785,542	69.04%
Others	67,442,324	12.41%	72,442,493	16.25%
	<u>543,280,558</u>	<u>100.00%</u>	<u>445,787,213</u>	<u>100.00%</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2024 is the carrying amount of the financial assets. Cash in hand, however, is not exposed to credit risk and has been excluded from the above analysis.

34.4 Liquidity risk

Liquidity risk is the risk that the Company may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The management closely monitors the Company's liquidity and cash flow position. This includes maintenance of balance sheet liquidity ratios and rational investment decisions after taking into consideration the current availability of liquid resources. As at June 30, 2024, the Company's cash and bank balances amounted to Rs. 33.679 million (2023: Rs. 65.479 million).

The management of the Company believes that it is not exposed to significant level of liquidity risk as its receivables are highly liquid and mostly receivables are from its own funds.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period from the reporting date to the contractual maturity date. The amounts in the table below are contractual undiscounted cash flows:

	2024			
	Contractual cash flows	Carrying amount	Maturity upto one	Maturity after one
Financial liabilities	Rupees			
Lease liability against right-of-use assets	85,640,144	73,463,056	52,058,316	33,581,828
Unclaimed dividend	6,028,302	6,028,302	6,028,302	-
Trade and other payables	<u>576,482,509</u>	<u>576,482,509</u>	<u>576,482,509</u>	<u>-</u>
	<u>668,150,955</u>	<u>655,973,867</u>	<u>634,569,127</u>	<u>33,581,828</u>
	2023			
	Contractual cash flows	Carrying amount	Maturity upto one	Maturity after one
Financial liabilities	Rupees			
Lease liability against right-of-use assets	107,573,754	87,575,812	43,053,256	64,520,498
Unclaimed dividend	5,296,298	5,296,298	5,296,298	-
Trade and other payables	<u>232,478,829</u>	<u>232,478,829</u>	<u>232,478,829</u>	<u>-</u>
	<u>345,348,881</u>	<u>325,350,939</u>	<u>280,828,383</u>	<u>64,520,498</u>

34.5 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Company's operations either internally within the Company or externally at the Company's service providers, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risks arise from all of the Company's activities.

The Company's objective is to manage operational risk so as to balance financial losses and damage to its reputation with achieving its investment objective of generating returns for investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the Board of Directors. This responsibility encompasses the controls in the following areas:

- requirements for appropriate segregation of duties between various functions, roles and responsibilities;

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

Senior management ensures that the Company's staff have adequate training and experience and fosters effective communication related to operational risk management.

35 CAPITAL RISK MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain a strong capital base to support the sustained development of its businesses.

The Company is subject to externally imposed minimum equity requirement of the NBFC Rules 2003 and the NBFC Regulations 2008 for providing asset management services and investment advisory services and is required to maintain minimum equity of Rs. 200 million. The Company's paid up capital is above the minimum required threshold limit.

The Company sets the amount of capital in proportion to risk. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. Currently, the Company is financing its operations through equity and working capital.

36 FAIR VALUE MEASUREMENT

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 Company 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.

The estimated fair value of all financial assets and liabilities is considered not to be significantly different from carrying values as the items are either short-term in nature or are periodically repriced.

36.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify fair value measurements 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 asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at June 30, 2024 and June 30, 2023, the Company held the following financial instruments measured at fair value:

	2024			
	Level 1	Level 2	Level 3	Total
ASSETS				
Financial assets 'at fair value through profit or loss'				
Investment in shares *	-	-	265,000	265,000

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

ASSETS	2023			
	Level 1	Level 2	Level 3	Total
	Rupees			
Financial assets 'at fair value through profit or loss'				
Investment in shares *	-	-	265,000	265,000

* These represent shares of Mutual Funds Association of Pakistan which have been carried at cost since their fair value is not considered to be materially different from its carrying amount. Accordingly, the disclosures with respect to level 3 financial assets have not been given.

37 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

The Board of Directors in its meeting held on September 25, 2024 have proposed a final cash dividend in respect of the year ended June 30, 2024 of Rs. 2.50 per Share (25%) [(2023: Rs. 5.50 per share (55%)). These financial statements do not include the effect of these appropriations which will be accounted for subsequent to the year end.

38 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on September 25, 2024 by the Board of Directors of the Company.

39 GENERAL

39.1 Figures have been rounded off to the nearest Rupees, unless otherwise specified.

39.2 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and to reflect the substance of the transactions. The following major reclassifications have been made in these financial statements during the current year:

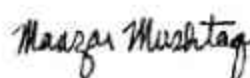
Description	Reclassified from	Reclassified to	Amount (Rupees)
Input tax adjustment against sales tax payable	Taxation - net	Trade and other payables	6,250,375



Chief Executive Officer



Chief Financial Officer



Director

BALLOT PAPER

BALLOT PAPER FOR VOTING THROUGH POST FOR POLL AT ANNUAL GENERAL MEETING TO BE HELD ON

Monday, 28th October, 2024 at 11:30 am at Sapphire Hall, Ramada Creek,

Zulfiqar Street 1, DHA Phase VIII, Karachi, Pakistan

Designated email address of the Chairman at which the duly filled in ballot paper may be sent: Chairman@mebfunds.com

Folio No. / CDC Account / Sub-Account No.	
Name of shareholder/joint shareholders	
Registered Address	
Number of shares held	
CNIC/NICOP Number or Passport Number (in case of Foreign national) (copy to be attached)	
Additional Information and enclosures (In case of representative of body corporate, corporation and Federal Government.)	
Name of Authorized Representative	
Authorized Representative's CNIC/NICOP Number or Passport Number (in case of Foreign national) (copy to be attached)	
Copy of Board Resolution / Power of Attorney of body corporate, corporation and Federal Government	

I/we hereby exercise my/our vote in respect of the following resolution(s) through postal ballot by conveying my/our assent or dissent to the following resolution(s) by placing tick (✓) mark in the appropriate box below (delete as appropriate):

Sr. No.	Nature and Description of resolution(s)	No. of ordinary shares for which votes cast	I/We assent to the Resolution(s) (FOR)	I/We dissent to the Resolution(s) (AGAINST)
1.	<p>Special Resolution (Agenda No. 5) "RESOLVED THAT subject to prior approval of the Securities and Exchange Commission of Pakistan (the Commission) under Rule 5(6)(h) of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), after clause 3 addition of clause 3A, and 3B, (as appearing in the statement of material facts) in the object clause (III) of the Memorandum of Association of the Company, be hereby approved and adopted to undertake the business of REIT Management Services under the Real Estate Investment Trust Regulations, 2022 and Private Fund Management Services under Private Funds Regulations, 2015.</p> <p>RESOLVED FURTHER THAT in addition to aforesaid changes in the Memorandum of Association approved by the members as special resolution, any changes in the Memorandum of Association as may be advised and directed by Commission and agreed by the Chief Executive of the Company shall be treated as approved and adopted by the members from the date of passing of this special resolution as part of this Special Resolution without the need of the members approval and shall have effect accordingly.</p> <p>RESOLVED FURTHER THAT the Chief Executive and/or Company Secretary and /or Chief Financial Officer of the Company be and are hereby jointly or severally authorized to prepare, finalize, execute and file all necessary documents, and do all necessary acts, deeds, and things in connection therewith and ancillary thereto as may be required or expedient to give effect to the above resolution and to complete all necessary corporate and legal compliances and formalities."</p>			

Shareholder / Proxy holder Signature/Authorized Signatory
(In case of corporate entity, please affix company stamp)

DATE: _____

BALLOT PAPER

NOTES:

1. Dully filled postal ballot should be sent to Chairman, MCB Investment Management Limited through post at Registered Office 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi OR Email Chairman@mcbfunds.com
2. Copy of CNIC/NICOP or Passport (in case of foreign national) should be enclosed with the postal ballot form. In case of representative of body corporate, corporation and Federal Government, Board Resolution / Power of Attorney shall also be enclosed.
3. Postal ballot forms should reach chairman of the meeting on or before **Saturday, October 26, 2024, 5:00 PM** (last date of receiving postal ballot). Any postal ballot received after this date, will not be considered for voting.
4. Signature on postal ballot should match with signature on CNIC/NICOP.
5. Incomplete, unsigned, incorrect, defaced, torn, mutilated, over written ballot paper will be rejected.

بیلٹ پیپر

ایم سی بی انسٹیٹمنٹ منیجمنٹ لمیٹڈ

بیات پیپر برائے ووٹنگ پوزیٹو

پرائے رائے شماری بموقع سالانہ عمومی اجلاس

بج، 28 اکتوبر 2024ء، بمقام سفارتِ ہال، برطانیہ، ڈیولپمنٹ فارٹریٹ 1، ڈی ایچ اے فیز VIII، کراچی، پاکستان

چیئرمین کا خصوصی ای میل ایڈرس جس پر پتہ شدہ بیلٹ پیسز بھیجا جائے: chairman@mcbfunds.com

فیو نمبر / سی ڈی سی اکاؤنٹ / قبلی اکاؤنٹ نمبر	
حصص یافتہ کا / مشترکہ حصص یافتگان کے نام	
رجسٹرڈ پتہ	
حصص کی تعداد	
CNIC / NICOP نمبر، یا (غیر ملکی شہری کی صورت میں) پاسپورٹ نمبر (کاپی منسلک کی جائے)	
اضافی معلومات اور کوائف (ہاڈی کارپوریٹ، کارپوریشن اور وفاقی حکومت کے تہ جہان کی صورت میں)	
مختار تہ جہان کا نام	
مختار تہ جہان کا CNIC / NICOP نمبر، یا (غیر ملکی شہری کی صورت میں) پاسپورٹ نمبر (کاپی منسلک کی جائے)	
بورڈ ریزولوشن / ہاڈی کارپوریٹ، کارپوریشن اور وفاقی حکومت کے پاور آف اٹارنی کی کاپی	

تین / ہم مندرجہ ذیل قراردادوں کے ضمن میں ڈاک والے بیلٹ پیپر کے ذریعے اپنے ووٹ کا استعمال کرتے ہوئے متعلقہ ذیل میں tick (✓) کا نشان لگا کر ان قراردادوں کے لیے اپنی رضامندی یا عدم رضامندی کا اظہار کرتا ہوں / کرتے ہیں (جب ضرورت محذوف کر دیں):

[illegible]

കുറിപ്പ്

وختیہ حصص یافتہ / حامل پرانسی / مختار و مختلہ کنندہ
(کار پوریٹ ادارے کی صورت میں کمپنی کی مہر ثبت کریں)

بیلٹ پیپر

ضروری نکات:

1. پُر شدہ بیلٹ پیپر چیئر مین، ایم سی بی اینویسٹمنٹ مینجمنٹ لمیٹڈ کو رجسٹرڈ دفتر پر بذریعہ ڈاک دوسری منزل، آدم جی ہاؤز، آئی آئی چندریگر روڈ، کراچی یا بذریعہ ای میل (chairman@mcbfunds.com) پہنچا دیئے جائیں۔
2. CNIC/NICOP یا (غیر ملکی شہری کی صورت میں) پاسپورٹ کی نقل بیلٹ پیپر فارم کے ساتھ منسلک کی جائے۔ باڈی کارپوریٹ، کارپوریشن اور وفاقی حکومت کے ترجمان کی صورت میں بورڈ ریزولوشن / پاور آف اٹارنی بھی منسلک کی جائے۔
3. پوسٹل بیلٹ فارم چیئر مین میننگ کو 26 اکتوبر 2024ء ہفتہ شام 5 بجے تک پہنچ جانے چاہئیں۔ بعد ازاں موصول ہونے والے فارم ووٹنگ میں شامل نہیں کیے جائیں گے۔
4. پوسٹل بیلٹ پر موجود دستخط CNIC/NICOP پر موجود دستخط جیسے ہونے چاہئیں۔
5. اگر کوئی بیلٹ پیپر نامکمل، غیر دستخط شدہ، غلط، مسخ شدہ یا پھٹا ہوا ہو یا اس پر ضرورت سے زیادہ لکھا گیا ہو تو وہ قبول نہیں کیا جائے گا۔

FORM OF PROXY
ANNUAL GENERAL MEETING
On October 28, 2024

The Company Secretary
MCB Investment Management Limited
2nd Floor, Adamjee House, I.I. Chundrigar Road,
Karachi.

I/We _____ of
_____ in the district of
_____ being a member of **MCB Investment Management Limited**,
hereby appoint Mr./Ms./Mrs _____ of
_____ Or Failing to Him / Her appoint Mr./Ms.
/Mrs _____ of _____ as
my/our proxy to vote for me/us and on my/our behalf at the Annual General Meeting of the Company
to be held on Monday, October 28, 2024 and at any adjournment thereof.

Signed this _____ day of _____ 2024.

Signature on five Rupees
Revenue Stamp

(The signature should agree with the specimen registered with the Company)

1. WITNESS:

Signature: _____

Name: _____

Address: _____

CNIC/ Passport No. _____

2. WITNESS:

Signature: _____

Name: _____

Address: _____

CNIC/ Passport No. _____

Shareholder Folio No.

CDC Participant ID No & Sub Account No.

Notes:

1. This Proxy Form, duly completed and signed, must be received at the Registered Office of the Company at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan not less than 48 hours before the time of holding the meeting. A proxy need not be a member of the Company.
2. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of the proxy shall be rendered invalid.
3. CDC shareholders and their proxies are each requested to attach an attested photocopy of their Computerized National Identity Card or Passport with this proxy form before submission to the Company.
4. The proxy shall produce his/her original CNIC or original passport at the time of the meeting.
5. In case of a corporate entity, the Board of Directors Resolution / Power of Attorney with specimen signature of the nominee shall be submitted (unless it has been provided earlier) along with proxy form to the Company.

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MCB ARIF HABIB SAVINGS & INVESTMENTS LIMITED

Adamjee House, 2nd Floor,
I.I. Chundrigar Road, Karachi

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فارم برائے پاکستان
سالانہ عمومی اجلاس
مؤرخہ 28 اکتوبر 2024ء

کمپنی ریکارڈ

ایم سی بی اینویسٹمنٹ مینجمنٹ لمیٹڈ
دوسری منزل، آدجی ہاؤز، آئی آئی چنڈریگر روڈ، کراچی

میں / ام
کے شائع
بجائے ذکن ایم سی بی اینویسٹمنٹ مینجمنٹ لمیٹڈ
Mr./Miss/Mrs. کے اور اگر ان
کے لیے ممکن نہ ہو تو Mr./Miss/Mrs. کو اپنے پاکستانی کے طور پر تقرری کرتا کرتی ہوں کرتے ہیں۔
جو کمپنی کے سالانہ عمومی اجلاس مؤرخہ 28 اکتوبر 2024ء میں، اور اگر اس میں التواء ہو تو خلوی شدہ اجلاس میں بھی،
میرے / ہمارے لیے، یا میری / ہماری جانب سے، ووٹ کر سکتا ہے۔

دستخط _____ بروز _____ تاریخ _____

پانچ روپے مالیت کے ریونیو اسٹیمپ پر دستخط

(مندرجہ بالا دستخط کمپنی میں رجسٹر شدہ دستخط جیسے ہونے چاہئیں۔)

2. گواہ

دستخط: _____

نام: _____

پتہ: _____

سی این آئی سی / پاسپورٹ نمبر: _____

1. گواہ

دستخط: _____

نام: _____

پتہ: _____

سی این آئی سی / پاسپورٹ نمبر: _____

حصص یافتہ کا فلیو نمبر

سی ڈی سی ہارٹسپنٹ شناخت نمبر اور ذیلی اکاؤنٹ نمبر

اہم نکات:

1. یہ پاکستانی فارم مکمل پُر اور دستخط شدہ، کمپنی کے رجسٹر شدہ دفتر، بمقام دوسری منزل، آدجی ہاؤز، آئی آئی چنڈریگر روڈ، کراچی، پاکستان میں، اجلاس کے انعقاد سے زیادہ سے زیادہ 48 گھنٹوں قبل موصول ہو جانا چاہیے۔ پاکستانی کے لیے کمپنی کا ذکن ہونا ضروری نہیں۔
2. اگر کوئی ذکن ایک سے زیادہ پاکستانی کی تقرری کرے گا اور کسی ذکن کی جانب سے ایک سے زیادہ پاکستانی دستاویزات کمپنی میں جمع کرائے جائیں گے تو وہ تمام دستاویزات منسوخ ہو جائیں گے۔
3. سی ڈی سی حصص یافتگان اور ان کے پاکستانیوں میں سے ہر ایک سے گزارش ہے کہ اس پاکستانی فارم کے ساتھ اپنے کمپیوٹرائزڈ قومی شناختی کارڈ (CNIC) یا پاسپورٹ کی توثیق شدہ فوٹو کا پیسٹ کر کے بعد کمپنی میں جمع کرائیں۔
4. پاکستانی کو اجلاس کے وقت اپنا اصل CNIC یا پاسپورٹ دکھانا ہوگا۔
5. کارپوریٹ ادارے کی صورت میں پاکستانی فارم کے ساتھ بورڈ آف ڈائریکٹرز ریزولوشن / پاور آف اٹارنی بمع nominee کے نمونہ دستخط جمع کرائے جائیں (اگر پہلے نہیں کرائے گئے ہیں)۔
6. ارکان اپنے پتے میں کسی تبدیلی کی صورت میں شیئرز رجسٹر اڈا کو مندرجہ ذیل پتے پر بروقت مطلع کریں: M/s سی ڈی سی شیئرز رجسٹر اڈا سرورس لمیٹڈ، سی ڈی سی ہاؤز، 99-B، بلاک B، ایس ایم سی ایچ ایس، مرکزی شاہراہ فیصل، کراچی۔

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MCB ARIF HABIB SAVINGS & INVESTMENTS LIMITED

Adamjee House, 2nd Floor,
I.I. Chundrigar Road, Karachi

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E-DIVIDEND MANDATE FORM
MANDATORY CREDIT OF DIVIDEND INTO BANK ACCOUNT

To: _____

Date: _____

Dear Sir/Madam,

The undersigned being member of **MCB Investment Management Limited** (the Company), hereby authorize the Company that all my cash dividend amounts declared by the Company, from time to time, be credited into the bank account as per following details:

(i) Shareholder's Details	
Name of the shareholder	
Folio No. / CDC Participants ID & Sub Acc. No./CDC IAS Account	
CNIC/NICOP No. (Please attach copy)	
Passport No. [in case of Foreign Shareholder] (Please attach copy)	
Land Line Phone No.	
Cellphone No.	
(ii) Shareholder's Bank Details	
Title of Bank Account	
Bank Account Number	
Bank's Name	
Branch Name and Address	
International Bank Account Number (IBAN) (24 digit)	

It is stated that the above mentioned information is correct that I will intimate the change in the above mentioned information to the Company and the concerned Share Registrar/Participant/CDC (as the case may be) as soon as these occur.

Signature of the member/shareholder
(Please affix company stamp in case of corporate entity)

Note

1. Please provide complete IBAN after consultation with your bank branch. In case of any error or omission in given IBAN, the Company will not be held responsible in any manner for any loss or delay in your cash dividend payment.
2. In case of physical shares, a duly filled-in E-Dividend Mandate Form shall be submitted with the Company's Share Registrar M/s Share Registrar M/s CDC Share Registrar Services Limited, CDC House, 99-B, Block B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi.
3. While for shares held in CDC, E-Dividend Mandate Form shall be submitted directly to member's broker (participant)/CDC.

CONSENT FORM FOR VIDEO CONFERENCE FACILITY

MCB Investment Management Limited

I/We, _____, being a member of **MCB Investment Management Limited** holder of _____ Ordinary Share(s) as per Register Folio/CDC Participant ID & Sub-Account/Investor Account No. _____ hereby opt for participation in the Annual General Meeting to be held on _____, 2024 or any adjourned meeting through video-conference facility at _____
(Please insert name of the City)

Date: _____

Signature of member _____

Note:

This Standard Request Form may be sent at Share Registrar of the Company at below mentioned address.

CDC Share Registrar Services Limited

CDC House, 99-B, Block B, S.M.C.H.S.,

Main Shahrah-e-Faisal, Karachi – 74400

Tel: 0800 -23275

Email: info@cdcsrsl.com

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