



MCB FUNDS
Investments for Life

QUATERLY REPORT

SEPTEMBER
2024
(UNAUDITED)

Funds Under Management of
MCB Investment Management Limited



MCB PAKISTAN STOCK MARKET FUND

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FUND'S INFORMATION

Management Company	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	
Board of Directors	Mr. Haroun Rashid Mr. Shoaib Mumtaz Mr. Khawaja Khalil Shah Mr. Ahmed Jahangir Mr. Manzar Mushtaq Mr. Fahd Kamal Chinoy Syed Savail Meekal Hussain Ms. Mavra Adil Khan	Chairman Director Chief Executive Officer Director Director Director Director Director
Audit Committee	Syed Savail Meekal Hussain Mr. Ahmed Jahangir Mr. Manzar Mushtaq	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Fahd Kamal Chinoy Mr. Ahmed Jahangir Mr. Shoaib Mumtaz Ms. Mavra Adil Khan Mr. Khawaja Khalil Shah	Chairman Member Member Member Member
Credit Committee	Mr. Ahmed Jahangir Mr. Manzar Mushtaq Syed Savail Meekal Hussain Mr. Khawaja Khalil Shah	Member Member Member Member
Chief Executive Officer	Mr. Khawaja Khalil Shah	
Chief Operating Officer & Chief Financial Officer	Mr. Muhammad Asif Mehdi Rizvi	
Company Secretary	Mr. Altaf Ahmad Faisal	
Trustee	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B'S.M.C.H.S Main Shahra-e-Faisal Karachi Tel: (92-21) 111-111-500 Fax: (92-21) 34326053 Web: www.cdcpakistan.com	
Bankers	MCB Bank Limited Bank Al Habib Limited Allied Bank Limited Habib Metropolitan Bank Limited	Standard Chartered Bank Limited United Bank Limited National Bank Of Pakistan
Auditors	A. F. Ferguson & Co. Chartered Accountants (A Member Firm of PWC Network) State Life Building 1-C I.I. Chundrigar Road, Karachi.	
Legal Advisor	Bawaney & Partners 3rd & 4th Floor, 68 C, Lane 13, Bukhari Commercial Area Phase VI, D.H.A., Karachi	
Rating	AM1 Asset Manager Rating assigned by PACRA	
Transfer Agent	MCB Investment Management Limited Adamjee House, 2nd Floor, I.I. Chundrigar Road, Karachi.	

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2024

Dear Investor,

On behalf of the Board of Directors, I am pleased to present **MCB Pakistan Stock Market Fund** accounts review for the quarter ended September 30, 2024.

Economy Review

The new fiscal year began on a positive note with the government securing a staff-level agreement with the IMF for a 37-month Extended Fund Facility (EFF) worth approximately USD 7.0 billion. However, the formal approval was delayed due to the government's struggle to secure debt rollovers from friendly countries. After Pakistan fulfilled all preconditions the IMF Executive Board approved the program on September 27, 2024. Subsequently, the State Bank of Pakistan (SBP) received the first tranche of USD 1.0 billion, bolstering foreign exchange reserves and strengthening the currency as the USD/PKR parity appreciated by 0.2% in the quarter to close at 277.7.

The country posted a current account deficit (CAD) of USD 171mn in the first two months of the fiscal year 2025 (2MFY25) declining by 81% YoY compared to a deficit of USD 893mn in the corresponding period last year. The major contributor towards improving CAD was the remittances inflows which skyrocketed by 44.0% to USD 1.8bn. Trade Deficit increased by 21.7% YoY as exports rose by 7.2% while imports increased by 13.8% from a low base. The country's external position improved with SBP's foreign exchange reserves increasing to USD 10.7bn as of Sep-24 end compared to USD 9.4bn at the end of last fiscal year. This was on account of flows from IMF and multilateral sources.

Headline inflation represented by CPI averaged 9.2% during 1QFY25 compared to 29.0% in the corresponding period last year. This sharp decline was driven by the currency's stability over the past nine months, a substantial drop in food prices aligning with global trends, and a reduction in international oil prices, which eased local fuel costs. Additionally, the base effect further contributed to the lower inflation figures.

As per the revised numbers the country's GDP grew by 2.5% in the financial year 2023-24 as compared to -0.2% last year. Agriculture grew by 6.4%, Services sector grew by 2.2% while industrial sector witnessed a decline of 1.2%. Historic high interest rates and inflation coupled with political uncertainty were the major culprits behind the subdued industrial and services output. On the fiscal side, FBR tax collection increased by 25.2% in 1QFY25 to PKR 2,556 billion, missing the target by PKR 96 billion.

Equity Market Review

The KSE-100 Index maintained its upward momentum in the first quarter of FY25, hitting a new all-time high of 82,247 points. The rally was fueled by multiple factors, including a drop-in inflation to single digits and an unexpected 300bps interest rate cut by the SBP during the quarter. Investor confidence also strengthened after the IMF board approved the USD 7.0 billion EFF program, providing clarity on the external front. However, some profit-taking toward the end of the month led the index to close at 81,114 points, marking a quarterly gain of 2,669 points or +3.4% QoQ.

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2024

During 1QFY25, Foreign investors, Insurance, and Corporates were net sellers with an outflow of USD 21.7 million, USD 19.2 million and USD 14.0 million, respectively. The foreign selling was on account FTSE rebalancing related outflow as Pakistan was reclassified from Secondary Emerging to Frontier market status. This selling was mainly absorbed by Individuals and Mutual Funds with inflow of USD 47.4 million and USD 18.8 million, respectively.

On activity front, average trading volumes for KSE-All Index remained almost static to 491.2 million shares compared to about 491.7 million shares in the preceding quarter. While the average trading value during the period saw a decline of -6.8% over previous quarter to near USD 105 million.

Fertilizer, E&P, and Banking sector were the major contributors to the index rally adding 2,198/1,532/1,002 points, respectively. Attractive dividend yield amid monetary easing garner investors interest in Banking & Fertilizer sector. While E&P sector also remained in the limelight due to surprise 800% bonus announcement by MARI. On the other hand, the power sector contributed a negative 1,323 points as the government announced plans to renegotiate or terminate contracts with Independent Power Producers (IPPs).

FUND PERFORMANCE

During the period, PSM generated a return of 5.89% as compared to a return of 3.40% witnessed by the KSE-100 Index. Overall equity exposure stood at 96.3% on September 30, 2024. The fund remained vigilant of the external factors and the investment strategy was maneuvered considering the fundamental developments. The allocation was mainly held in Commercial Banks, Cements, Fertilizers and Pharmaceutical companies.

The Net Assets of the fund as at September 30, 2024 stood at Rs. 8,295 million as compared to Rs. 7,216 million as at June 30, 2024 registering an increase of 14.95%. The Net Asset Value (NAV) per unit as at September 30, 2024 was Rs. 159.8391 as compared to opening NAV of Rs. 150.9441 per unit as at June 30, 2024 registering an increase of 8.898 per unit.

Economy & Market – Future Outlook

Pakistan's GDP growth is projected to inch up to 2.8% in FY25, compared to 2.5% last year. The industrial and services sectors are expected to expand by 3.5% and 3.0%, respectively, driven by a gradual recovery in demand and the base effect. However, agricultural growth is likely to remain modest at 1.9%, constrained by the high base effect and flood-related damage to the cotton crop.

The new IMF program is a key positive as it will allow us to tap funding from bilateral and multilateral sources. We expect SBP reserves to increase to USD 12.7bn by year end on the back of flows from friendly countries, IMF and multilateral agencies. However, our external position still remains precarious as we are unlikely to issue international Eurobond or Sukuk owing to the challenging global conditions. The proceeds from FDI and RDA are also likely to remain muted owing to the current economic challenges. Thus, we would have to ensure a sustainable current account this year to stave off

REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2024

external concerns. We expect a CAD of USD 0.6bn (0.1% of GDP) in FY25 as policy of consolidation is likely to continue under the IMF umbrella. We are of the view that improvement in exports and remittances and increased comfort on the external side after entering into the IMF program will keep currency stable in the near term. We expect marginal currency depreciation this year with USD/PKR expected to close Jun-25 around 289.4.

The inflation reading has started to come down due to base effect and relatively stable currency. The headline inflation number in September 2024 clocked of 6.9% compared to a high of 38.0% in May 2023. This was the lowest reading in the last 44 months. The core inflation also remained on a declining trajectory, clocking at 10.4% (29 months low). We expect inflation to further decelerate in the coming months as base effect will become more pronounced. We anticipate CPI to average around 6.8% in FY25 compared to 23.9% in FY24. As the real interest rate remains significantly positive we foresee further interest cuts, expecting policy rate to decline around 13.0% 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 9.7%, a discount of 48.4% from its historical average of 18.8%. Similarly, Earning Yield minus Risk Free Rate is close to 7.9%, 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 5.0x, while offering a dividend yield of 10.8%.

MUTUAL FUND INDUSTRY REVIEW

The Net Assets of the open-end mutual funds industry increased by about 13.9% during IQFY25 to PKR 2,931bn. Total money market funds grew by about 0.2% since Jun-24. Within the money market sphere, conventional funds showed a growth of 19.4% to PKR 751bn while Islamic funds declined by 17.7% to PKR 559bn. In addition, the total fixed Income and Fixed Rate funds increased by about 35.1% since Jun-24 to PKR 1,298bn while Equity and related funds increased by 5.6% to PKR 270bn.

In terms of the segment share, Money Market funds were the leader with a share of around 44.7%, followed by Income and fixed return funds with 44.3% and Equity and Equity related funds having a share of 9.2% as at the end of Sep-24.

MUTUAL FUND INDUSTRY OUTLOOK

Interest rates trajectory and expectations of further monetary easing shall continue to attract inflows in longer tenor instrument linked funds including Sovereign Funds and Income Funds. Money market funds should also benefit from higher liquidity as they are ideal for investors with a short-term horizon and low risk profile. With improved external account post agreement with IMF, long-term investors may look to add equity exposure at these highly attractive levels. Our operations remained seamless and given our

**REPORT OF THE DIRECTOR OF THE MANAGEMENT COMPANY
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

competitive edge in digital access and online customer experience, we are prepared to get benefits of the growing number of investors available online.

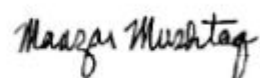
ACKNOWLEDGMENT

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

On behalf of Directors,



Khawaja Khalil Shah
Chief Executive Officer
October 21, 2024



Manzar Mushtaq
Director
October 21, 2024

ڈائریکٹرز رپورٹ

1,298 بلین ہو گئے جبکہ ایکویٹی اور متعلقہ فنڈز 5.6 فیصد بڑھ کر 270 PKR بلین ہو گئے۔

سیگمنٹ شیئر کے لحاظ سے، منی مارکیٹ فنڈز تقریباً 44.7 فیصد کے شیئر کے ساتھ سرفہرست تھے، اس کے بعد انکم اور فیکسڈ ریٹرن فنڈز 44.3 فیصد کے ساتھ اور ایکویٹی اور ایکویٹی سے متعلقہ فنڈز کا حصہ ستمبر 24 کے آخر تک 9.2 فیصد تھا۔

میوچل فنڈ انڈسٹری آؤٹ لک

شرح سود کی رفتار اور مزید مالیاتی نرمی کی توقعات طویل مدتی انشرومنٹ سے منسلک فنڈز بشمول Sovereign Funds اور Income Funds میں آمد کو راغب کرتی رہیں گی۔ منی مارکیٹ فنڈز کو بھی زیادہ لیکویڈیٹی سے فائدہ اٹھانا چاہیے کیونکہ یہ قلیل مدتی افق اور کم رسک پروفائل والے سرمایہ کاروں کے لیے مثالی ہیں۔ IMF کے ساتھ بہتر ایکسٹرنل اکاؤنٹ پوسٹ ایگریمنٹ کے ساتھ، طویل مدتی سرمایہ کاران انتہائی پرکشش سطحوں پر ایکویٹی میں سرمایہ کاری کرنے کی کوشش کریں گے۔ 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۔

اعتراف

بورڈ فنڈ کے قابل قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور فنڈ کے ٹرسٹیز کا مسلسل تعاون کا شکریہ ادا کرتا ہے۔ ڈائریکٹرز نے انتظامیہ کی ٹیم کی کوششوں کو بھی سراہا۔

ڈائریکٹرز کی جانب سے،

Masrur Mughit

منظر مشتاق

ڈائریکٹر

21 اکتوبر، 2024

خواجہ خلیل شاہ

خواجہ خلیل شاہ

چیف ایگزیکٹو آفیسر

21 اکتوبر، 2024

ڈائریکٹرز رپورٹ

USD 0.6 بلین (GDP کا 0.1 فیصد) کی CAD کی توقع کرتے ہیں کیونکہ IMF کی چھتری کے تحت استحکام کی پالیسی جاری رہنے کا امکان ہے۔ ہمارا خیال ہے کہ برآمدات اور ترسیلات زر میں بہتری اور آئی ایم ایف پروگرام میں داخل ہونے کے بعد بیرونی طرف سے استحکام میں اضافہ ہوگا اور قریب مدت میں کرنسی کو مستحکم رکھے گا۔ ہمیں توقع ہے کہ اس سال کرنسی کی قدر میں معمولی کمی PKR/USD کو جون 2025 کے قریب 289.4 پر بند کرے گی۔

بنیادی اثر اور نسبتاً مستحکم کرنسی کی وجہ سے افراط زر کی شرح میں کمی آنا شروع ہو گئی ہے۔ ستمبر 2024 میں ہیڈ لائن افراط زر کی تعداد مئی 2023 میں 38.0 فیصد کی بلند ترین شرح کے مقابلے میں 6.9 فیصد تک پہنچ گئی۔ یہ پچھلے 44 مہینوں میں سب سے کم ریڈنگ تھی۔ بنیادی افراط زر بھی گرتی ہوئی رفتار پر رہا، جو 10.4 فیصد (29 ماہ کی کم ترین سطح) پر پہنچ گیا۔ ہمیں توقع ہے کہ آنے والے مہینوں میں افراط زر مزید کم ہو جائے گا کیونکہ بنیادی اثر مزید واضح ہو جائے گا۔ ہم توقع کرتے ہیں کہ مالی سال 24 میں 23.9 فیصد کے مقابلے میں مالی سال 25 میں CPI اوسطاً 6.8 فیصد رہے گا۔ چونکہ حقیقی شرح سود نمایاں طور پر مثبت رہتی ہے، ہم مزید سود میں کٹوتیوں کی پیش گوئی کرتے ہیں، جون 2025 تک پالیسی کی شرح تقریباً 13.0 فیصد کم ہونے کی توقع رکھتے ہیں۔

کیپٹل مارکیٹ کے نقطہ نظر سے خاص طور پر ایکویٹیز، مارکیٹ اب بھی سستی قیمتوں پر ٹریڈ کر رہی ہے۔ مارکیٹ کیپ ٹوجی ڈی پی کا تناسب 9.7 فیصد پر ہے، جو اس کی تاریخی اوسط 18.8 فیصد سے 48.4 فیصد کی چھوٹ ہے۔ اسی طرح، ارتنگ پیپلز مائنس رسک فری ریٹ 7.9 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 چیلنجز کا حل مارکیٹ کی صلاحیت کو بڑھانے 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 اصل قیمت پر گہری رعایت پر تجارت کرتی ہیں۔ مارکیٹ فی الحال 5.0x PER پر ٹریڈ کر رہی ہے، جبکہ 10.8 فیصد کی منافع بخش پیداوار پیش کر رہی ہے۔

میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈز انڈسٹری کے خالص اثاثے 1QFY25 کے دوران تقریباً 13.9 فیصد بڑھ کر 2,931 PKR بلین ہو گئے۔ 24 جون سے کل منی مارکیٹ فنڈز میں تقریباً 0.2 فیصد اضافہ ہوا۔ منی مارکیٹ کے دائرے میں، روایتی فنڈز 19.4 فیصد اضافے کی وجہ سے 751 PKR بلین ہو گئے جبکہ اسلامی فنڈز نے 17.7 فیصد کمی کی وجہ سے 559 PKR بلین ہو گئے۔ مزید برآں، کل فکسڈ انکم اور فکسڈ ریٹ فنڈز جون 24 سے تقریباً 35.1 فیصد بڑھ کر

ڈائریکٹرز رپورٹ

معاهدوں پر دوبارہ گفت و شنید یا ختم کرنے کے منصوبوں کا اعلان کیا۔

فنڈ کی کارکردگی

اس مدت کے دوران، ایم سی بی پی ایس ایم نے KSE-100 انڈیکس کے 3.4 فیصد کے ریٹرن کے مقابلے میں 5.89 فیصد ریٹرن دیا۔ 30 ستمبر 2024 کو مجموعی طور پر ایکویٹی میں سرمایہ کاری 96.3 فیصد رہی۔ فنڈ بیرونی عوامل سے چونکا رہا اور سرمایہ کاری کی حکمت عملی بنیادی پیش رفت کو مد نظر رکھتے ہوئے تیار کی گئی۔ یہ مختص بنیادی طور پر کمرشل بینکوں، سیمنٹس، فریڈلائزر اور فارماسیوٹیکل کمپنیوں میں کی گئی تھی۔

30 جون 2024 تک فنڈ کے خالص اثاثے 7,216 ملین روپے تھے جب کہ 30 ستمبر 2024 کو یہ 8,295 ملین روپے رہے جو 14.95 فیصد کے اضافے کو ظاہر کرتے ہیں۔

30 جون 2024 اوپننگ نیٹ اثاثہ (NAV) کی قیمت فی یونٹ 150.9441 روپے تھی جب کہ 30 ستمبر 2024 کو یہ فی یونٹ 159.8391 روپے رہی جو 8.898 روپے فی یونٹ کے اضافے کو ظاہر کرتی ہے۔

معیشت اور مارکیٹ - مستقبل کا آؤٹ لک

پاکستان کی جی ڈی پی کی شرح نمو FY 25 میں 2.8 فیصد تک رہنے کا امکان ہے، جو کہ گزشتہ سال 2.5 فیصد تھی۔ صنعتی اور خدمات کے شعبوں میں بالترتیب 3.5 فیصد اور 3.0 فیصد کی توسیع متوقع ہے، جس کی وجہ طلب میں بتدریج بحالی اور بنیادی اثر ہے۔ تاہم، زرعی نمو 1.9 فیصد پر معمولی رہنے کا امکان ہے، جو کہ اعلیٰ بنیادی اثر اور کپاس کی فصل کو سیلاب سے متعلقہ نقصانات کی وجہ سے محدود ہے۔

آئی ایم ایف کا نیا پروگرام کلیدی مثبت ہے کیونکہ یہ ہمیں دو طرفہ اور کثیر جہتی ذرائع سے فنڈنگ حاصل کرنے کی اجازت دیتا ہے۔ ہم توقع کرتے ہیں کہ دوست ممالک، آئی ایم ایف اور کثیر جہتی ایجنسیوں کی جانب سے آنے والے بہاؤ کی وجہ سے سال کے آخر تک SBP کے ذخائر بڑھ کر USD 12.7 بلین ہو جائیں گے۔ تاہم، ہماری بیرونی پوزیشن اب بھی غیر یقینی ہے کیونکہ ہم چیلنجنگ عالمی حالات کی وجہ سے بین الاقوامی یورو بانڈ یا سکوک جاری کرنے کا امکان نہیں رکھتے ہیں۔ FDI اور RDA سے حاصل ہونے والی آمدنی کا بھی موجودہ معاشی چیلنجوں کی وجہ سے خاموش رہنے کا امکان ہے۔ اس طرح، ہمیں بیرونی خدشات کو دور کرنے کے لیے اس سال ایک پائیدار کرنٹ اکاؤنٹ کو یقینی بنانا ہوگا۔ ہم FY25 میں

ڈائریکٹرز رپورٹ

میں 2.5 فیصد اضافہ ہوا۔ زراعت میں 6.4 فیصد اضافہ ہوا، خدمات کے شعبے میں 2.2 فیصد اضافہ ہوا جبکہ صنعتی شعبے میں 1.2 فیصد کمی دیکھی گئی۔ صنعتی اور خدمات کے آؤٹ پٹ میں کمی کے پیچھے تاریخی بلند شرح سود اور مہنگائی کے ساتھ سیاسی غیر یقینی صورتحال سب سے بڑے مجرم تھے۔ مالیاتی پہلو پر، FBR کی ٹیکس وصولی 1QFY25 میں 25.2 فیصد بڑھ کر 2,556 بلین روپے ہو گئی، جو ہدف 96 ارب روپے سے کم ہے۔

ایکویٹی مارکیٹ کا جائزہ

KSE-100 انڈیکس نے FY 25 کی پہلی سہ ماہی میں اپنی اوپر کی رفتار کو برقرار رکھا اور 82,247 پوائنٹس کی نئی بلند ترین سطح کو چھو لیا۔ ریلی کو متعدد عوامل نے تقویت بخشی، بشمول سنگل ہندسوں میں گراؤٹ میں افراط زر اور سہ ماہی کے دوران اسٹیٹ بینک کی جانب سے غیر متوقع طور پر 300bps شرح سود میں کمی شامل ہیں۔ IMF بورڈ کی جانب سے 7.0 بلین امریکی ڈالر کے EFF پروگرام کی منظوری کے بعد سرمایہ کاروں کا اعتماد بھی مضبوط ہوا، جس نے بیرونی محاذ پر وضاحت کی۔ تاہم، مہینے کے آخر میں کچھ منافع لینے کی وجہ سے انڈیکس 81,114 پوائنٹس پر بند ہوا، جس سے 2,669 پوائنٹس یا +3.4% QoQ کا سہ ماہی اضافہ ہوا۔

1QFY25 کے دوران، غیر ملکی سرمایہ کار، انشورنس، اور کارپوریٹس بالترتیب 21.7 USD ملین، 19.2 USD ملین اور 14.0 USD ملین کے ساتھ خالص فروخت کنندگان تھے۔ غیر ملکی فروخت FTSE کے دوبارہ توازن سے متعلقہ اخراج کی وجہ سے تھی کیونکہ پاکستان کی سیکنڈری ایمرجنگ سے فرنیچر مارکیٹ اسٹیٹس میں دوبارہ درجہ بندی کیا گیا تھا۔ اس فروخت کو بالترتیب 47.4 USD ملین اور 18.8 USD ملین کے ساتھ انفرادی اور میوچل فنڈز نے جذب کیا۔

سرگرمی کے محاذ پر، KSE-All Index کے لیے اوسط تجارتی حجم گزشتہ سہ ماہی میں 491.7 ملین شیئرز کے مقابلے میں 491.2 ملین شیئرز پر تقریباً مستحکم رہا۔ جبکہ اس مدت کے دوران اوسط تجارتی قدر میں کچھ کمی سہ ماہی کے مقابلے میں -6.8 فیصد کمی دیکھی گئی جو 105 ملین امریکی ڈالر کے قریب ہے۔

فریڈلائزر، ای اینڈ پی، اور بینکنگ سیکٹر نے انڈیکس کی ریلی میں بالترتیب 1,002/1,532/2,198 پوائنٹس کا اضافہ کیا۔ مالیاتی نرمی کے درمیان پرکشش منافع بخش پیداوار نے بینکنگ اور فریڈلائزر سیکٹر میں سرمایہ کاروں کی دلچسپی حاصل کی۔ جبکہ ای اینڈ پی سیکٹر بھی MARI کی جانب سے 800 فیصد بونس کے حیران کن اعلان کی وجہ سے سرخیوں میں رہا۔ دوسری طرف، پاور سیکٹر نے منفی 1,323 پوائنٹس کا حصہ ڈالا کیونکہ حکومت نے انڈیپنڈنٹ پاور پروڈیوسرز (IPPs) کے ساتھ

ڈائریکٹرز رپورٹ

پیارے سرمایہ کار،

بورڈ آف ڈائریکٹرز کی جانب سے، مجھے ایم سی بی پاکستان اسٹاک مارکیٹ فنڈ کے 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے اکاؤنٹس کا جائزہ پیش کرتے ہوئے خوشی ہو رہی ہے۔

معیشت کا جائزہ

نئے مالی سال کا آغاز مثبت ہوا جب حکومت نے IMF کے ساتھ 37 ماہ کے توسیعی فنڈ سہولت (EFF) کے لیے تقریباً 7.0 بلین امریکی ڈالر کا اسٹاف لیول معاہدہ کیا۔ تاہم، حکومت کی جانب سے دوست ممالک سے قرضوں کی واپسی کے لیے جدوجہد کی وجہ سے رسمی منظوری میں تاخیر ہوئی۔ پاکستان کی جانب سے تمام پیشگی شرائط پوری کرنے کے بعد IMF کے ایگزیکٹو بورڈ نے 27 ستمبر 2024 کو پروگرام کی منظوری دی۔ اس کے بعد، اسٹیٹ بینک آف پاکستان (SBP) کو 1.0 بلین امریکی ڈالر کی پہلی قسط موصول ہوئی، جس سے زرمبادلہ کے ذخائر میں اضافہ ہوا اور کرنسی کو PKR/USD کے طور پر مضبوط کیا گیا جس کی برابری سہ ماہی میں 0.2 فیصد سے بڑھ کر 277.7 پر بند ہوئی۔

ملک نے مالی سال 2025 (2MFY25) کے پہلے دو مہینوں میں 171 USD بلین کا کرنٹ اکاؤنٹ خسارہ (CAD) پوسٹ کیا جس میں گزشتہ سال کی اسی مدت میں 893 USD بلین کے خسارے کے مقابلے میں 81 فیصد YoY کمی واقع ہوئی۔ CAD کو بہتر بنانے میں سب سے بڑا حصہ ترسیلات زر کا تھا جو 44.0 فیصد اضافے سے 1.8 USD بلین تک پہنچ گیا۔ تجارتی خسارے میں سالانہ 21.7 فیصد اضافہ ہوا جیسا کہ برآمدات میں 7.2 فیصد اضافہ ہوا جبکہ کم بنیاد درآمدات میں 13.8 فیصد اضافہ ہوا۔ SBP کے زرمبادلہ کے ذخائر گزشتہ مالی سال کے آخر میں 9.4 USD بلین کے مقابلے میں ستمبر 2024 کے آخر تک بڑھ کر 10.7 USD بلین تک پہنچنے جو ملک کی بیرونی پوزیشن میں بہتری کا سبب بنے۔ یہ آئی ایم ایف اور کثیر جہتی ذرائع سے آنے والے بہاؤ کی وجہ سے تھا۔

1QFY25 کے دوران CPI کی طرف سے پیش کردہ ہیڈ لائن افرا زر کی اوسط 9.2 فیصد رہی جو پچھلے سال کی اسی مدت میں 29.0 فیصد تھی۔ اس تیزی سے گراؤ کی وجہ گزشتہ نو مہینوں کے دوران کرنسی کے استحکام، عالمی رجحانات کے مطابق خوراک کی قیمتوں میں خاطر خواہ کمی، اور تیل کی بین الاقوامی قیمتوں میں کمی، جس سے ایندھن کی مقامی قیمتوں میں نرمی آئی ہے۔ مزید برآں، بنیادی اثر نے افرا زر کے کم اعداد و شمار میں مزید حصہ ڈالا۔

نظر ثانی شدہ اعداد کے مطابق مالی سال 2023-2024 میں ملک کی جی ڈی پی میں گزشتہ سال -0.2 فیصد کے مقابلے

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024**

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
Note	----- (Rupees in '000) -----	
ASSETS		
Balances with banks	5 198,630	319,017
Investments	6 8,449,640	6,975,458
Receivable against sale of investments	90,931	62,761
Advances, deposits and other receivables	37,263	26,157
Total assets	8,776,464	7,383,393
LIABILITIES		
Payable to MCB Investment Management Limited Management Company	7 25,807	26,421
Payable to Central Depository Company of Pakistan Limited - Trustee	815	741
Payable to the Securities and Exchange Commission of Pakistan	595	546
Payable against purchase of investments	378,302	43,796
Accrued expenses and other liabilities	9 75,710	95,809
Payable against redemption of units	387	386
Total liabilities	481,614	167,699
NET ASSETS	8,294,849	7,215,694
Unit holders' fund (as per statement attached)	8,294,849	7,215,694
Contingencies and Commitments	10	
	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	51,895,000	47,803,766
	----- (Rupees) -----	
NET ASSET VALUE PER UNIT	159.8391	150.9441

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter ended September 30,	
	2024	2023
Note	(Rupees in '000)	
INCOME		
(Loss) / gain on sale of investments - net	200,264	226,413
Dividend income	106,747	88,426
Income from Government securities	-	-
Profit on balances with banks	14,874	5,526
Unrealised (diminution) on re-measurement of investments classified as at fair value through profit or loss - net	177,181	228,453
Other income	129	126
Total Income	499,194	548,943
EXPENSES		
Remuneration of the Management Company	62,694	23,954
Sindh Sales Tax on remuneration of the Management Company	9,404	3,114
Remuneration of the Trustee	2,054	1,423
Sindh Sales Tax on remuneration of the Trustee	308	185
Annual fee of the Securities and Exchange Commission of Pakistan	1,711	1,113
Allocated expenses	-	2,292
Marketing And Selling expenses	-	13,514
Auditors' remuneration	338	304
Securities transaction cost	11,017	6,164
Settlement and bank charges	742	710
Legal and professional charges	84	77
Fees and subscriptions	-	-
Printing and related charges	25	25
Total expenses	88,377	52,874
Sindh Workers' Welfare Fund (SWWF)	-	-
Net Income for the period before taxation	410,817	496,069
Taxation	-	-
Net Income for the period after taxation	410,817	496,069
Allocation of net income for the period:		
Net income for the period after taxation	410,817	496,069
Income already paid on units redeemed	(22,478)	(103,390)
Accounting income available for distribution	388,339	392,678
- Relating to capital gains	355,463	351,434
- Excluding capital gains	32,876	41,244
	388,339	392,678
Earning/ (Loss) per unit		

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	<u>Quarter ended</u>	
	<u>September 30,</u>	
	<u>2024</u>	<u>2023</u>
	<u>----- (Rupees in '000) -----</u>	
Net Income for the period after taxation	410,817	496,069
Other comprehensive income for the period		
Total comprehensive Income / (loss) for the period	<u>410,817</u>	<u>496,069</u>

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

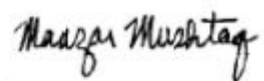
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter ended September 30, 2024			Quarter ended September 30, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	(Rupees in '000)					
Net assets at the beginning of the period	1,791,649	5,424,045	7,215,694	1,704,302	3,116,425	4,820,727
Issuance of 18,115,213 units (2023: 6,493,478) units:						
- Capital value (at net asset value per unit at the beginning of the period) at Rs.150.9441	2,734,385	-	2,734,385	547,192	-	547,192
- Element of loss	96,242	-	96,242	18,558	-	18,558
	2,830,627	-	2,830,627	565,750	-	565,750
Redemption of 14,023,979 units (2023: 16,180,977) units:						
- Capital value (at net asset value per unit at the beginning of the period) at Rs.150.9441	(2,116,839)	-	(2,116,839)	(1,363,536)	-	(1,363,536)
- Element of income	(22,974)	(22,478)	(45,452)	(22,424)	(103,390)	(125,814)
	(2,139,813)	(22,478)	(2,162,291)	(1,385,959)	(103,390)	(1,489,350)
Total comprehensive Income / (loss) for the period	-	410,817	410,817	-	496,069	496,069
Net (loss) / income for the period less distribution	-	410,817	410,817	-	496,069	496,069
Net assets as at the end of the period	2,482,463	5,812,384	8,294,849	884,093	3,509,103	4,393,196
Undistributed income brought forward comprising of:						
- Realised		4,217,258			3,539,084	
- Unrealised		1,206,787			(422,659)	
		5,424,045			3,116,425	
Accounting income available for distribution:						
- Relating to capital gains		355,463			351,434	
- Excluding to capital gains		32,876			41,244	
		388,339			392,678	
Undistributed income carried forward		5,812,384			3,509,103	
Undistributed income brought forward comprising of:						
- Realised		5,635,203			3,280,651	
- Unrealised		177,181			228,453	
		5,812,384			3,509,103	
		(Rupees)			(Rupees)	
Net assets value per unit as at beginning of the period		150.9441			84.2678	
Net assets value per unit as at end of the period		159.8391			92.4500	

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

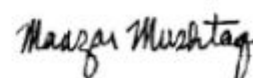
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter ended	
	2024	2023
	---- (Rupees in '000) ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / Income for the period before taxation	410,817	496,069
Adjustments for non cash and other items:		
Unrealised appreciation / (diminution) on re-measurement of investments classified as at fair value through profit or loss - net	(177,181)	228,453
	233,636	724,521
Decrease / (Increase) in assets		
Investments - net	(1,297,002)	(23,574)
Receivable against sale of investments	(28,170)	75,569
Dividend and profit receivable	(12,192)	(11,630)
Advances, deposits and receivables	1,088	(2,141)
	(1,336,275)	38,224
(Decrease) / Increase in liabilities		
Payable to MCB Investment Management Limited - Management Company	(614)	(3,618)
Payable to Central Depository Company of Pakistan Limited - Trustee	74	(62)
Payable to the Securities and Exchange Commission of Pakistan	49	(1,059)
Payable against purchase of investments	334,506	(43,241)
Payable against redemption of units	1	1
Accrued expenses and other liabilities	(20,099)	1,973
	313,916	(46,006)
Net cash generated from operating activities	(788,723)	716,739
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	2,830,627	565,750
Amount paid on redemption of units	(2,162,291)	(1,489,350)
Net cash generated from financing activities	668,335	(923,600)
Net increase / (decrease) in cash and cash equivalents during the period	(120,388)	(206,861)
Cash and cash equivalents at the beginning of the period	319,017	304,260
Cash and cash equivalents at the end of the period	198,629	97,398

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

For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 MCB Pakistan Stock Market Fund (the Fund) was established under a Trust Deed executed between Arif Habib Investments Limited (now MCB Investment Management Limited) as "Management Company" and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on October 23, 2001 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on February 28, 2002 in accordance with the Asset Management Companies Rules, 1995 (AMC Rules) repealed by Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 12, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies (Establishment and Regulations) Rules 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is located at 2nd Floor, Adamjee House, I.I. Chundrigar Road, Karachi, Pakistan.
- 1.3 The Fund has been categorised as equity scheme and offers units for public subscription on a continuous basis. The units of the Fund are transferable and can also be redeemed by surrendering them to the Fund. The units are listed on the Pakistan Stock Exchange. The Fund primarily invests in listed equity securities. However, it also invests in cash instruments and treasury bills not exceeding 90 days in maturities.
- 1.4 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' dated October 04, 2024 to the Management Company.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund. The duration of the Fund is perpetual. However, SECP or the Management Company may wind it up on the occurrence of certain events as specified in the offering document of the Fund.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:
- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulation and the requirements of the Trust Deed have been followed.

- 2.2 This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 30 June 2024. The comparative in the statement of assets and liabilities presented in the condensed interim financial information as at 30 September 2024 have been extracted from the audited financial statements of the Fund for the year ended 30 June 2024, where as the comparatives in the condensed interim income statement, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' funds are stated from unaudited condensed interim financial information for the quarter ended 30 September 2023.
- 2.3 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information is unaudited.
- 2.4 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial statement give a true and fair view of the state of affairs of the Fund.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

2.5 This condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the Fund.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES AND JUDGMENTS

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Fund's operations and did not have any impact on the accounting policies of the Fund and therefore not disclosed in this condensed interim financial information.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024.

4. Financial Risk Management

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended 30 June 2024.

		(Un-Audited) Sep 30, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
5. BALANCES WITH BANKS			
In current accounts	5.1	23,117	11,795
In savings accounts	5.2	175,513	307,222
		198,630	319,017

5.1 These include a balance of Rs.156 million (June 30, 2024: Rs.2.35) million maintained with MCB Bank Limited, a related party.

5.2 These carry profit at the rates ranging between 16% to 19% (June 2024: 19% to 20.50%) per annum. It includes bank balance of Rs. 143 million (June 2024: Rs 238.81 million) maintained with MCB Bank Limited (a related party) which carries profit at the rate of 16% to 19% (June 2024: 19% to 20.50%) per annum.

		(Un-Audited) Sep 30, 2024	(Audited) June 30, 2024
		----- (Rupees in '000) -----	
6. INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	6.1	8,449,640	6,975,458
Government securities	6.2	-	-
		8,449,640	6,975,458

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

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

Name of the investee company	Symbol	No. of shares					As at September 30, 2024			Market value as a % of net assets of the Fund	% of paid-up capital of the investee company
		As at July 01, 2024	Purchased during the period	Bonus / Right issue during the period	Sold during the period	As at September 30, 2024	Carrying Value	Market value as at September 30, 2024	Unrealised (loss) / gain		
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise											
Automobile Parts & Accessories											
Agriauto Industries Limited	AGIL	155,000	-	-	16,823	138,177	14,177	11,516	(2,661)	0.14%	0.38%
Atlas Battery Limited	ATBA	-	17,773	-	17,773	-	-	-	-	0.00%	0.00%
Exide Pakistan Limited	EXIDE	-	28,087	-	11,842	16,245	10,042	14,303	4,260	0.17%	0.21%
Panther Tyres Limited	PTL	678,000	705,295	-	-	1,383,295	54,239	54,917	677	0.66%	0.82%
						78,459	80,735	2,277	0.97%	1.41%	
Cable & Electrical Goods											
Pak Elektron Limited	PAEL	7,225,000	175,000	-	4,800,000	2,600,000	64,307	65,156	849	0.79%	0.30%
Fast Cable Limited	FCL	1,920,594	-	-	884,522	1,036,072	24,772	23,550	(1,223)	0.28%	0.00%
						89,080	88,706	(374)	1.07%	0.30%	
Cement											
Besway Cement Limited	BWCL	-	-	-	-	-	-	-	-	0.00%	0.00%
Cherat Cement Company Limited	CHCC	-	-	-	-	-	-	-	-	0.00%	0.00%
D.G. Khan Cement Company Limited	DGKC	-	-	-	-	-	-	-	-	0.00%	0.00%
Fauji Cement Company Limited	FCCL	6,160,000	21,100,510	-	250,000	27,010,510	609,192	682,826	73,633	8.23%	1.10%
Lucky Cement Limited	LUCK	405,000	103,967	-	105,951	403,016	362,190	356,282	(5,908)	4.30%	0.12%
Maple Leaf Cement Factory Limited	MLCF	6,650,000	1,300,000	-	3,650,000	4,300,000	163,913	139,492	(24,421)	1.68%	0.39%
Pioneer Cement Limited	PIOC	1,500,000	50,000	-	520,000	1,030,000	174,014	186,636	12,622	2.25%	0.45%
Attock Cement (Pakistan) Limited	ACPL	-	-	-	-	-	-	-	-	0.00%	0.00%
							1,309,311	1,365,236	55,925	16.46%	2.06%
Chemicals											
Archroma (Pakistan) Limited	ARPL	179,287	-	-	-	179,287	62,750	51,636	(11,114)	0.62%	0.52%
Dynas (Pakistan) Limited	DYNO	126,147	-	-	30,117	96,030	21,657	19,096	(2,561)	0.23%	0.51%
Itehad Chemical Limited	ICL	810,000	257,455	-	-	1,067,455	49,999	46,466	(3,532)	0.56%	1.07%
Lotie Chemical Pakistan Limited	LOTICHEM	-	1,626,000	-	-	1,626,000	25,986	25,967	(19)	0.31%	0.11%
Nimir Industrial Chemicals Limited	NICL	409,999	80,741	-	-	490,740	58,847	53,471	(5,376)	0.64%	0.44%
Siara chemical industries Limited	SITC	19,907	-	-	-	19,907	6,855	5,673	(1,181)	0.07%	0.09%
							226,093	202,310	(23,783)	2.44%	2.74%
Commercial Banks											
Bank Alfalah Limited****	BAFL	6,382,610	4,080,647	-	177,610	10,285,647	679,087	623,824	(55,263)	7.52%	0.58%
Habib Bank Limited**	HBL	3,331,000	2,257,332	-	1,531,000	4,057,332	502,638	515,443	12,805	6.21%	0.28%
Habib Metropolitan Bank Limited	HMB	3,999,421	349,884	-	1,128,971	3,220,334	221,529	216,374	(5,155)	2.61%	0.31%
MCB Bank Limited	MCB	71,000	600,000	-	186,000	485,000	107,140	116,594	9,454	1.41%	0.04%
Meezan Bank Limited	MEBL	1,263,059	131,941	-	380,000	1,015,000	242,804	231,572	(11,232)	2.79%	0.06%
United Bank Limited**&****	UBL	700,000	737,000	-	50,000	1,387,000	366,662	404,200	37,537	4.87%	0.11%
National bank of Pakistan	NBP	1,870,000	1,178,200	-	1,098,200	1,950,000	89,486	117,000	27,515	1.41%	0.09%
							2,209,346	2,225,008	15,662	26.82%	1.47%
Engineering											

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

Name of the investee company	Symbol	No. of shares						As at September 30, 2024			Market value as a % of net assets of the Fund	% of paid-up capital of the investee company
		As at July 01, 2024	Purchased during the period	Bonus / Right issue during the period	Sold during the period	As at September 30, 2024	Carrying Value	Market value as at September 30, 2024	Unrealised (loss) / gain			
Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise												
Mughal Iron and Steel Industries Limited	MUGHAL	850,000	50,000	-	150,000	750,000	69,094	58,095	(10,999)	0.70%	0.22%	
Fertilizer												
Engro Fertilizer Limited	ENGRO	530,000	990,100	-	2,000	1,518,100	256,701	288,834	32,133	3.48%	0.11%	
Engro Corporation Limited	EFERT	-	325,000	-	250,000	75,000	23,326	22,779	(547)	0.27%	0.01%	
Fauji Fertilizer Bin Qasim Limited	FFBL	3,970,000	-	-	3,970,000	-	-	-	-	0.00%	0.00%	
Fatima Fertilizer Company Limited	FATIMA	-	6,301,140	-	-	6,301,140	336,551	375,233	38,681	4.52%	0.30%	
Fauji Fertilizer Company Limited	FFC	2,200,000	250,000	-	1,575,000	875,000	145,608	194,644	49,036	2.35%	0.07%	
Food & Personal Care Products												
At-Tahur Limited	PREMA	1,300,000	117,910	-	-	1,417,910	20,040	21,637	1,598	0.26%	0.65%	
National Foods Limited	NATF	500,000	4,900	-	-	504,900	88,210	86,843	(1,367)	1.05%	0.22%	
The Organic Meat Company Limited	TOMCL	-	-	-	-	-	-	-	-	0.00%	0.00%	
Pakistan Aluminium Beverage Cans Limited	PABC	-	-	-	-	-	-	-	-	0.00%	0.00%	
Glass & Ceramics												
Shabbir Tiles & Ceramics Limited***	STCL	7,750,000	720,000	-	200,000	8,270,000	119,754	114,622	(5,132)	1.38%	2.53%	
Tariq Glass Industries Limited	TGL	-	536,768	-	-	536,768	58,896	59,844	949	0.72%	0.31%	
Insurance												
Acamjee Insurance Company Limited**	AICL	900,000	1,850,000	-	-	2,750,000	98,635	89,155	(9,480)	1.07%	0.79%	
Miscellaneous												
Shifa International Hospitals*****	SHFA	1,503,044	-	-	56,301	1,446,743	212,107	256,045	43,938	3.09%	0.00%	
Pakistan Aluminium Beverage Cans Limited	PABC	-	675,000	-	-	675,000	53,373	51,827	(1,547)	0.62%	0.00%	
Synthetic Products Limited***	SPEL	4,150,000	-	-	4,150,000	-	-	-	-	0.00%	0.00%	
OIL & GAS EXPLORATION COMPANIES												
Mari Petroleum Company Limited	MARI	41,200	-	-	41,200	-	-	-	-	0.00%	0.00%	
Oil & Gas Development Company Limited	OGDC	1,300,000	1,250,000	-	-	2,550,000	351,198	365,747	14,549	4.41%	0.06%	
Pakistan Petroleum Limited	PPL	-	500,000	-	500,000	-	-	-	-	0.00%	0.00%	
Oil And Gas Marketing Companies												
Pakistan State Oil Company Limited	PSO	23,539	98,020	-	121,559	-	-	-	-	0.00%	0.00%	
Sui Northern Gas Pipelines Limited	SNGP	-	1,194,314	-	340,000	854,314	58,242	54,454	(3,788)	0.66%	0.00%	
Shell Pakistan Limited	SHEL	-	79,700	-	79,700	-	-	-	-	0.00%	0.00%	
Paper And Board												
Century Paper and Board Mills Limited	CEPB	150,000	1,024,900	-	-	1,174,900	31,627	29,326	(2,301)	0.35%	0.29%	
Packages Limited	PKGS	146,926	38,437	-	-	185,363	98,637	92,088	(6,549)	1.11%	0.21%	
							130,264	121,414	(8,850)	1.46%	0.50%	

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

Name of the investee company	Symbol	No. of shares				As at September 30, 2024			Market value as a % of net assets of the Fund	% of paid-up capital of the investee company	
		As at July 01, 2024	Purchased during the period	Bonus / Right issue during the period	Sold during the period	As at September 30, 2024	Carrying Value	Market value as at September 30, 2024			Unrealised (loss) / gain
***** (Rupees in '000) *****											
Shares of listed companies - fully paid ordinary shares of Rs.10 each, unless stated otherwise											
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited	ABOT	163,890	117,024	-	111,876	169,038	134,182	129,353	(4,829)	1.56%	0.17%
AGP Limited	AGP	1,857,993	48,434	-	1,906,427	-	-	-	-	0.00%	0.00%
Citi Pharma Limited	CPHL	4,482,833	750,000	-	150,000	5,082,833	149,833	177,137	27,304	2.14%	2.22%
Ferozsons Laboratories Limited	FEROZ	415,629	103,086	-	254,162	264,553	67,458	76,837	9,378	0.93%	0.61%
GlaxoSmithKline (Pakistan) Limited**	GLAXO	1,049,980	553,248	-	304,056	1,299,172	188,320	249,883	61,562	3.01%	0.41%
Haleon (Pakistan) Limited	HALEON	394,107	-	-	264,107	130,000	38,658	71,421	32,763	0.86%	0.11%
The Searle Company Limited	SEARL	-	2,300,000	-	-	2,300,000	136,635	130,985	(5,650)	1.58%	0.45%
							715,087	835,615	120,528	10.07%	3.97%
Power Generation & Distribution											
Hub Power Company Limited	HUBC	510,000	850,000	-	460,000	900,000	138,225	107,406	(30,819)	1.29%	0.07%
Lalpur Power Limited**	LPL	400,000	1,250,000	-	-	1,650,000	40,455	29,865	(10,590)	0.36%	0.43%
Nishat Chaurian Power Limited	NCPL	4,069,525	816,821	-	875,480	4,010,866	118,120	107,090	(11,029)	1.29%	1.09%
							296,800	244,361	(52,439)	2.95%	1.59%
Refinery											
Attock Refinery Limited	ATRL	172,000	20,000	-	-	192,000	67,613	61,774	(5,839)	0.74%	0.18%
							67,613	61,774	(5,839)	0.74%	0.18%
Technology & Communications											
Hum Network Limited	HUMNL	-	-	-	-	-	-	-	-	0.00%	0.00%
Systems Limited*****	SYS	978,000	30,995	-	150,000	858,995	359,456	348,657	(10,799)	4.20%	0.29%
							359,456	348,657	(10,799)	4.20%	0.29%
Textile Composite											
Gul Ahmed Textile Mills Limited	GATM	5,240,500	1,155,000	-	390,500	6,005,000	124,478	113,495	(10,984)	1.37%	0.81%
Interloop Limited	ILP	3,700,000	1,263,334	-	230,753	4,732,581	335,228	334,783	(445)	4.04%	0.34%
Nishat Chaurian Limited	NCL	5,753,979	1,160,000	-	238,064	6,675,915	172,228	155,477	(16,746)	1.87%	2.78%
Nishat Mills Limited**	NML	2,044,695	420,000	-	498,524	1,966,171	137,613	120,782	(16,831)	1.46%	0.56%
							769,547	724,536	(45,006)	8.73%	4.49%
Tobacco											
PAKISTAN TOBACCO COMPANY	PAKT	87,366	51,012	-	11,865	126,513	129,674	111,530	(18,144)	1.34%	0.05%
							129,674	111,530	(18,144)	1.34%	0.05%
Total as at September 30, 2024 (Un-Audited)							8,272,465	8,449,640	177,181		
Total as at June 30, 2024 (Audited)							5,768,671	6,975,458	1,206,787		

* These have a face value of Rs.1 per share

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

*** These transactions relates to shares of related parties

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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7. PAYABLE TO THE MANAGEMENT COMPANY

	September 30, 2024	June 30, 2024
	----- (Rupees in '000) -----	
Management remuneration payable	21,790	18,049
Sindh Sales Tax payable on remuneration of the Management Company	3,268	2,346
Allocated expenses payable	-	460
Selling and marketing expenses payable	-	5,233
Sales load payable	749	333
	<u>25,807</u>	<u>26,421</u>

7.1 As per the offering document, the Management Company has charged remuneration up to 4% of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.1.2 During the period, sales tax on management remuneration has been increased from 13% to 15%.

8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the fund has charged SECP fee at the rate of 0.095% of average Net Assets of the scheme, calculated on daily basis. The fee is paid to the commission on monthly basis in arrears.

		September 30, 2024	June 30, 2024
	Note	----- (Rupees in '000) -----	
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Federal Excise Duty payable on management remuneration	7.1	54,774	54,774
Federal Excise Duty payable on sales load		3,933	3,933
Unclaimed dividends		9,725	9,726
Brokerage payable		5,306	3,567
Auditors' remuneration		1,277	939
Withholding tax payable		603	22,794
Printing and related charges payable		65	40
Payable to legal advisor		27	36
		<u>75,710</u>	<u>95,809</u>

9.1 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty, as reported in the annual financial statements of the Fund for the year ended June 30, 2024. Had the provision for FED not been recorded in the condensed interim financial statements of the Fund, the net assets value of the Fund as at September 30, 2024 would have been higher by Re.1.3121 (June 2024: Re.1.15) per unit.

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at the June 30, 2024 and September 30, 2024.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

11 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income to be earned during current year to the unit holders as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore, no provision for taxation has been made in these condensed interim financial statements during the period. The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

12 EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company the determination of the same is not practicable.

11. TOTAL EXPENSE RATIO

The annualized total expense ratio (TER) of the Fund for the period ended september 2024 is 4.91% and this includes 0.71% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc.

12. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Regulations and constitutive documents of the Fund respectively.

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

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

12.1 Unit Holder's Fund

	For the quarter ended September 30, 2024 (Un-audited)							
	As at July 01, 2024	Issued for cash / conversion in transferred in	Redeemed / conversion out / transfer out	As at September 30, 2024	As at July 01, 2024 / transferred in	Issued for cash / conversion in transferred in	Redeemed / conversion out / transfer out	As at September 30, 2024
	(Number of units)		(Rupees in '000)					
MCB Investment Management Limited								
- Management Company	-	1,351,495	-	1,351,495	-	210,000	-	216,022
Group / associated companies								
Adamjee Life Assurance Company Limited - IMF	12,672,376	469,222	325,148	12,816,450	1,912,820	75,000	50,000	2,048,570
D.G. Khan Cement Company Limited Employees Provident Fund Trust	-	-	-	-	-	-	-	-
Adamjee Life Assurance Company Limited - MGF	-	56,517	24,406	32,111	-	8,700	3,750	5,133
Key Management Personnel	137,849	4,266	7,068	135,047	20,807	671	1,076	21,586
Mandate under discretionary portfolio services	1,449,097	247,034	493,651	1,202,480	218,733	37,680	73,032	192,203
Unit holders holding 10% or more*	5,357,455	-	-	5,357,455	808,676	-	-	856,331

* This reflects the position of related party / connected persons status as at September 30, 2024.

	For the quarter ended September 30, 2023 (Un-audited)							
	As at July 01, 2023	Issued for cash / conversion in transferred in	Redeemed / conversion out / transfer out	As at September 30, 2023	As at July 01, 2023 / transferred in	Issued for cash / conversion in transferred in	Redeemed / conversion out / transfer out	As at September 30, 2023
	(Number of units)		(Rupees in '000)					
MCB Investment Management Limited								
- Management Company	-	564,426	528,941	34,485	50,000	50,000	-	3,176
Group / associated companies								
Adamjee Life Assurance Company Limited - IMF	14,524,931	-	-	14,524,931	2,192,453	-	-	1,337,708
D.G. Khan Cement Company Limited Employees Provident Fund Trust	199,265	-	199,265	-	30,078	-	19,185	-
Key Management Personnel	105,887	46,525	8,539	143,873	15,983	4,122	833	13,250
Mandate under discretionary portfolio services	953,135	-	63,773	889,362	143,870	-	6,150	81,908
Unit holders holding 10% or more*	10,420,530	-	5,400,175	5,020,355	1,572,918	-	500,000	462,362

* This reflects the position of related party / connected persons status as at September 30, 2023.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	(Un-audited) September 30, 2024	(Un-audited) September 30, 2023
	----- (Rupees in '000) -----	
12.2 Transactions during the period:		
MCB Investment Management Limited		
Remuneration of the Management Company (including indirect taxes)	72,098	27,068
Marketing and Selling expense	-	13,514
Allocated Expenses	-	2,292
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee (including indirect taxes)	2,362	1,608
Central Depository Service charges	313	355
MCB Bank Limited		
Bank charges	14	-
Profit on balances with banks	9,911	3,365
Dividend income	5,087	-
Purchase of 600,000 shares(2023: 178,536) shares	132,110	23,247
Sale of 186,000 shares (2023: 178,536) shares	40,932	23,492
D.G. Khan Cement Company Limited		
Purchase of Nil shares (2023: 1,457,411) shares	-	67,485
Sale of Nil shares (2023: 516,000) shares	-	29,966
Nishat Mills Limited		
Purchase of 420,000 Shares (2023: 150,000) shares	27,719	10,406
Sale of 498,524 shares (2023: 226,000) shares	31,170	13,758
Dividend income	-	-
International Steels Limited		
Purchase of Nil Shares (2023: 1,862,883) shares	-	87,411
Sale of Nil shares (2023: 670,191) shares	-	31,886
Dividend income	-	3,682
Atlas Battery Limited		
Purchase of 17,773 shares (2023: NIL) shares	5,368	-
Sale of 17,773 shares (2023: NIL) shares	6,686	-
Dividend income	-	219
Adamjee Life Assurance Company Limited		
Purchase of NIL Shares (2023: NIL) shares	-	-
Sale of NIL shares (2023: NIL) shares	-	-
Dividend income	-	101,104
Lalpir Power Limited		
Purchase of NIL Shares (2023: NIL) shares	-	-
Sale of NIL shares (2023: NIL) shares	-	-
Dividend income	3,300	-
Adamjee Insurance Company Limited		
Purchase of NIL Shares (2023: NIL) shares	-	-
Sale of NIL shares (2023: NIL) shares	-	-
Dividend income	2,325	-

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	(Un-audited) September 30, 2022	(Audited) June 30, 2024
	----- (Rupees in '000) -----	
12.3 Balances outstanding at period end:		
MCB Investment Management Limited		
Remuneration payable	21,790	18,049
Sindh sales tax payable on remuneration	3,268	2,346
Sales load payable including related taxes	749	333
Payable against allocated expense	-	460
Fed tax payable on sale load	3,933	3,933
Payable against marketing and selling expenses	-	5,233
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	708	656
Sindh sales tax payable on remuneration	106	85
Security deposit	500	500
MCB Bank Limited		
Balance with bank	156,293	241,116
Profit receivable on bank balances	3,998	4,320
MCB Bank Limited		
485,000 shares (2024: 71,000 shares)	116,594	16,118
D.G. Khan Cement Company Limited		
Nil shares (2024: Nil shares)	-	-
Adamjee Life Assurance Company Limited		
Nil shares (2024: 101,104 shares)	-	-
Nishat Mills Limited		
1,996,171 shares (2024: 2,044,695 shares)	120,782	144,867
Atlas Battery Limited		
Nil shares (2024: Nil shares)	-	-
International Steels Limited		
Nil shares (2024: Nil shares)	-	-
Lalpir Power Limited		
1,650,000 shares (2024: 400,000 shares)	29,865	10,168
Adamjee Insurance Company Limited		
2,750,000 shares (2024: 900,000 shares)	89,155	32,319

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

13. FAIR VALUE MEASUREMENTS

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e., period end. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

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

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

Level 2: 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).

14. GENERAL

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

14.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. However, no significant rearrangements or reclassifications were made in these condensed interim financial statements to report.

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 21, 2024 by the Board of Directors of the Management Company.

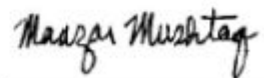
For MCB Investment Management Limited
(Management Company)



Chief Executive Officer



Chief Financial Officer



Director

MCB INVESTMENT MANAGEMENT LIMITED

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

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

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