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## FUND'S INFORMATION

Management Company:	ABL Asset Management Company Limited 11 - B, Lalazar M. T. Khan Road, Karachi.	
Board of Directors	Sheikh Mukhtar Ahmed Mr. Khalid A. Sherwani Mr. Muhammad Waseem Mukhtar Mr. Kamran Nishat Mr. M. Shakeb Murad Mr. M. Jawaid Iqbal Mr. Zia Ijaz Mr. Farid Ahmed Khan	Chairman       CEO
Audit Committee:	Mr. Kamran Nishat Mr. Muhammad Waseem Mukhtar Mr. Zia Ijaz	Chairman Member Member
Human Resource Committee:	Mr. Jawaid Iqbal Mr. Kamran Nishat Mr. Farid Ahmed Khan	Chairman Member Member
Chief Executive Officer of The Management Company:	Mr. Farid Ahmed Khan	
Chief Financial Officer & Company Secretary:	Mr. Saqib Matin	
Chief Internal Auditor:	Mr. Mubeen Ashraf Bhimani	
Trustee:	MCB Financial Services Ltd 3rd Floor, Adamjee House, I.I. Chundrigar Road, Karachi.	
Bankers to the Fund:	Allied Bank Limited Bank Al- Falah Limited United Bank Limited	
Distributor:	Allied Bank Limited Standard Chartered Bank (Pakistan) Limited FundShop - Investment Solutions	
Auditor:	M.Yousuf Adil Saleem & Co. Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Shara-e-Faisal, Karachi.	
Legal Advisor:	Bawany & Partners Room No. 404, 4th Floor Beaumont Plaza, 6 - C1 - 10, Beaumont Road, Civil Lines, Karachi.	
Registrar:	ABL Asset Management Company Limited. 11 - B, Lalazar, M. T. Khan Road, Karachi.	

## REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL AMC Capital Protected Fund (ABL AMC-CPF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL AMC Capital Protected Fund for the period ended December 31, 2012.

### ECONOMIC PERFORMANCE REVIEW

Pakistan's economic landscape somewhat stabilized during 1HFY13, but remains prone to growing challenges on the fiscal and political front. Key economic indicators showed some resilience despite continuous poor law and order situation, mounting political noise, acute energy shortages, and heavy Government spending and high international oil prices. Release of coalition support funds to the tune of USD1.8bn rescued the weak external account and fiscal deficit situation with the current account posting a surplus of USD250mn for 1HFY13. Provisional 1HFY13 fiscal deficit of 2.4% implied that the situation is not yet out of control, especially in the event of revenue shortfall (PKR897bn collected vs. target of PKR962bn) and high government subsidies ahead of elections. CPI numbers were also highly encouraging, as inflation averaged 8.32% in the first 6 month of this fiscal year compared to 10.87% during the corresponding period of last year. Controlled food inflation and Supreme Court's decision to slash CNG prices significantly contributed to the dip in CPI figures.

Taking cue from the encouraging CPI figures and steady current account situation, monetary authorities adopted a pro-growth stance, slashing the policy rate by 250bps during 1HFY13 to 9.5%. This implied that the discount rate was back in single digits after a break of 66 months. However, even such a steep decline in interest rates failed to ignite the economy or cause any excitement at the capital markets. Private sector credit off take remained subdued (PKR74bn for 1HFY13) while Government borrowing from commercial banks escalated (PKR746bn for 1HFY13). Overall M2 growth was witnessed at 6.98% for 1HFY13 (PKR534bn) with NFA just about breaking even. Indeed the key area of concern was the continuous slide of the Rupee against the USD (1HFY13 depreciation 2.76%) in midst of depleting FX reserves (USD13.8bn in December vs. USD15.3bn at June 2012) emanating from IMF debt repayments (USD1.2bn principal repayments during 1HFY13) and high import bill. FDI also remained disappointing at USD563mn as poor security situation and continuous political uncertainty hampered flows. Healthy remittances recorded at USD7.1bn (+12.5% YoY), however, provided some respite.

### MARKET OVERVIEW

Equity market performed exceptionally well with turnover picking up during the period under review. The benchmark KSE-100 index hit an all-time high of 16,943 points and eventually closed the year at 16,905 points, + 22% YTD (CY12 + 48%). This strong performance was primarily attributable to cement, oil, textiles and index heavy weight banking scrips like MCB and National Bank. During the period, average daily volume traded was recorded at 149mn shares (up 150% YoY), while value traded clocked in at USD44million (+ 37% YoY). Release of

coalition support funds and extensive monetary easing by the central bank amid declining inflation provided added support to an already prevailing bullish sentiment. Foreign flows were also encouraging with FIPI recorded at USD 157.5mn as against an outflow during the corresponding period of last year. At year end, the market was trading at an attractive 2013 E P/E of 6.7x and dividend yield of 7.7% which stacks well when compared to regional peers.

#### **MUTUAL FUND INDUSTRY REVIEW**

Total assets under management (AUMs) of Pakistan's open end mutual fund industry declined by 13.7% in 1HFY13 to close at PKR 309 billion in December 2012. The drop was primarily due to withdrawals by banks in Money Market and Government Securities Funds, as changes in tax rates reduced the tax efficiency of mutual funds. Fixed Income category (comprising of Income, Aggressive Income and Cash funds) registered a decline of PKR 65 billion (-27%) in 1HFY13 to PKR 179 billion as at December 2012. However, lower interest rates and healthy corporate results helped equity funds to post positive growth in fund sizes as stock, balanced and asset allocation funds grew by 1.18%, 8.50% and 41.56% respectively.

Equity funds' AUMs rose to PKR 52.8bn at end 2012. This translates into net reduction of AUMs adjusting for strong market performance. The trend continues to reflect investors' aversion to risky asset classes amidst deteriorating political and local macro variables. We, however, expect this trend to reverse as investors seek high return generating asset classes in falling interest rates scenario.

#### **FUND PERFORMANCE**

During 1HFY13, ABL-CPF increased by 7.5% as against 4.9% increase in its benchmark, which reflects an outperformance of 260 basis points. The fund benefited from robust equity performance as well as higher Term Deposit Rate in a declining interest rate environment.

ABL AMC Capital Protected Fund earned total income of PKR 19.23 mn for the half-year ended December 31, 2012 mainly out of which PKR 9.08 mn was earned from unrealized appreciation on revaluation of investments, PKR 6.05 mn was earned from dividend income and PKR 2.20 mn was capital gain on sale of securities. After accounting for expenses of PKR 3.79 mn (comprising mainly of the management fee of PKR 2.84mn) net income from operating activities for the half-year ended December 31, 2012 stood at PKR 15.43mn. With the net element of income/(loss) and capital gains/(losses) of PKR 1.11 mn included in the prices of units issued less those in units redeemed and PKR 0.32 mn provision for Workers' Welfare Fund, the net income for the quarter ended December 31, 2012 stood at PKR 16.22 mn.

#### **AUDITORS**

M/s. Yousuf Adil Saleem & Co. (Chartered Accountants), have been appointed as auditors for the year ending June 30, 2013 for ABL AMC Capital Protected Fund (ABL AMC-CPF).

**MANAGEMENT QUALITY RATING**

On January 10, 2013, JCR-VIS Credit Rating Company Limited maintained the Management Quality Rating of ABL Asset Management Company Limited (ABL AMC) at 'AM 2-' (AM Two Minus). Outlook on the assigned rating has been revised from 'Stable' to 'Positive'

**OUTLOOK**

Looking ahead to next quarter, investors will closely track developments on foreign flows. Results season, expected to kick off in late January, will too add to excitement as major counters announce their year-end results. We expect CY 2013 to be another strong year for equity investments. Our strategy is to maintain maximum exposure in equities in the active portion of the portfolio as low interest rates w.r.t earning yields have reduced the incentive to sit on cash.

**ACKNOWLEDGEMENT**

We thank our valued investors who have placed their confidence in us. The Board is also thankful to Securities & Exchange Commission of Pakistan, the Trustee (MCB Financial Services Limited) and the management of Islamabad Stock Exchange (Guarantee) Limited for their continued guidance and support. The Directors also appreciate the efforts put in by the management team.

For and on behalf of the Board

  
**FARID AHMED KHAN**  
Chief Executive Officer

Karachi, February 15, 2013

## ABL AMC CAPITAL PROTECTED FUND TRUSTEE REPORT TO THE UNIT HOLDERS



### REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

#### ABL AMC CAPITAL PROTECTED FUND

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

ABL AMC Capital Protected Fund, an open-end Scheme established under a Trust Deed dated July 29, 2011 executed between ABL Asset Management Company Limited, as the Management Company and MCB Financial Services Limited, as the Trustee. The units of the Fund were initially offered for public subscription at par from May 30, 2012 to May 31, 2012.

1. ABL Asset Management Company Limited, the Management Company of ABL AMC Capital Protected Fund has, in all material respects, managed ABL AMC Capital Protected Fund during the period ended 31<sup>st</sup> December 2012 in accordance with the provisions of the following:
  - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
  - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
  - (iii) the creation and cancellation of units are carried out in accordance with the deed;
  - (iv) and any regulatory requirement

Khawaja Anwar Hussain  
Chief Executive Officer  
MCB Financial Services Limited

Karachi: February 21, 2013

3rd Floor, Adamjee House, I. I. Chundrigar Road, Karachi - 74000  
Direct Nos. 021-32430485, 32415454, 32415204, 32428731 PABX No. 021-32419770, Fax No. 021-32416371  
Website: <http://www.mcbfsl.com.pk>

**ABL AMC CAPITAL PROTECTED FUND  
AUDITORS REPORT TO THE UNIT HOLDERS ON REVIEW OF  
CONDENSED INTERIM FINANCIAL INFORMATION**

**Deloitte.**

**M. Yousuf Adil Saleem & Co**  
Chartered Accountants  
Cavish Court, A-35, Block 7 & 8  
KCHSU, Sharea Faisal,  
Karachi-75350  
Pakistan

Phone: +92 (0) 21- 3454 6494-7  
Fax: +92 (0) 21- 3454 1314  
Web: www.deloitte.com

**AUDITORS' REPORT  
TO THE UNIT HOLDERS ON REVIEW OF INTERIM FINANCIAL INFORMATION**

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **ABL AMC Capital Protected Fund** (the Fund) as at December 31, 2012, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and notes to the accounts for the period from April 13, 2012 to December 31, 2012 (here-in-after referred to as the 'interim financial information'). ABL Asset Management Company Limited (the Management Company) is responsible for the preparation and fair presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the three month period ended December 31, 2012 have not been reviewed, as we are required to review only the cumulative figures for the period from April 13, 2012 to December 31, 2012.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the period from April 13, 2012 to December 31, 2012 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

*M. Yousuf Adil Saleem*

**Chartered Accountants**

**Engagement Partner:**  
Nadeem Yousuf Adil

**Place:** Karachi  
**Date:** February 15, 2013

Member of  
**Deloitte Touche Tohmatsu Limited**

**ABL AMC CAPITAL PROTECTED FUND  
CONDENSED INTERIM STATEMENT OF  
ASSETS AND LIABILITIES (UN-AUDITED)**

AS AT DECEMBER 31, 2012

	December 31, 2012
	-----Rupees-----
<b>ASSETS</b>	
Balances with banks	3,101,988
Investments	337,513,836
Profit receivable and prepayments	17,085,443
Preliminary expenses and floatation costs	1,983,869
<b>Total assets</b>	<b>359,685,136</b>
<b>LIABILITIES</b>	
Payable to ABL Asset Management Company Limited - Management Company	3,360,876
Payable to MCB Financial Services Limited - Trustee	24,103
Payable to Securities and Exchange Commission of Pakistan	151,630
Accrued expenses and other liabilities	220,514
<b>Total liabilities</b>	<b>3,757,123</b>
<b>NET ASSETS</b>	<b>355,928,013</b>
<b>UNITS HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>	<b>355,928,013</b>
Contingencies and commitments	---
	--Number of units--
Number of units in issue	33,006,145
	-----Rupees-----
<b>NET ASSETS VALUE PER UNIT</b>	<b>10.7837</b>
<b>FACE VALUE PER UNIT</b>	<b>10.0000</b>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR



## ABL AMC CAPITAL PROTECTED FUND CONDENSED INTERIM INCOME STATEMENT (UN AUDITED)

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

	For the period from April 13, 2012 to December 31, 2012	For the quarter ended December 31, 2012
Note	-----Rupees-----	
<b>INCOME</b>		
Return / mark up on bank balances and term deposit receipts	22,589,282	9,835,331
Net gain on sale of investments	8,322,545	3,604,722
Income from government securities	18,096	-
Dividend Income	707,500	707,500
Back end load	126,072	53,782
<b>Total Income</b>	<b>31,763,495</b>	<b>14,201,335</b>
Unrealised gain on re-measurement of investments 'at fair value through profit or loss - held for trading' - net	5.4 <u>1,063,353</u>	<u>(346,616)</u>
	<u>32,826,848</u>	<u>13,854,719</u>
<b>EXPENSES</b>		
Remuneration of ABL Asset Management Company Limited - Management Company	3,032,585	1,327,549
Sindh sales tax on remuneration of Management Company	485,215	212,411
Remuneration of MCB Financial Services Limited - Trustee	161,737	70,802
Annual fee to Securities and Exchange Commission of Pakistan	151,629	66,377
Brokerage expense and other transaction costs	634,003	259,973
Auditors' remuneration	135,460	58,236
Amortisation of preliminary expenses and floatation costs	822,768	353,675
Printing charges and related costs	54,338	23,368
Rating fee	81,314	34,960
Annual listing fee	15,039	2,522
Settlement and bank charges	32,942	15,149
<b>Total operating expenses</b>	<b>5,607,030</b>	<b>2,425,022</b>
<b>Net income from operating activities</b>	<b>27,219,818</b>	<b>11,429,697</b>
Element of income/ (loss) and capital gains/ (losses) included in prices of units issued less those in units redeemed-net	(193,371)	(123,019)
Provision for Workers' Welfare Fund	14 -	-
<b>Net income for the period before taxation</b>	<b>27,026,447</b>	<b>11,306,678</b>
Taxation	15 -	-
<b>Net income for the period after taxation</b>	<b>27,026,447</b>	<b>11,306,678</b>
<b>Earnings per unit</b>	16	

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR

**ABL AMC CAPITAL PROTECTED FUND  
CONDENSED INTERIM STATEMENT OF  
COMPREHENSIVE INCOME (UN AUDITED)**

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

	For the period from April 13, 2012 to December 31, 2012	For the quarter ended December 31, 2012
	-----Rupees-----	
Net income for the period after taxation	27,026,447	11,306,678
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<u><u>27,026,447</u></u>	<u><u>11,306,678</u></u>

The annexed notes 1 to 19 form an integral part of these condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR

 ABL Asset Management  
Discover the potential

  
ABL AMC CAPITAL PROTECTED FUND

**ABL AMC CAPITAL PROTECTED FUND  
CONDENSED INTERIM DISTRIBUTION  
STATEMENT (UN AUDITED)**

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

**For the period  
from April 13,  
2012 to  
December 31,  
2012**

-----Rupees-----

Net income for the period	27,026,447
First interim distribution at the rate of Rs.0.0347 per unit declared on June 25, 2012	
- bonus units (issued 116,075 units @ Rs. 10 per unit )	(1,160,753)
Undistributed income carried forward	<u><u>25,865,694</u></u>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR

**ABL AMC CAPITAL PROTECTED FUND  
CONDENSED INTERIM STATEMENT OF MOVEMENT  
IN UNIT HOLDERS' FUND (UN AUDITED)**

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

**For the period  
from April 13,  
2012 to  
December 31,  
2012**

-----Rupees-----

Net Assets at the beginning of the period	-
Issuance of 33,500,929 units	335,010,164
Redemption of 610,859 units	(6,301,968)
	328,708,196
Issuance of 116,075 bonus units	1,160,753
Element of income and capital gains included in prices of units issued less those in units redeemed	
- amount representing income and capital gains - transferred to Income Statement	193,371
Other net income for the period	17,640,548
Net capital gain on sale of investments	8,322,545
Unrealised gain on re-measurement of investments at fair value through profit or loss - held for trading' - net	1,063,353
First interim distribution at the rate of Rs. 0.0347 per unit declared on June 25, 2012	
- bonus units ( issued 116,075 @ Rs. 10 per unit )	(1,160,753)
	25,865,693
<b>Net assets at the end of the period</b>	<b>355,928,013</b>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR

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ABL AMC CAPITAL PROTECTED FUND

## ABL AMC CAPITAL PROTECTED FUND CONDENSED INTERIM CASH FLOW STATEMENT (UN AUDITED)

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

	Note	For the period from April 13, 2012 to December 31, 2012 ----Rupees----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation		27,026,447
<b>Adjustments:</b>		
Unrealised gain on re-measurement of investments 'at fair value through profit or loss held for trading' - net		(1,063,353)
Dividend income		(707,500)
Return / markup on :		
-Government Securities		(18,096)
-Bank Balances and term deposits		(22,589,282)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed		193,371
Amortisation of preliminary expenses and floatation costs		822,768
		3,664,355
<b>Increase in assets</b>		
Investments - net		(336,450,484)
Profit receivable and prepayments		(17,085,443)
Preliminary expenses and floatation costs		(2,806,637)
		(356,342,564)
<b>Increase in liabilities</b>		
Payable to ABL Asset Management Company Limited - Management Company		3,360,876
Payable to MCB Financial Services Limited - Trustee		24,103
Payable to Securities and Exchange Commission of Pakistan		151,630
Accrued expenses and other liabilities		220,514
		3,757,123
Dividend received		707,500
Return / markup received		22,607,378
<b>Net cash used in operating activities</b>		<b>(325,606,208)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received from issuance of units		335,010,164
Amounts paid on redemption of units		(6,301,968)
<b>Net cash generated from financing activities</b>		<b>328,708,196</b>
<b>Net increase in cash and cash equivalents during the period</b>		<b>3,101,988</b>
Cash and cash equivalents at the beginning of the period		-
<b>Cash and cash equivalents at the end of the period</b>	4	<b>3,101,988</b>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR

## ABL AMC CAPITAL PROTECTED FUND NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN AUDITED)

FOR THE PERIOD FROM APRIL 13, 2012 TO DECEMBER 31, 2012

### 1 LEGAL STATUS AND NATURE OF BUSINESS

ABL AMC Capital Protected Fund (the Fund) has been established under a Trust Deed, dated on July 29, 2011, between ABL Asset Management Company Limited as the Management Company, a company incorporated under the Companies Ordinance, 1984 and MCB Financial Services Limited (MCBFSL) as the Trustee, also incorporated under the Companies Ordinance, 1984.

The Management Company of the Fund has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to undertake asset management services as a Non Banking finance company on December 07, 2007. The registered office of ABL Asset Management Company is situated at 11-B, Lalazar, M.T Khan Road, Karachi.

The Fund is an open ended fund categorized as Capital Protected Fund with maturity of 2 years and is listed on the Islamabad Stock Exchange. The units of the Fund were initially offered for public subscription at par from May 30, 2012 to May 31, 2012. After the Initial Offer, the Fund shall remain closed for receiving further investment. However, the Management Company with the prior approval of the Securities and Exchange Commission of Pakistan (SECP), approval of the Trustee and after giving seven (7) days' notice to the existing unit holders, may re-open the Fund for taking Investment from time to time.

The Fund consists of two segments, a Capital and Return Protected Segment and an Investment Segment. The Capital Protected Segment aims at protecting investors' capital by investing a minimum of 94.75% of total initial size of the Fund in bank deposits having long term credit rating of at least 'AA-' (Double A minus). The remaining portion of the Fund other than Capital and Return Protected Fund is called Investment Segment. To enhance the Fund's overall return, Investment Segment will be invested in equity markets or any other permissible investment instrument that the Management Company feels would be appropriate to maximize returns.

This is the first year of operations of the Fund and JCR-VIS Credit Rating Company Limited has been appointed as the rating company. The rating company has assigned Management Quality Rating of 'AM2-' (Stable outlook) to the Management Company.

Title to the assets of the Fund are held on in the name of the MCB Financial Services Limited as a trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34 - "Interim Financial Reporting", provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2033 (the Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). In case, the requirements differ, the provisions or directives of the Companies Ordinance, 1984, the Rules and the Regulations, 2008 shall prevail.

This condensed interim financial information comprises of condensed interim statement of assets and liabilities, condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of movement in unit holders' funds, condensed interim cash flow statement and the notes forming part thereof.

The SECP granted exemption to the Company from preparing and publishing the financial statements of the Fund from the period ended June 30, 2012 and allowed to cover the said period in the financial statements to be prepared for the year ending June 30, 2013. Furthermore, the first quarterly statements of the Fund were allowed to be prepared and published covering the said period. Accordingly, this condensed interim financial report covers the period from April 13, 2012 to December 31, 2012.

This condensed interim financial information is un-audited. However, a limited scope review has been performed by the external auditors in accordance with the requirements of clause (xxi) of the Code of Corporate Governance.

## 2.2 Basis of Measurement

This condensed interim financial information has been prepared under the historical cost convention except for investments which are stated at fair value.

## 2.3 Functional and presentation currency

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

## 2.4 New accounting standards / amendments and IFRS interpretations that are effective for the period ended December 31, 2012

The following standards, amendments and interpretations are effective for the period ended December 31, 2012. These standards, interpretations and the amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

Amendments to IFRS 7 - Financial Instruments: Disclosures - Transfer of financial assets	Effective from accounting period beginning on or after July 01, 2012
Amendments to IFRS 7 - Financial Instruments: Disclosures - Transfer of financial assets	Effective from accounting period beginning on or after July 1, 2011
Amendments to IAS 12 - Income Taxes – Deferred Tax: Recovery of Underlying Assets	Effective from accounting period beginning on or after January 1, 2012

### New accounting standards and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for annual periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

Amendments to IAS 1 - Presentation of Financial Statements – Clarification of Requirements for Comparative information	Effective from accounting period beginning on or after January 01, 2013
Amendments to IAS 32 Financial Instruments: Presentation - Tax effects of distributions to holders of an equity instrument, and transaction costs of an equity transaction	Effective from accounting period beginning on or after January 01, 2013
Amendments to IAS 32 Financial Instruments: Presentation - Offsetting financial assets and financial liabilities	Effective from accounting period beginning on or after January 01, 2014

Amendments to IAS 34 - Interim Financial Reporting -  
Interim reporting of segment information for total  
assets and total liabilities

Effective from accounting period  
beginning on or after January 01, 2013

Amendments to IFRS 7 Financial Instruments: Disclosures  
- Offsetting financial assets and financial liabilities

Effective from accounting period  
beginning on or after January 01, 2013

Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 - First Time Adoption of International Financial Reporting Standards
- IFRS 9 - Financial Instruments
- IFRS 13 - Fair Value Measurement

## 2.5 Critical accounting judgments and estimates

The preparation of condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires management to exercise its judgment in the process of applying the Fund's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

In the process of applying the Fund's accounting policies, management has made the following estimates and judgments which are significant to the financial statements.

- (a) classification of financial assets (Note 3.2.1)
- (b) impairment of financial assets (Note 3.2.5)
- (c) provisions (Note 3.6)

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These accounting policies set out below have been applied consistently to all periods presented in this condensed interim financial information:

### 3.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

### 3.2 Financial assets

#### 3.2.1 Classification

The management of the Fund determines the appropriate classification of its investments at the time of purchase and classifies these investments at fair value through profit or loss, loans and receivables or available for sale.

#### a) Investments at fair value through profit or loss

An investment that is acquired principally for the purpose of generating profit from short-term fluctuations in prices is classified as "fair value through profit or loss - held-for-trading".



**b) Loans and receivables**

These are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market.

**c) Available for sale**

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (i) loans and receivables, (ii) held to maturity investments or (iii) financial assets at fair value through profit or loss.

**3.2.2 Regular way contracts**

All regular purchases / sales of investments are recognized on the trade date i.e. the date that the Fund commits to purchase / sell the investments. Purchases / sales of investments require delivery of securities within the time frame established by the regulations.

**3.2.3 Initial recognition and measurement**

Financial assets 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 are expensed out in the income statement.

**3.2.4 Subsequent measurement**

**a) Financial assets 'at fair value through profit or loss' and 'available for sale'**

Subsequent to initial recognition, financial assets designated by the management as 'at fair value through profit or loss' and 'available for sale' are valued as follows:

- **Basis of valuation of equity securities**

The investments of the Fund in equity securities are valued on the basis of closing quoted market prices available at the stock exchange. A security listed on the stock exchange for which no sale is reported on the reporting date is valued at its last sale price on the next preceding date on which such exchange is open and if no sale is reported for such date the security is valued at an amount neither higher than the closing asked price nor lower than the closing bid price.

Net gains and losses arising on changes in fair value of available for sale financial assets are taken to 'statement of comprehensive income' until these are derecognised or impaired. At this time, the cumulative gain or loss, previously recognised directly in the 'statement of comprehensive income', is transferred to the 'income statement'.

- **Basis of valuation of government securities**

The investment of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan.

Net gains and losses arising on changes in the fair value of financial assets carried at fair value through profit or loss are taken to the 'income statement'.

**b) Loans and receivables**

Subsequent to initial recognition financial assets classified as 'loans and receivables' are carried at amortised cost using the effective interest method.

Gain or loss is also recognised in the "Income Statement" when financial assets carried at amortised cost are derecognised or impaired, and through the amortisation process.

### 3.2.5 Impairment

The Fund assesses at each balance sheet date whether there is objective evidence that the financial asset or a group of financial assets is impaired.

#### a) Equity Securities

In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered, among other indicators, as an indicator that the securities are impaired. If any such evidence exists for 'available for sale' financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in 'income statement' is reclassified from 'unit holders' fund' to 'income statement'. Impairment losses recognised on equity instruments are not reversed through 'income statement'.

#### b) Financial Assets other than Equity Securities

For financial assets other than equity securities, the amount of the provision is determined based on the provisioning criteria specified by the Securities and Exchange Commission of Pakistan (SECP).

### 3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

### 3.2.7 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities 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 realise the assets and settle the liabilities simultaneously.

### 3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

### 3.4 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of two years, as per the requirement of the Trust Deed of the Fund and the NBFC Regulations 2008.

### 3.5 Payables and Accruals

Payables and accruals are carried at cost which is the fair value of consideration to be paid in the future for the services received whether billed or not to the Fund.

### 3.6 Provisions

Provisions are recognised when the Fund 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

### 3.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company based on the applications received by the distributors during business hours of that day. The offer price represents the net asset value per unit as of the close of the business day plus the allowable front end load, provision for transaction costs and any provision for duties and charges, if applicable. Currently the Fund is charging sales load (front end load) at the rate of 1.75% of the Net Assets Value per unit.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption requests during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable. Back end loads are recorded as income of the Fund.

### 3.8 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of income per unit and distribution of income already paid out on redemption.

The Fund records that portion of the element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period which pertains to unrealised gains / (losses) held in the Unit Holder's Funds in a separate reserve account and any amount remaining in this reserve account at the end of an accounting period (whether gain or loss) is included in the amount available for distribution to the unit holders. The remaining portion of the element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period is recognised in the income statement.

However, there is no element of income / (loss) and capital gain / (loss) relating to units issued and redeemed during the current accounting period which pertains to unrealized gains / (losses) held in the Unit Holder's Fund as the Fund has not classified any investment as 'available for sale' during the period ended December 31, 2012.

### 3.9 Revenue recognition

- Dividend income on equity securities is recognised in the income statement when the right to receive dividend is established.
- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Profit on bank deposits and income from government securities is recognised on an accrual basis.
- Unrealised gains / (losses) arising on re-measurement of investments classified as '-held-for-trading' in the period in which they arise.

### 3.10 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. The Management Company intends to distribute not less than 90% of the annual accounting income to comply with the above stated clause. Accordingly, no provision for taxation has been made in this condensed interim financial information.

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. Accordingly, no provision for taxation has been made in this condensed interim financial statement.

### 3.11 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

### 3.12 Net assets value per unit

The net assets value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the period end.

### 3.13 Proposed distributions

Distributions declared subsequent to the reporting date are considered as non-adjusting events and are recognised in financial statements in the period in which such distributions are declared.

	Note	December 31 2012 (Un-audited) ---Rupees---
<b>4</b>		
<b>BALANCES WITH BANKS</b>		
Saving accounts	4.1	<u>3,101,988</u>
4.1	These accounts carrying mark-up rates ranging from 6.00% to 9.25% per annum.	
<b>5</b>		
<b>INVESTMENTS</b>		
<b>- At fair value through profit or loss - held-for-trading</b>		
Listed equity securities	5.1	24,956,840
Government securities	5.2	-
		<u>24,956,840</u>
<b>-Loans and receivables</b>		
Term deposit receipt	5.3	312,556,996
		<u>337,513,836</u>

## 5.1 Listed equity securities

Shares of listed companies - fully paid ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of investee company	Number of Shares				Balance as at December 31, 2012			Market value as a percentage of net assets	Market value as a percentage of investment	Market value as a percentage of paid-up capital of investee company	
	As at April 13, 2012	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at December 31, 2012	Carrying value	Market value				Appreciation
-----Rupees-----											
<b>Oil and gas</b>											
Pakistan Oilfields Limited	-	23,500	-	12,500	11,000	4,743,250	4,812,940	69,690	1.35%	1.43%	0.20%
Pakistan Petroleum Limited	-	13,000	-	13,000	-	-	-	-	-	-	0.00%
	-	36,500	-	25,500	11,000	4,743,250	4,812,940	69,690	1.35%	1.43%	0.20%
<b>Chemicals</b>											
Engro Corporation Limited	-	52,000	-	52,000	-	-	-	-	-	-	0.00%
Fatima Fertilizer Company Limited	-	170,000	-	170,000	-	-	-	-	-	-	0.00%
Fauji Fertilizer Company Limited	-	58,900	-	58,900	-	-	-	-	-	-	0.00%
ICI Pakistan Limited	-	35,019	-	35,019	-	-	-	-	-	-	0.00%
	-	315,919	-	315,919	-	-	-	-	-	-	0.00%
<b>Construction and materials</b>											
Alko Nobel Pakistan	-	5,019	-	5,019	-	-	-	-	0.00%	0.00%	0.00%
D.G. Khan Cement Company Limited	-	540,000	-	540,000	-	-	-	-	0.00%	0.00%	0.00%
Fauji Cement Company Limited	-	549,000	-	-	549,000	3,698,590	3,590,460	(108,130)	1.01%	1.06%	0.03%
Fecto Cement Limited	-	321,500	-	261,500	60,000	1,387,502	2,077,800	690,298	0.58%	0.62%	0.41%
Kohat Cement Company Limited	-	194,000	-	194,000	-	-	-	-	0.00%	0.00%	0.00%
Maple Leaf Cement Factory Limited	-	773,500	-	773,500	-	-	-	-	0.00%	0.00%	0.00%
	-	2,383,019	-	1,774,019	609,000	5,086,092	5,668,260	582,168	1.59%	1.68%	0.44%
<b>General Industrials</b>											
Packages Limited	-	10,000	-	-	10,000	1,547,125	1,511,600	(35,525)	0.42%	0.45%	0.18%
	-	10,000	-	-	10,000	1,547,125	1,511,600	(35,525)	0.42%	0.45%	0.18%
<b>Personal Goods (Textile)</b>											
Gadon Textile Limited	-	13,000	-	-	13,000	1,487,000	1,521,390	34,390	0.43%	0.45%	0.65%
Nishat Mills Limited	-	101,000	-	-	101,000	6,271,070	6,448,850	177,780	1.81%	1.91%	0.18%
	-	114,000	-	-	114,000	7,758,070	7,970,240	212,170	2.24%	2.36%	0.83%
<b>Fixed line Telecommunication</b>											
Pakistan Telecommunication Company Limited											
Company Limited	-	1,015,000	-	1,015,000	-	-	-	-	0.00%	0.00%	0.00%
Telecard Limited	-	1,260,000	-	1,260,000	-	-	-	-	0.00%	0.00%	0.00%
	-	2,275,000	-	2,275,000	-	-	-	-	0.00%	0.00%	0.00%
<b>Commercial Banks</b>											
Askari Bank Limited	-	290,000	-	-	290,000	4,758,950	4,993,800	234,850	1.40%	1.48%	0.06%
Bank Al Falah Limited	-	150,000	-	150,000	-	-	-	-	0.00%	0.00%	0.00%
	-	440,000	-	150,000	290,000	4,758,950	4,993,800	234,850	1.40%	1.48%	0.06%
<b>Total December 31, 2012</b>	-	<b>5,574,438</b>	-	<b>4,540,438</b>	<b>1,034,000</b>	<b>23,893,487</b>	<b>24,956,840</b>	<b>1,063,353</b>	<b>7.0%</b>	<b>7.4%</b>	<b>1.7%</b>

## 5.2 Government securities - Market Treasury Bills

- Face value of Rs. 100,000 each unless otherwise stated.

Issue date	Face value	Tenor	Face Value		Balance as at December 31, 2012			Market value as a percentage of net assets	Market value as a percentage of total Investments
	As at April 13, 2012		Purchases during the period	Disposed / matured during the period	Balance as at December 31, 2012	Cost	Market value		
-----Rupees-----									
May 31, 2012	-	12 Months	4,700,000	4,700,000	-	-	-	-	-
<b>Total December 31, 2012</b>	-		<b>4,700,000</b>	<b>4,700,000</b>	-	-	-	-	-

## 5.3 Term Deposit Receipt carries mark-up rate of 12.38% per annum and will mature on June 01, 2014.

		December 31, 2012
		-----Rupees-----
		(Un-audited)
5.4	<b>Unrealised gain on re-measurement of investments at 'fair value through profit or loss -held-for-trading' - net</b>	
	Market value of investments	24,956,840
	Less: Carrying value of securities	23,893,487
		<u>1,063,353</u>
6	<b>PROFIT RECEIVABLE AND PREPAYMENTS</b>	
	Profit receivable on term deposit account	17,067,715
	Profit receivable on saving accounts	12,767
	Prepaid listing fee	4,961
		<u>17,085,443</u>
7	<b>PRELIMINARY EXPENSES AND FLOATATION COSTS</b>	
	Balance as at beginning of the period	2,806,637
	Less: Amortisation during the period	(822,768)
	Balance as at December 31, 2012	<u>1,983,869</u>
8	<b>PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY</b>	
	Management fee	8.1 451,929
	Sindh sales tax payable	72,310
	Initial deposit Payable	30,000
	Preliminary expenses and floatation costs	2,806,637
		<u>3,360,876</u>
8.1	Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding 3% of the average annual net assets of the Fund and thereafter of an amount equal to 2% of such assets of the Fund. In the current period, the Management Company has charged remuneration at the rate of 1.5% of net assets of the Fund. The amount of remuneration is being paid monthly in arrears.	
9	<b>PAYABLE TO MCB FINANCIAL SERVICES LIMITED-TRUSTEE</b>	
	Trustee fee	9.1 24,103
		<u>24,103</u>
9.1	Under the provisions of the Trust Deed, the Trustee is entitled to a remuneration consisting of reimbursement of actual custodial expenses/charges plus the following tariff:	
	Tariff per annum	
	Rs. 250,000/- or 0.08% per annum of NAV whichever is higher.	

**December 31,  
2012**  
-----Rupees-----  
**(Un-audited)**

**10 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

Annual fee	10.1	<u><u>151,630</u></u>
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**10.1** Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008, Capital Protected Funds are required to pay as annual fee to the SECP, an amount equal to 0.075 percent of the average annual net assets of the scheme. The Fund has been categorized as a Capital Protected Scheme by the Management Company.

**December 31,  
2012**  
-----Rupees-----  
**(Un-audited)**

**11 ACCRUED EXPENSES AND OTHER LIABILITIES**

Auditors' remuneration		110,460
Rating fee		81,314
Other payables		<u>28,740</u>
		<u><u>220,514</u></u>

**12 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at December 31, 2012.

**13 NUMBER OF UNITS IN ISSUE**

Units issued		33,500,929
Bonus units issued		116,075
Units redeemed		<u>(610,859)</u>
Total units in issue at the end of the period		<u><u>33,006,145</u></u>

**14 PROVISION FOR WORKERS' WELFARE FUND**

Through the Finance Act, 2008 an amendment was made in section 2(f) of the Workers' Welfare Fund Ordinance, 1971 (the WWF Ordinance) whereby the definition of 'Industrial Establishment' has been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment it appears that WWF Ordinance has become applicable to all Collective Investment Schemes (CISs) whose income exceeds Rs. 0.5 million in a tax year. A petition has been filed with the Honourable High Court of Sindh by some of the Collective Investment Schemes through their Trustees on the ground that the CIS (mutual funds) are not establishments and as a result not liable to pay contribution to WWF.

Subsequently, the Ministry of Labour and Manpower (the Ministry) vide its letter dated 15 July 2010 clarified that "Mutual Fund(s) is a product which is being managed / sold by the Asset Management Companies which are liable to contribute towards Workers Welfare Fund under Section-4 of WWF Ordinance 1971. However, the income on Mutual Fund(s), the product being sold, is exempted under the law *ibid*".

Further, the Secretary (Income Tax Policy) Federal Board of Revenue (FBR) issued a letter dated 6 October 2010 to the Members (Domestic Operation) North and South FBR. In the letter reference was made to the clarification issued by the Ministry of Labour and Manpower stating that mutual funds are a product and their income are exempted under the law *ibid*. The Secretary (Income Tax Policy)

Federal Board of Revenue directed that the Ministry's letter may be circulated amongst field formations for necessary action. Following the issuance of FBR letter, show cause notice which had been issued by taxation office to certain mutual funds for payment of levy under WWF were withdrawn. However, the Secretary (Income Tax Policy) Federal Board of Revenue vide letter 4 January 2011 has cancelled ab-initio clarificatory letter dated 6 October 2010 on applicability of WWF on mutual funds and issued show cause notices to certain mutual funds for collecting WWF. In respect of such show cause notices, certain mutual funds have been granted stay by Honourable High Court of Sindh on the basis of the pending constitutional petition in the said court as referred above.

Furthermore, in 2011 the Honourable Lahore High Court in a Constitutional Petition relating to the amendments brought in WWF Ordinance through the Finance Act 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the Honourable Lahore High Court, will lend further support to the Constitutional Petition which is pending in the Honourable High Court of Sindh.

In view of the above, the Management Company has not made any provision on account of contribution to WWF in these financial statements. The aggregate unrecognised amount of WWF as at December 31, 2012 amounted to Rs. 540,529.

## 15 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of Part I of the Second Schedule of 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 realized or unrealized is distributed amongst the unit holders. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The Fund intends to distribute such accounting income for the period ending June 30, 2013 to its unit holders. Accordingly, no liability has been recorded in the current period.

## 16 EARNINGS PER UNIT (EPU)

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

## 17 TRANSACTIONS WITH CONNECTED PERSONS

17.1 Connected persons / related parties include ABL Asset Management Company Limited being the Management Company, MCB Financial Services Limited (MCBFSL) being the trustee of the Fund, Allied Bank Limited being the holding company of the Management Company, entities under the common management and/or directorship, other collective investment schemes managed by the Management Company and key management personnel of the Management Company.

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

17.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

17.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.



For the period  
from April 13,  
2012 to  
December 31,  
2012

-----Rupees-----  
(Un-audited)

17.5 Detail of transactions with connected persons during the period are as follows:

**ABL Asset Management Company Limited - Management Company**

Issue of 10,000,000 units	100,000,000
Bonus of 34,700 units	347,000
Management Fee for the period	3,032,585

**TRUSTEE**

**MCB Financial Services Limited**

Trustee Fee	161,737
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December 31,  
2012

-----Rupees-----  
(Un-audited)

17.6 Detail of balances outstanding at the period end with connected persons are as follows:

**ABL Asset Management Company Limited - Management Company**

Management fee payable	451,929
Sindh sales tax payable	72,310
Initial deposit	30,000
Preliminary expenses and floatation cost	2,806,637
10,034,700 units held	108,211,194

**MCB Financial Services Limited - Trustee**

Remuneration payable	24,103
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18 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 15, 2013 by the Board of Directors of the Management Company.

19 GENERAL

Figures have been rounded off to the nearest rupee.

For ABL Asset Management Company Limited  
(Management Company)

  
FARID AHMED KHAN  
CEO

  
KAMRAN NISHAT  
DIRECTOR