



CONDENSED INTERIM
**FINANCIAL
INFORMATION**

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

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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:	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi - 74400	
Bankers to the Fund:	Allied Bank Limited Bank Al- Falah Limited Faysal Bank Limited Standard Chartered Bank Pakistan Limited	
Distributor:	Allied Bank Limited Metro Securities Al Habib Capital Markets FundShop - Investment Solutions	
Auditor:	A.F. Ferguson & Co Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, 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 Government Securities Fund (ABL-GSF), is pleased to present the Condensed Interim Financial Information (un-audited) of ABL Government Securities Fund for the quarter ended September 30, 2012.

ECONOMIC PERFORMANCE REVIEW

In midst of economic challenges, 1QFY13 marked a major shift in monetary policy with the Central Bank aggressively reducing the discount rate by 150bps (from 12% to 10.5%) to jump start the economy. Release of coalition support funds (CSF) of USD 1.2 billion coupled with single digit inflation (1QFY13 cumulative inflation recorded at 9.14%) allowed State Bank to adopt a pro-growth stance. CPI numbers were aided by gradual drop in food and energy prices (food inflation recorded at 8.4% in 1QFY13) while lower import bill and CSF funds propelled the current account into a surplus of USD 919 million in 2MFY13. Questions, however, have already been raised about the quantum and sustainability of the rate cut. Overall fiscal position is certainly alarming as Government borrowing has reached unprecedented levels and FY13 fiscal deficit target is expected to be missed by a substantial margin (IMF expects FY13 fiscal deficit at 6.1%). Shortfall in tax collection (PKR 402 billion collected in 1QFY13 vs. target of PKR 437 billion) along with ever growing subsidies to the power sector havemade the targeted fiscal deficit of 4.7% extremely difficult to achieve. Apart from the frail fiscal situation, the weakening exchange rate is another worrying factor for the Central Bank. The rupee depreciated by 0.3% vs. USD during 1QFY13 (PKR/USD 94.8 on September 28th) while the reserves have dropped below the USD 15 billion mark in the wake of continued trade deficit and IMF loan repayments. The outlook for remaining fiscal period hinges primarily on continued foreign aid and lower oil prices to keep the exchange rate and fiscal deficit in check.

MUTUAL FUND INDUSTRY REVIEW

The mutual fund industry of Pakistan (open and close end funds) has declined by 15.74% in 1QFY13 from PKR 380 billion to PKR 320 billion due to quarter end redemptions where majority of the decline was witnessed in fixed income category. Fixed Income category (comprises of Income, aggressive income and cash funds) registered a decline of PKR 61.7 billion (-25.33%) in 1QFY13 from PKR 243.6 billion in June 2012 to PKR 181.9 billion in Sep 2012. During the quarter, income funds posted the highest decline in AUMs from PKR 85.30 billion in June 12 to PKR 49.8 billion (-41.5%) in Sep 12.

FUND PERFORMANCE

During the quarter under review, ABL Government Securities posted an impressive return of 17.06% p.a. verses the benchmark return of 9.84%. In 1QFY13, ABL GSF outperformed its benchmark by 722 bps due to substantial valuation gains on government securities owing to aggressive discount rate cut by the Central Bank. During the quarter, the unit price of ABL GSF Class B increased by 3.997% to close at Rs10.4253 (cum dividend). Fund size decreased and closed at PKR 628 million due to redemptions at quarter end. At the end of the period, investment in government securities stood at 53.39% of net assets whereas cash holdings at banks were 45.68% of total assets.



ABL Government Securities Fund earned total income of Rs.1,765.30 million for the quarter ended September 30, 2012, of which Rs.1,299.02 million was income from treasury bills, Rs.28.77 million from deposits with banks and fixed term deposits receipts and Rs.135.24 million income from Ijarah-sukuk, whereas net capital gain on sale of investments was Rs.298.10 million. After accounting for expenses of Rs.60.80 million (comprising mainly of the management fee of Rs.33.86 million and Sindh Sales Tax on management fee of Rs.5.42 million) net income from operating activities for the quarter ended September 30, 2012 stood at Rs.1,704.50 million. With the net element of income and capital gains of Rs.490.75 million included in the prices of units issued less those in units redeemed and Rs.43.91 million as provision for workers welfare fund, the net income for the quarter ended September 30, 2012 stood at Rs.2,151.35 million.

AUDITORS

M/s. A.F. Fergusons & Co. (Chartered Accountants), have been appointed as auditors for the year ending June 30, 2013 for ABL Government Securities Fund (ABL-GSF).

FUND STABILITY RATING

JCR-VIS Credit Rating Company Ltd. (JCR-VIS) on January 09, 2012: has assigned Fund Stability Rating of 'A+ (f)' (Single A plus (f)) to ABL Government Securities Fund (ABL-GSF).

MANAGEMENT QUALITY RATING

On September 16, 2011: JCR-VIS Credit Rating Company Limited has upgraded the Management Quality Rating of ABL Asset Management Limited (ABL AMC) from 'AM3+' (AM Three Plus) to 'AM Two Minus' (AM2-). Outlook on the assigned rating is 'Stable'

OUTLOOK

Given the pro-growth stance adopted by the SBP and highly encouraging CPI numbers, further monetary easing cannot be ruled out, especially since Pakistan is not in the IMF program anymore. However, continuous Government borrowings along with possible depletion in FX reserves may put Central Bank in a bind and restrict further monetary easing. ABL GSF will enhance its duration in order to benefit from any further decline in interest rates and while maintaining enough flexibility to react to changing economic developments. We will continue to focus on outperforming the benchmark & peers through active management across all tenors of the yield curve.

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 (Central Depository Company of Pakistan Limited) and the management of Karachi 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, October 25, 2012

ABL GOVERNMENT SECURITIES FUND CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2012

	Note	(Un-audited) September 30, 2012	(Audited) June 30, 2012
----- (Rupees in '000) -----			
ASSETS			
Balances with banks	4	337,366	1,698,667
Investments	5	394,339	33,037,735
Profit receivable		4,319	163,270
Prepayments		22	40
Preliminary expenses and floatation costs		4,162	4,414
Total assets		740,208	34,904,126
LIABILITIES			
Payable to ABL Asset Management Company Limited-Management Company		16,184	14,202
Payable to the Central Depository Company of Pakistan Limited - Trustee		2,780	2,207
Payable to the Securities and Exchange Commission of Pakistan		9,577	11,552
Payable against redemption of units		1,007	-
Accrued expenses and other liabilities	6	83,079	37,809
Total liabilities		112,627	65,770
NET ASSETS		627,581	34,838,356
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		627,581	34,838,356
CONTINGENCIES AND COMMITMENTS	7		
----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		61,960,688	3,474,321,080
----- (Rupees) -----			
NET ASSET VALUE PER UNIT		10.1287	10.0274
FACE VALUE PER UNIT		10.0000	10.0000

The annexed notes 1 to 11 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 GOVERNMENT SECURITIES FUND CONDENSED INTERIM INCOME STATEMENT (UN AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

For the quarter ended
Note September 30, 2012

(Rupees in '000)

INCOME

Net capital gain on sale of investments	298,100
Income from Government Securities	1,299,021
Income from Term Deposit Receipts	15,485
Income from Letter of Placement	3,891
Income from Reverse Repurchase transactions	234
Income from Sukuks	135,240
Profit on bank accounts	13,289
	1,765,260
Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - 'held for trading' - net	38

1,765,298

EXPENSES

Remuneration of ABL Asset Management Company Limited - Management Company	33,864
Sindh Sales Tax on Management Company's Remuneration	5,418
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9,763
Annual fee - Securities and Exchange Commission of Pakistan	9,577
Brokerage and other transaction costs	1,627
Settlement and Bank charges	131
Auditors' remuneration	74
Amortization of preliminary expenses and floatation costs	252
Printing charges	38
Listing fee	8
Rating fee	45
Total operating expenses	60,797

Net income from operating activities

1,704,501

Element of income and capital gains included in prices of
units issued less those in units redeemed - net

490,758

Provision for Workers' Welfare Fund

6.1 (43,906)

Net income for the period before taxation

2,151,353

Taxation

-

Net income for the period after taxation

Other comprehensive income for the period

-

Total comprehensive income for the period

2,151,353

The annexed notes 1 to 11 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 GOVERNMENT SECURITIES FUND CONDENSED INTERIM DISTRIBUTION STATEMENT (UN AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

For the quarter ended
September 30, 2012

(Rupees in '000)

Undistributed income brought forward

- realised income	101,361
- unrealised loss	(6,218)
	95,143

Interim distribution:

-Class -A units Re 0.2561 per unit on August 29, 2012

-Class -B units Re 0.2340 per unit on August 29, 2012

Cash distribution

(1,879,554)

Issue of bonus units

(15,470)

Interim distribution:

-Class -A units Re 0.0701 per unit on September 24, 2012

-Class -B units Re 0.0626 per unit on September 24, 2012

Cash distribution

(339,593)

Issue of bonus units

(3,858)

Net income for the period

2,151,353

Undistributed income carried forward

8,021

Undistributed income comprising:

Realised income

7,983

Unrealised gain

38

8,021

The annexed notes 1 to 11 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 GOVERNMENT SECURITIES FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT
IN UNIT HOLDERS' FUND (UN AUDITED)**

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

For the quarter ended
September 30, 2012

(Rupees in '000)

Net Assets at the beginning of the period	34,838,356
Issue of 3,992,512,689 units	40,537,394
Redemption of 7,406,805,876 units	(74,189,617)
Issue of 1,932,795 bonus units	(33,652,223)
- Interim distribution units	19,328
Net 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	(490,758)
Other net income for the period	1,853,215
Net Capital gain on sale of investments	298,100
Unrealised appreciation on re-measurement of investments at fair value through profit or loss - net	38
Total comprehensive income for the period	2,151,353
Interim distribution:	
-Class -A units Re 0.2561 per unit on August 29, 2012	
-Class -B units Re 0.2340 per unit on August 29, 2012	
Cash distribution	(1,879,554)
Issue of bonus units	(15,470)
Interim distribution:	
-Class -A units Re 0.0701 per unit on September 24, 2012	
-Class -B units Re 0.0626 per unit on September 24, 2012	
Cash distribution	(339,593)
Issue of bonus units	(3,858)
	(2,238,475)
Net assets as at the end of the period	627,581

The annexed notes 1 to 11 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 Asset Management
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ABL GOVERNMENT SECURITIES FUND CONDENSED INTERIM CASH FLOW STATEMENT (UN AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

For the quarter ended
September 30, 2012

	Note	(Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		2,151,353
Adjustment for non-cash charges and other items;		
Amortisation of preliminary expenses and floatation costs		252
Unrealised appreciation on re-measurement of investments classified as "financial assets at fair value through profit or loss"		(38)
Net element of income and capital gains included in prices of units issued less those in units redeemed		(490,758)
		1,660,809
(Increase)/ decrease in assets		
Profit receivable		158,951
Investments		32,643,434
Prepayments		18
		32,802,403
Increase / (decrease) in liabilities		
Payable to ABL Asset Management Company Limited -Management Company		1,982
Payable to Central Depository Company of Pakistan Limited - Trustee		573
Payable to Securities and Exchange Commission of Pakistan		(1,975)
Payable against redemption of units		1,007
Accrued expenses and other liabilities		45,270
		46,857
Net cash generated from operating activities		34,510,069
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid		(2,219,147)
Receipt from issue of units		40,537,394
Payment against redemption of units		(74,189,617)
Net cash used in financing activities		(35,871,370)
Net increase in cash and cash equivalents		(1,361,301)
Cash and cash equivalents at the beginning of the period		1,698,667
Cash and cash equivalents at the end of the period	4.1	337,366

The annexed notes 1 to 11 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 GOVERNMENT SECURITIES FUND NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2012

1 LEGAL STATUS AND NATURE OF BUSINESS

ABL Government Securities Fund (the Fund) was established under a Trust Deed executed on November 01, 2011 between ABL Asset Management Company Limited (ABL AMCL) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Trust Deed vide letter no. NBFC-II/ABLAMC/439/2011 dated October 31, 2011 and it was executed on November 1, 2011 in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by SECP on December 7, 2007. The registered office of the Management Company is situated at 11-B, Lalazar, M.T Khan Road, Karachi.

The Fund is an open-ended mutual fund and is listed on the Karachi Stock Exchange (Guarantee) Limited. The units of the Fund are offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund. The units of the Fund were initially offered to the public for subscription at par on November 29, 2011 and, thereafter, these units are offered to the public for subscription on a continuous basis.

The objective of the Fund is to deliver optimal risk adjusted returns by investing mainly in a mix of short to long term government securities and other debt instruments.

The JCR-VIS Credit Rating Company Limited has assigned Management Quality Rating of AM2- to the Management Company and fund stability rating of A+(f) to the Fund.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

This condensed interim financial information have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the

Non-Banking Finance and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP will prevail.

3 ACCOUNTING POLICIES

The accounting policies adopted in preparation of this condensed interim financial information is the same as those applied in the preparation of the published financial statements of the Fund for the year ended June 30, 2012.

		(Un-audited)	(Audited)
	Note	September 30, 2012	June 30, 2012
----- (Rupees in '000) -----			
4	BANK BALANCES		
	Saving accounts	4.1 337,366	1,698,667
		<u>337,366</u>	<u>1,698,667</u>
4.1	CASH AND CASH EQUIVALENTS		
	Balances with banks	337,366	1,698,667
	Term deposit receipts	-	2,630,000
		<u>337,366</u>	<u>4,328,667</u>

4.2 These saving accounts carrying mark-up at rates ranging from 6.00% to 10% (June 30,2012: 6% to 12.28%) per annum. Deposits in savings accounts include Rs. 302,192 (June 30,2012: Rs. 75,694,488) maintained with Allied Bank Limited, a related party.

5 INVESTMENTS

Financial assets at fair value through profit or loss - held for trading

- Securities - Market Treasury Bills	5.1	394,339	23,773,349
- GOP Ijarah Sukuks	5.2	-	6,634,386
		394,339	30,407,735
Loans and Receivables	5.3	-	2,630,000
		<u>394,339</u>	<u>33,037,735</u>



5.1 Market Treasury Bills

a) Market Treasury Bills:

Issue date	Tenor	Face Value			As at September 30, 2012	Balance as at September 30, 2012			Market value as a percentage of net assets	Market value as a percentage of total investment
		As at July 1, 2012	Purchased during the period	Disposed / matured during the period		Cost	Market value	Appreciation		
Rupees in '000										
July 12, 2012	3 Months	-	750,000	750,000	-	-	-	-	-	-
July 26, 2012	3 Months	-	250,000	250,000	-	-	-	-	-	-
August 9, 2012	3 Months	-	250,000	250,000	-	-	-	-	-	-
August 23, 2012	3 Months	-	1,702,000	1,702,000	-	-	-	-	-	-
September 6, 2012	3 Months	-	250,000	250,000	-	-	-	-	-	-
September 20, 2012	3 Months	-	250,000	250,000	-	-	-	-	-	-
April 19, 2012	3 Months	1,152,000	50,000	1,202,000	-	-	-	-	-	-
May 3, 2012	3 Months	4,065,000	4,538,540	8,603,540	-	-	-	-	-	-
May 17, 2012	3 Months	5,929,280	1,897,000	7,826,280	-	-	-	-	-	-
May 31, 2012	3 Months	1,001,000	557,000	1,558,000	-	-	-	-	-	-
June 14, 2012	3 Months	2,300,000	2,498,000	4,798,000	-	-	-	-	-	-
June 28, 2012	3 Months	1,750,000	1,793,300	3,543,300	-	-	-	-	-	-
		16,197,280	14,785,840	30,983,120	-	-	-	-	-	-
January 26, 2012	6 Months	50,000	1,928,000	1,978,000	-	-	-	-	-	-
February 9, 2012	6 Months	5,226,000	1,552,000	6,778,000	-	-	-	-	-	-
June 28, 2012	6 Months	-	1,000,000	1,000,000	-	-	-	-	-	-
July 12, 2012	6 Months	-	14,474,700	14,474,700	-	-	-	-	-	-
July 26, 2012	6 Months	-	19,226,000	19,226,000	-	-	-	-	-	-
August 9, 2012	6 Months	-	16,947,000	16,947,000	-	-	-	-	-	-
August 23, 2012	6 Months	-	11,177,000	11,177,000	-	-	-	-	-	-
September 6, 2012	6 Months	-	250,000	250,000	-	-	-	-	-	-
September 20, 2012	6 Months	-	250,000	250,000	-	-	-	-	-	-
		5,276,000	66,804,700	72,080,700	-	-	-	-	-	-
July 28, 2011	12 months	510,000	4,500,350	5,010,350	-	-	-	-	-	-
August 11, 2011	12 Months	180,000	2,200	182,200	-	-	-	-	-	-
August 25, 2011	12 Months	1,273,800	11,040,500	12,314,300	-	-	-	-	-	-
September 8, 2011	12 Months	200,000	-	200,000	-	-	-	-	-	-
September 22, 2011	12 Months	470,000	5,196,920	5,666,920	-	-	-	-	-	-
November 3, 2011	12 Months	-	11,293,900	11,293,000	900	891	891	-	-	-
November 17, 2011	12 Months	-	9,466,000	9,466,000	-	-	-	-	-	-
December 1, 2011	12 Months	-	427,855	27,855	400,000	393,410	393,448	38	63%	100%
January 12, 2012	12 Months	-	30,000	30,000	-	-	-	-	-	-
January 26, 2012	12 Months	-	300,000	300,000	-	-	-	-	-	-
July 12, 2012	12 Months	-	11,250,000	11,250,000	-	-	-	-	-	-
July 26, 2012	12 Months	-	4,030,000	4,030,000	-	-	-	-	-	-
August 9, 2012	12 Months	-	3,644,000	3,644,000	-	-	-	-	-	-
August 23, 2012	12 Months	-	3,490,000	3,490,000	-	-	-	-	-	-
September 6, 2012	12 Months	-	250,000	250,000	-	-	-	-	-	-
September 20, 2012	12 Months	-	24,250,000	24,250,000	-	-	-	-	-	-
		2,633,800	89,171,725	91,404,625	400,900	394,301	394,339	38	63%	100%
Total - September 30, 2012		24,107,080	170,762,265	194,468,445	400,900	394,301	394,339	38	63%	100%

5.2 GOP - Ijara Sukuk

b) Government Ijara Sukuk:

Issue date	Tenor	Face Value			As at September 30, 2012	Balance as at September 30, 2012			Market value as a percentage of net assets	Market value as a percentage of total investment
		As at July 1, 2012	Purchased during the period	Disposed / matured during the period		Cost	Market value	Appreciation / (diminution)		
Rupees in '000										
September 17, 2009	3 Year	-	-	-	-	-	-	-	-	-
May 16, 2011	3 Year	4,300	-	4,300	-	-	-	-	-	-
December 26, 2011	3 Year	44,075	-	44,075	-	-	-	-	-	-
March 2, 2012	3 Year	3,901,000	-	3,901,000	-	-	-	-	-	-
April 30, 2012	3 Year	5,000	-	5,000	-	-	-	-	-	-
June 28, 2012	3 Year	2,680,000	-	2,680,000	-	-	-	-	-	-
IJAJARA-12	3 Year	-	507,200	507,200	-	-	-	-	-	-
IJAJARA-13	3 Year	-	600,000	600,000	-	-	-	-	-	-
IJAJARA-10	3 Year	-	110,000	110,000	-	-	-	-	-	-
Total - September 30, 2012		6,634,375	1,217,200	7,851,575	-	-	-	-	-	-

		(Un-audited)	Audited
	Note	September 30, 2012	June 30, 2012
----- (Rupees in '000) -----			
5.3	Loans and receivables		
	Term Deposit Receipts	5.3.1	-
		-	2,630,000
		<u>-</u>	<u>2,630,000</u>

5.3.1 Term Deposit Receipts carry mark-up at rates ranging from NIL (June 30, 2012: 12.00% to 12.65%) per annum. Term Deposit Receipts includes NIL (June 30, 2012: Rs 500,000,000) maintained with Allied Bank Limited, a related party.

5.4 Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - held for trading

Market value of securities	394,301	30,407,735
Less: carrying value of securities	38	(30,413,953)
	<u>394,339</u>	<u>(6,218)</u>

6 ACCRUED EXPENSES AND OTHER LIABILITIES

Auditors' remuneration	72	212
Brokerage	1,587	144
Rating Fee	44	-
Printing charges	141	104
Withholding tax payable	5	26
Provision for Workers' Welfare Fund	6.1	81,229
	<u>83,078</u>	<u>37,323</u>
	<u>83,078</u>	<u>37,809</u>

6.1 Provision for workers' welfare fund

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication.

During the year ended June 30, 2011, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) on July 8, 2010 which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However on December 14, 2010 the Ministry filed its response against the Constitutional petition requesting the court to dismiss the petition. According to the legal



counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in Court.

Subsequent to June 30, 2011, the Honourable Lahore High Court (LHC) in a constitutional petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. The Management Company is hopeful that the decision of the LHC will lend further support to the constitutional petition which is pending in the Sindh High Court (SHC).

However, without prejudice to the above, the Management Company has made a provision for WWF contribution in this condensed interim financial information for the period ended September 30, 2012 amounting to Rs 81.229 million.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2012.

8 NUMBER OF UNITS IN ISSUE

	For the quarter ended September 30, 2012		
	Class A	Class B	Total
Total units in issue at the beginning of the period	3,376,062,224	98,258,856	3,474,321,080
Add: units issued	3,963,077,870	29,434,819	3,992,512,689
Add: bonus units issued		1,932,794	1,932,794
Less: units redeemed	(7,339,140,094)	(67,665,781)	(7,406,805,875)
Total units in issue at the end of the quarter	-	61,960,688	61,960,688

	For the period from November 30, 2011 to June 30, 2012		
	Class A	Class B	Total
Total units in issue at the beginning of the period	-	-	-
Add: units issued	4,871,948,536	839,008,639	5,710,957,175
Add: bonus units issued	-	4,947,977	4,947,977
Less: units redeemed	(1,495,886,312)	(745,697,760)	(2,241,584,072)
Total units in issue at the end of the year	3,376,062,224	98,258,856	3,474,321,080

	(Un-Audited) For the quarter ended September 30, 2012		(Audited) For the period from November 30, 2010 to June 30, 2012	
	Class A	Class B	Class A	Class B
Net Asset Value	Nil	627,581,808	33,853,350	985,006
Number of Units	Nil	61,960,688	3,376,062	98,259
Total	-	10.1287	10.0275	10.0246

9 **EARNINGS PER UNIT (EPU)**

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

10 **TRANSACTIONS WITH CONNECTED PERSONS**

Connected persons / related parties include ABL Asset Management Company Limited being the Management Company, Allied Bank Limited, Ibrahim Fibres Limited being entities under common management and/ or directorship, Central Depository Company being the trustee of the fund and the directors and officers of the management company.

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

Details of significant transactions carried out by the Fund with connected persons and balances with them, as at period end are as follows:

	(Un-audited)
	For the quarter ended September 30, 2012
	(Rupees in '000)
ABL Asset Management Company Limited - Management Company	
Bonus of 561,566 units	5,615
Remuneration for the period	33,864
Allied Bank Limited	
Issue of 3,963,077,871 units	40,242
Redemption of 7,339,140,094 units	73,508
Cash dividend	2,219,147
Mark up accrued on bank deposits	284
Bank charges	25
KEY MANAGEMENT PERSONNEL	
Chief Executive Officer	
Bonus of 947 units	9
Executives	
Redemption of 1,059 units	11
Central Depository Company of Pakistan Limited	
Remuneration for the period	9,763



	(Un-audited)	Audited
	September 30,	June 30,
	2012	2012
	----- (Rupees in '000) -----	
10.2	Amounts outstanding as at period end / year end	
	ABL Asset Management Company Limited - Management Company	
	Outstanding 19,401,952 (June 30, 2012: 18,840,386 Class B) units	188,867
	Preliminary expenses and floatation costs payable	5,000
	Remuneration payable to management company	9,641
	Sindh Sale Tax payable to Management Company	1,543
	Allied Bank Limited	
	Outstanding NIL (June 30, 2012: 3,376,062,223 Class A) units	33,843,336
	Bank balances	75,694
	Mark up accrued	82
	KEY MANAGEMENT PERSONNEL	
	Chief Executive Officer	
	Outstanding 32,732 (June 30, 2012: 31,784 Class B) units	319
	Executives	
	Outstanding Nil (June 30, 2012: 1,059 Class B) units	11
	Central Depository Company of Pakistan Limited - Trustee	
	Remuneration payable	2,207

11 GENERAL

11.1 Figures have been rounded off to the nearest thousand rupees.

12 DATE OF AUTHORISATION FOR ISSUE

This interim condensed interim financial information was authorised for issue on October 25, 2012 by the Board of Directors of the Management Company.

For ABL Asset Management Company Limited
(Management Company)


FARID AHMED KHAN
CEO


KAMRAN NISHAT
DIRECTOR

 **ABL Asset Management**
Discover the potential



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