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**CONDENSED INTERIM FINANCIAL INFORMATION**  
For The Nine Months Ended March 31, 2015



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# ABL STOCK FUND

## FUND'S INFORMATION

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<b>Management Company:</b>	ABL Asset Management Company Limited 11 - B, Lalazar M. T. Khan Road, Karachi.	
<b>Board of Directors</b>	Sheikh Mukhtar Ahmed Mr. Mohammad Naeem Mukhtar Mr. Muhammad Waseem Mukhtar Mr. Tariq Mahmood Mr. Kamran Nishat Mr. Muhammad Kamran Shehzad Mr. Tahir Yaqoob Bhatti Mr. Farid Ahmed Khan	Chairman       CEO
<b>Audit Committee:</b>	Mr. Kamran Nishat Mr. Muhammad Waseem Mukhtar Mr. Muhammad Kamran Shehzad	Chairman Member Member
<b>Human Resource and Remuneration Committee</b>	Mr. Muhammad Waseem Mukhtar Mr. Kamran Nishat Mr. Tahir Yaqoob Bhatti Mr. Farid Ahmed Khan	Chairman Member Member Member
<b>Chief Executive Officer of The Management Company:</b>	Mr. Farid Ahmed Khan	
<b>Chief Financial Officer &amp; Company Secretary:</b>	Mr. Saqib Matin	
<b>Chief Internal Auditor:</b>	Mr. Mubeen Ashraf Bhimani	
<b>Trustee:</b>	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi - 74400	
<b>Bankers to the Fund:</b>	Allied Bank Limited	
<b>Auditor:</b>	KPMG Taseer Hadi & Co. Chartered Accountants Sheikh Sultan Trust Building No. 2 Beaumont Road Karachi, 75530 Pakistan	
<b>Legal Advisor:</b>	Bawaney & Partners 3rd & 4th Floors, 68-C, Lane-13 Bokhari Commercial Area Phase-VI, DHA Karachi.	
<b>Registrar:</b>	ABL Asset Management Company Limited. 11 - B, Lalazar, M. T. Khan Road, Karachi.	

# ABL STOCK FUND

## REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Stock Fund (ABL-SF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL Stock Fund for the nine months ended March 31, 2015.

### ECONOMIC PERFORMANCE REVIEW

The economy continued its recovery march in 3QFY15 with major macro indicators such as CPI, FX reserves and CAD etc. posting impressive improvements. Windfall gains from the drop in oil prices (Brent crude down by - 58.62%FYTD) remained the major contributor towards improvement in aforementioned indicators. IMF program, albeit with some problems on the fiscal front, also continued smoothly with clearance of 6th review of the EFF program and disbursement of USD 501mn tranche. With receipt of 1) IMF tranche, and 2) USD 717mn under CSF during the quarter, FX reserves edged up to USD 16.19bn (4.6 months import cover), up 6% from USD 15.27bn at the end of 2QFY15.

The decline in oil prices and receipt of CSF had noticeable impact on current account as the country managed to post a surplus of USD 961mn at the end of 3QFY15. The only disconcerting factor in external trade numbers is the constant decline in exports (down 4.7% QoQ) mainly on account of lower cotton and allied product prices. However, external account position by and large looks comfortable as FX reserves are expected to improve further in the short-medium term on the back of USD 764mn inflow from HBL, CSF and loans from other donor agencies.

Inflation, as measured by the CPI, continued its downwards slide with March 2015 reading clocking-in at an 11-year low of 2.49%YoY against 8.5%YoY recorded in Mar-14. CPI average during 9MFY15 now stands at a multi-year low of 5.1%YoY (8.64%YoY in 9MFY14) and is expected to close FY15 in the range of 4.2 - 4.5%. On the other hand, performance on fiscal front remained below par as govt. missed its revenue collection target and had to obtain waiver from IMF on this performance criteria. The shortfall in revenue collection numbers was due to slower GDP growth and lower than expected GST collection on POL products (courtesy steep decline in oil prices). Though GoP took corrective measures by increasing GST on POL products from 17% to 27% but it failed to meet its targets nonetheless. IMF is maintaining its fiscal deficit estimate of 4.9% for FY15 but the actual number may be around 5%, keeping in view the higher defense and interest expenses, unless the government again slices through the budgeted development expenditure.

In the backdrop of aforementioned macroeconomic developments, SBP cut its benchmark DR by a cumulative 150bps in two successive MPS in January and March 2015 and further easing is possible due to high real interest rate levels (~400bps). Moody's has also upgraded its credit outlook on Pakistan from Stable to Positive, appreciating the improving macros and citing progress on Pak-China economic corridor. These developments could result in enhanced FDI flows (stronger financial account), higher infrastructure spending and improvement in economic growth going forward.

### MARKET OVERVIEW

Equities started the calendar year on a strong note, with the benchmark KSE 100 Index posting 8% return in just about a month to achieve record high level of ~34,800, mainly on account of improving macros, healthy foreign inflows and monetary easing. However the tide quickly turned as foreign selling pushed the market in a bearish spell and the index tumbled by 5.9% to end the quarter at 30,224 - the worst quarterly performance since Dec 2008. The correction permeated all sectors (Oil & Gas, Banks, Chemicals, Cements and Textile) with specific focus on the stocks having considerable foreign interest. Foreign Investors' Portfolio Investment (FPI) witnessed a massive outflow of USD131mn in 3QFY15 (outflow of USD18mn in 9MFY15) compared to inflow of USD36mn in 3QFY14 (USD23mn in 9MFY14). Part of the outflow was on account of liquidation of a foreign fund with holdings in Pakistan equities.

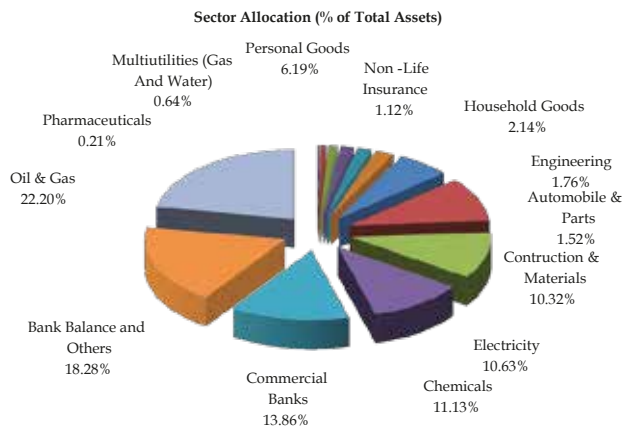
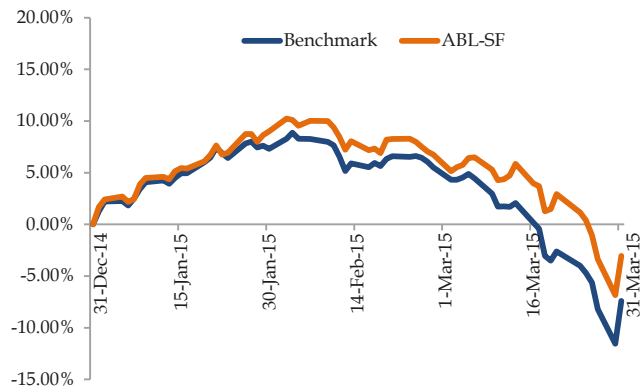
Market Liquidity also suffered with average daily trading volume coming down to 239mn shares/day in 3QFY15 compared to 256mn shares during same period last year. Moving ahead, we believe that improving macros (falling inflation, continuation of monetary easing, improving external account outlook), strong corporate profitability growth and healthy foreign interest (evident from massive foreign participation in HBL SPO) should keep the equities in limelight. KSE is still trading at a deep discount compared to regional peers with FY15 P/E of 8.1x and an attractive dividend yield of 5.8%.

## MUTUAL FUND INDUSTRY REVIEW

Total assets under management (AUMs) of Pakistan’s open end mutual fund industry grew by 5.6% in 3QFY15 from PKR439.5 billion to PKR464.2 billion, led by fixed income fund and Islamic fund categories. The fixed income fund category remained in limelight primarily due to higher returns from gains on PIB portfolio and registered an increase of 13.7% in 3QFY15 from PKR89 billion in December 2014 to PKR 101.3 billion in March 2015. Investors continued to show their bias towards Islamic funds of funds category with addition of new funds during the period under review, which expanded the AUM size by PKR4 billion (24.8%) to PKR16.2 billion from PKR12.2 billion in December 2014. Consequently, Islamic income funds category posted an impressive growth of 19.8% in AUMs from PKR25.8 billion in December 2014 to PKR30.9 billion. A noticeable drop was witnessed in conventional money market funds which declined by 15.6% to close at PKR90.5 billion from PKR107.2 billion in December 2014. On the other hand, asset allocation and Islamic Asset allocation funds managed to post an increase of 51.6% and 14.0%, respectively. We believe investors will continue to prefer income and equity funds due to bullish outlook on those asset classes.

## FUND PERFORMANCE

During the period under review, ABL Stock Fund’s AUMs increased by 27% to Rs. 1,670 million compared to Rs.1,314 million as at December 31, 2014. The fund posted a negative return of 3.04% against the 7.41% decrease in benchmark, achieving an out-performance of 4.37% during the quarter. When measured from its inception date, ABL-SF has posted a return of 394.74% as compared to its benchmark return of 152.95%, depicting a significant out-performance of 241.79%.



## AUDITORS

M/s. KPMG Taseer Hadi & Co. (Chartered Accountants), have been appointed as auditors for the year ending June 30, 2015 for ABL Stock Fund (ABL-SF).

## FUND STABILITY RATING

JCR-VIS Credit Rating Company Ltd. (JCR-VIS) on February 24, 2015 assigned MFR 3-Star (based on Three Year weighted average ranking) to ABL-SF, which denotes 'average performance'.

## OUTLOOK

Looking ahead, we expect SBP to continue with the monetary easing stance till next fiscal year in the backdrop of improved macro-economic conditions and historically low inflation numbers. Moreover, we believe country's forex reserves will be in comfortable position owing to lower oil prices, dollar flows related to multilateral agencies (WB, IMF & ADB), privatization flows and healthy remittances. This will in turn provide critical space to central bank and fiscal managers to pursue growth-oriented economic policies.

After a bout of profit taking, we believe that Pakistan equities are now offering attractive entry levels. HBL's secondary offering and positive news flow from Pak-China investment forum have breathed a new lease of optimism in the market and we expect foreign funds to return soon. Given the strong macro tailwinds and magnitude of recent correction, we assess now to be the right time for accumulating quality, value-driven stocks.

## 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 Limited for their continued guidance and support. The Directors also appreciate the efforts put in by the management team.

For & on behalf of the Board

  
Farid Ahmed Khan  
Chief Executive Officer

Karachi, April 29, 2015

**ABL STOCK FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT MARCH 31, 2015**

	Note	(Un-Audited) March 31, 2015	(Audited) June 30, 2014
----- Rupees in '000 -----			
<b>Assets</b>			
Balances with banks	6	271,868	410,303
Investments	7	1,473,038	964,118
Dividend and profit receivable		30,137	1,249
Advances and security deposit		2,612	9,080
Receivable against sale of Units		24,846	-
<b>Total assets</b>		<b>1,802,501</b>	<b>1,384,750</b>
<b>Liabilities</b>			
Payable to ABL Asset Management Company Limited - Management Company	8	11,708	7,647
Payable to Central Depository Company of Pakistan Limited - Trustee		233	136
Payable to the Securities and Exchange Commission of Pakistan		938	731
Dividend payable		-	32,573
Accrued expenses and other liabilities	9	21,401	16,447
Payable against purchase of investments		98,040	213,011
Payable against redemption of units		541	-
<b>Total liabilities</b>		<b>132,861</b>	<b>270,545</b>
<b>Net assets</b>		<b>1,669,640</b>	<b>1,114,205</b>
<b>Unit holders' funds (as per statement attached)</b>		<b>1,669,640</b>	<b>1,114,205</b>
<b>Contingencies and commitments</b>	11		
----- (Number of units) -----			
<b>Number of units in issue</b>		<b>132,243,154</b>	<b>97,526,569</b>
----- (Rupees) -----			
<b>Net assets value per unit</b>		<b>12.6255</b>	<b>11.4246</b>
<b>Face value per unit</b>		<b>10.0000</b>	<b>10.0000</b>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
**FARID AHMED KHAN**  
 CEO

For ABL Asset Management Company Limited  
 (Management Company)

  
**KAMRAN NISHAT**  
 DIRECTOR

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**ABL STOCK FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2015**

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2015	2014	2015	2014
------(Rupees in '000)-----					
<b>Income</b>					
Dividend income		71,985	36,373	33,620	15,454
Capital gain on sale of equity investments - net		128,046	81,121	119,975	45,013
Income from government securities - net		896	807	-	727
Profit on deposits with banks		8,001	4,803	4,005	1,475
		208,928	123,104	157,600	62,669
Unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss - net	7.3	(96,316)	77,686	(223,640)	20,325
<b>Total income</b>		<b>112,612</b>	<b>200,790</b>	<b>(66,040)</b>	<b>82,994</b>
<b>Expenses</b>					
Remuneration of ABL Asset Management Company Limited - Management Company		19,737	16,977	8,418	5,751
Sindh sales tax on remuneration of Management Company	8.1	3,434	3,151	1,464	1,067
Federal excise duty on remuneration of Management Company	8.2	3,158	2,716	1,347	920
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,738	1,129	668	380
Annual fee - Securities and Exchange Commission of Pakistan		937	538	399	182
Brokerage and securities transaction costs		5,023	3,669	2,343	1,136
Auditors' remuneration		411	379	114	108
Amortisation of preliminary expenses and floatation costs		-	538	-	177
Printing charges		107	113	37	37
Annual rating fee		91	95	30	30
Listing fee		38	38	13	12
Provision for Workers' Welfare Fund	9.1	3,241	4,030	(45)	1,631
Settlement and bank charges		577	424	206	137
<b>Total operating expenses</b>		<b>38,492</b>	<b>33,794</b>	<b>14,994</b>	<b>11,570</b>
<b>Net income / (loss) for the period from operating activities</b>		<b>74,120</b>	<b>166,995</b>	<b>(81,034)</b>	<b>71,424</b>
Element of income and capital gains included in the prices of units issued less those in units redeemed - net		84,692	30,467	78,838	36,551
<b>Net income / (loss) for the period before taxation</b>		<b>158,812</b>	<b>197,463</b>	<b>(2,196)</b>	<b>107,976</b>
Taxation	10	-	-	-	-
<b>Net income / (loss) for the period after taxation</b>		<b>158,812</b>	<b>197,463</b>	<b>(2,196)</b>	<b>107,976</b>
<b>Earnings per unit</b>	12				

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
**FARID AHMED KHAN**  
 CEO

For ABL Asset Management Company Limited  
 (Management Company)

  
**KAMRAN NISHAT**  
 DIRECTOR



# ABL STOCK FUND

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2015

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2015	2014	2015	2014
------(Rupees in '000)-----					
Net income / (loss) for the period		158,812	197,463	(2,196)	107,976
Other comprehensive income		-	-	-	-
Total comprehensive income / (loss) for the period		<u>158,812</u>	<u>197,463</u>	<u>(2,196)</u>	<u>107,976</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
FARID AHMED KHAN  
CEO

For ABL Asset Management Company Limited  
(Management Company)

  
KAMRAN NISHAT  
DIRECTOR

  
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**ABL STOCK FUND**  
**CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2015**

	For the Nine Months ended March 31, 2015	For the Nine Months ended March 31, 2014
	----- Rupees in '000 -----	
Undistributed income at the beginning of the period:		
- realised income	76,197	217,352
- unrealised income	62,760	75,651
	<b>138,957</b>	<b>293,003</b>
Distribution during the period		
Nil (2013: Rs 5.3270 per unit on 6 August 2013)		
Cash distribution	-	(53,273)
Issue of Nil bonus units (2013: 16,878,820 bonus units)	-	(205,361)
	-	(258,635)
Element of income and capital gains included in the prices of units issued less those in units redeemed - net	49,457	28,042
Net income for the period	158,812	197,463
Undistributed income carried forward	<b>347,226</b>	<b>259,873</b>
Undistributed income at the end of the period:		
- realised income	443,542	182,188
- unrealised income	(96,316)	77,686
	<b>347,226</b>	<b>259,873</b>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
**FARID AHMED KHAN**  
 CEO

For ABL Asset Management Company Limited  
 (Management Company)

  
**KAMRAN NISHAT**  
 DIRECTOR

# ABL STOCK FUND

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2015

	For the Nine Months ended March 31, 2015	For the Nine Months ended March 31, 2014
	----- Rupees in '000 -----	
<b>Net assets at the beginning of the period</b>	<b>1,114,205</b>	783,388
Issue of 77,912,903 units (2014: 34,223,300 units)	<b>1,024,673</b>	452,140
Redemption of 43,196,318 units (2014: 41,041,182 units)	<b>(543,358)</b>	(526,426)
	<b>481,315</b>	(74,286)
Issue of Nil bonus units (2014: 16,878,820 bonus units)	-	205,361
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	<b>(84,692)</b>	(30,467)
- amount representing income and capital gains transferred to distribution statement	<b>(49,457)</b>	(28,042)
	<b>(134,149)</b>	(58,509)
Capital gain on sale of equity investments - net	<b>128,046</b>	36,373
Unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss - net	<b>(96,316)</b>	77,686
Other net income	<b>127,082</b>	83,404
	<b>158,812</b>	197,463
<b>Distribution during the period</b>		
Nil (2014: Rs 5.3270 per unit on 6 August 2013)		
- Cash distribution	-	(53,273)
- Issue of Nil bonus units (2014: 16,878,820 bonus units)	-	(205,361)
Net element of income and capital gains included in prices of units issued less those in units redeemed transferred to distribution statement	<b>49,457</b>	28,042
<b>Net assets as at the end of the period</b>	<b>1,669,640</b>	<b>822,824</b>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
FARID AHMED KHAN  
CEO

For ABL Asset Management Company Limited  
(Management Company)

  
KAMRAN NISHAT  
DIRECTOR

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**ABL STOCK FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2015**

	Note	For the Nine Months ended March 31, 2015	For the Nine Months ended March 31, 2014
----- Rupees in '000 -----			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Net income for the period</b>		158,812	197,463
<b>Adjustments for:</b>			
Unrealised diminution / (appreciation) on re-measurement of investments classified as financial assets at fair value through profit or loss - net		96,316	(77,686)
Dividend income		(71,985)	(36,373)
Element of income and capital gains included in prices of units issued less those in units redeemed - net		(84,692)	(30,467)
Amortisation of preliminary expenses and floatation costs		-	538
Federal excise duty on remuneration of Management Company		3,158	2,716
Provision for Workers' Welfare Fund		3,241	4,030
		<u>104,850</u>	<u>60,222</u>
<b>(Increase) / decrease in assets</b>			
Investments		(605,236)	(35,767)
Dividend and profit receivable		(469)	163
Advances and security deposit		6,468	(13)
Receivable against sale of units		(24,846)	-
Receivable against sale of investments		-	2
		<u>(624,083)</u>	<u>(35,614)</u>
<b>Increase / (decrease) in liabilities</b>			
Payable to ABL Asset Management Company Limited - Management Company		903	(136)
Payable to Central Depository Company of Pakistan Limited - Trustee		97	(6)
Payable to Securities and Exchange Commission of Pakistan		207	124
Payable against purchase of investments		(114,971)	-
Accrued expenses and other liabilities		1,713	(900)
		<u>(112,051)</u>	<u>(918)</u>
Dividend received		43,566	27,106
<b>Net cash (used in) / generated from operating activities</b>		<u>(587,718)</u>	<u>50,795</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid		(32,573)	(53,273)
Receipts from issuance of units		1,024,673	452,140
Payments against redemption of units		(542,817)	(526,925)
<b>Net cash generated from / (used in) financing activities</b>		<u>449,283</u>	<u>(128,059)</u>
<b>Net decrease in cash and cash equivalents during the period</b>		<u>(138,435)</u>	<u>(77,264)</u>
Cash and cash equivalents at the beginning of the period		410,303	87,063
<b>Cash and cash equivalents at the end of the period</b>	6	<u>271,868</u>	<u>9,800</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

  
**FARID AHMED KHAN**  
 CEO

For ABL Asset Management Company Limited  
 (Management Company)

  
**KAMRAN NISHAT**  
 DIRECTOR

# ABL STOCK FUND

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2015

### 1. LEGAL STATUS AND NATURE OF BUSINESS

ABL Stock Fund (the Fund) was established under a Trust Deed executed on April 23, 2009 between ABL Asset Management Company Limited (ABL AMCL) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised the constitution of the Trust Deed vide letter no. NBFC-II/DD/ABLAMC/422/09 on 10 April 2009 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 the 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 fund and is listed on the Karachi Stock Exchange (Guarantee) Limited. The units of the Fund are offered for public subscription on a continuous basis.

The Fund has been categorised as an open-ended equity scheme as per the criteria laid down by the SECP for categorisation of Collective Investment Scheme (CIS).

The objective of the Fund is to provide higher risk adjusted returns to investors by investing in a diversified portfolio of equity instruments. The investment objectives and policies of the Fund are more fully explained in the Fund's offering document.

The JCR-VIS Credit Rating Company Limited has assigned management quality rating of 'AM2 (stable outlook)' to the Management Company on December 31, 2014 and fund performance ranking of MFR 2-Star for one year, MFR 3-Star for three years and MFR-4 Star for five years to the Fund on June 30, 2014.

The assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as 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 requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance 1984, the Non - Banking Finance Companies (Establishment and Regulation) Rules 2003 (the NBFC Rules), the Non - Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of / or directives issued under the Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and directives issued by the SECP have been followed.

This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Fund for the year ended June 30, 2014.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2014.

### 4. ACCOUNTING ESTIMATES

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty are the same as those that applied to the financial statements of the Fund as at and for the year ended June 30, 2014.

### 5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2014.

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
----- Rupees in '000 -----			
<b>6. BALANCES WITH BANKS</b>			
Savings accounts	6.1	271,868	410,303
<b>6.1</b>	These savings accounts carry mark-up at rates ranging from 6.50% to 7.50% (June 30, 2014: 7.00% to 9.30%) per annum. Deposits in savings accounts include Rs. 271.54 million (June 30, 2014: Rs. 408.92 million) maintained with Allied Bank Limited, a related party and carry mark-up at the rate of 7.00% (June 30, 2014: 9.30%).		

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
----- Rupees in '000 -----			
<b>7. INVESTMENTS</b>			
<b>Financial assets at fair value through profit or loss</b>			
- Listed equity securities	7.1	1,473,038	964,118
- Government securities	7.2	-	-
		1,473,038	964,118

## 7.1 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 March 31, 2015				Market value as a percentage of total net assets	Market value as a percentage of total investments
	As at July 1, 2014	Purchased during the period	Bonus shares received during the period	Sold during the period	As at March 31, 2015	Carrying value	Market value	Appreciation / (diminution)		
----- (Rupees in '000) -----										
<b>Oil and gas</b>										
Attock Petroleum Limited	26,900	46,900	-	73,800	-	-	-	-	-	-
Hascol Petroleum Limited	-	777,500	-	156,500	621,000	62,140	57,039	(5,101)	3.42%	3.87%
Oil and Gas Development Company Limited	175,000	384,600	-	299,000	260,600	58,612	47,307	(11,305)	2.83%	3.21%
Pakistan Oilfields Limited	179,900	259,000	-	234,400	204,500	73,361	66,761	(6,600)	4.00%	4.53%
Pakistan Petroleum Limited	336,600	842,200	-	408,000	770,800	146,347	119,220	(27,127)	7.14%	8.09%
Pakistan State Oil Company Limited	200,236	447,500	-	328,736	319,000	118,010	109,863	(8,147)	6.58%	7.46%
	918,636	2,757,700	-	1,500,436	2,175,900	458,470	400,190	(58,280)	23.97%	27.16%
<b>Chemicals</b>										
Engro Corporation Limited	346,700	469,000	-	281,500	534,200	115,936	137,236	21,300	8.22%	9.32%
Engro Fertilizers Limited	-	315,000	-	-	315,000	24,118	24,299	181	1.46%	1.65%
Fatima Fertilizer Company Limited	1,546,000	300,000	-	1,546,000	300,000	12,163	11,568	(595)	0.69%	0.79%
Fauji Fertilizer Company Limited	-	503,700	-	429,200	74,500	10,261	9,926	(335)	0.59%	0.67%
Arif Habib Corporation Limited	1,964,000	-	-	1,964,000	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	1,032,000	-	653,000	379,000	16,383	17,616	1,233	1.06%	1.20%
	3,856,700	2,619,700	-	4,873,700	1,602,700	178,861	200,645	21,784	12.02%	13.63%
<b>Industrial Metals And Mining</b>										
International Industries Limited	797,500	64,000	-	861,500	-	-	-	-	-	-
	797,500	64,000	-	861,500	-	-	-	-	-	-
<b>Construction and materials (cement)</b>										
D.G. Khan Cement Company Limited	327,500	1,078,000	-	873,000	532,500	56,922	59,533	2,611	3.57%	4.04%
Fauji Cement Company Limited	507,000	770,000	-	1,277,000	-	-	-	-	-	-
Fecto Cement Limited	-	327,500	-	327,500	-	-	-	-	-	-
Maple Leaf Cement Factory	2,007,000	3,363,500	-	3,951,000	1,419,500	58,000	68,193	10,193	4.08%	4.63%
Lucky Cement Limited	-	242,800	-	112,000	130,800	61,478	58,329	(3,149)	3.49%	3.96%
	2,841,500	5,781,800	-	6,540,500	2,082,800	176,400	186,055	9,655	11.14%	12.63%
<b>Engineering</b>										
Millat Tractors Limited	-	60,000	-	800	59,200	37,129	31,755	(5,374)	1.90%	2.16%
	-	60,000	-	800	59,200	37,129	31,755	(5,374)	1.90%	2.16%
<b>Automobile And Parts</b>										
Pak Suzuki Motor Company	150,000	-	-	150,000	-	-	-	-	-	-
Indus Motor Company	-	38,500	-	11,500	27,000	28,572	27,406	(1,166)	1.64%	1.86%
	150,000	38,500	-	161,500	27,000	28,572	27,406	(1,166)	1.64%	1.86%
<b>Food Producers</b>										
Engro Foods Limited	-	100,000	-	100,000	-	-	-	-	-	-
	-	100,000	-	100,000	-	-	-	-	-	-
<b>Household Goods</b>										
Pak Elektron	-	1,453,000	-	1,453,000	-	-	-	-	-	-
Tariq Glass Industries Limited	-	900,000	-	88,000	812,000	48,786	38,505	(10,281)	2.31%	2.61%
	-	2,353,000	-	1,541,000	812,000	48,786	38,505	(10,281)	2.31%	2.61%
<b>Personal Goods</b>										
Nishat (Chunian) Limited	-	2,266,000	-	855,000	1,411,000	61,245	53,547	(7,698)	3.21%	3.64%
Nishat Mills Limited	-	531,400	-	216,000	315,400	37,466	32,228	(5,238)	1.93%	2.19%
Service Industries Limited	-	38,450	-	5,000	33,450	29,549	25,756	(3,793)	1.54%	1.75%
	-	2,835,850	-	1,076,000	1,759,850	128,260	111,531	(16,729)	6.68%	7.58%
<b>Pharma And Bio Tech</b>										
The Searle Company Limited (note 7.4)	-	131,800	18,320	131,800	18,320	3,284	3,864	580	0.23%	0.26%
	-	131,800	18,320	131,800	18,320	3,284	3,864	580	0.23%	0.26%
<b>Fixed line telecommunications</b>										
Pakistan Telecommunication Company Limited	-	300,000	-	300,000	-	-	-	-	-	-
	-	300,000	-	300,000	-	-	-	-	-	-
<b>Electricity</b>										
Altern Energy Limited	-	95,000	-	95,000	-	-	-	-	-	-
Pakgen Power	-	1,934,500	-	228,000	1,706,500	53,151	47,611	(5,540)	2.85%	3.23%
Lalpir Power Company Limited	-	1,300,000	-	186,000	1,114,000	29,399	33,275	3,876	1.99%	2.26%
Saif Power Limited	-	2,700,000	-	2,700,000	-	-	-	-	-	-
Hub Power Company Limited	1,188,300	926,500	-	818,500	1,296,300	91,375	110,678	19,303	6.63%	7.51%
	1,188,300	6,956,000	-	4,027,500	4,116,800	173,925	191,564	17,639	11.47%	13.01%
<b>Multiutilities (Gas &amp; Water)</b>										
Sui Northern Gas Pipelines Limited	-	1,323,000	-	821,000	502,000	13,276	11,601	(1,675)	0.69%	0.79%
Sui Southern Gas Company Limited	-	377,000	-	377,000	-	-	-	-	-	-
	-	1,700,000	-	1,198,000	502,000	13,276	11,601	(1,675)	0.69%	0.79%

Name of investee company	Number of Shares				Balance as at March 31, 2015				Market value as a percentage of total net assets	Market value as a percentage of total investments
	As at July 1, 2014	Purchased during the period	Bonus shares received during the period	Sold during the period	As at March 31, 2015	Carrying value	Market value	Appreciation / (diminution)		

----- (Rupees in '000) -----

#### Commercial banks

Bank Al Habib Limited	382,450	282,000	-	569,000	95,450	4,385	4,112	(273)	0.25%	0.28%
Askari Bank Limited	-	1,003,500	-	1,003,500	-	-	-	-	-	-
MCB Bank Limited	218,180	43,000	-	156,500	104,680	32,121	25,807	(6,314)	1.55%	1.75%
Habib Metropolitan Bank Limited	369,000	1,325,500	-	503,500	1,191,000	43,554	34,587	(8,967)	2.07%	2.35%
United Bank Limited	-	763,400	-	77,000	686,400	120,728	105,658	(15,070)	6.33%	7.17%
Bank Alfalah Limited	1,644,000	595,000	-	594,000	1,645,000	47,422	42,162	(5,260)	2.53%	2.86%
Faysal Bank Limited	-	670,000	-	670,000	-	-	-	-	-	-
Habib Bank Limited	-	100,000	-	100,000	-	-	-	-	-	-
Meezan Bank Limited	573,500	235,000	-	808,500	-	-	-	-	-	-
National Bank of Pakistan	1,131,500	319,500	-	710,000	741,000	47,806	37,480	(10,326)	2.24%	2.54%
	4,318,630	5,336,900	-	5,192,000	4,463,530	296,017	249,806	(46,210)	14.97%	16.95%

#### Non life insurance

Adamjee Insurance Co Ltd	-	182,000	-	182,000	-	-	-	-	-	-
IGI Insurance Limited	-	116,000	-	16,000	100,000	26,375	20,116	(6,259)	1.20%	1.37%
	-	298,000	-	198,000	100,000	26,375	20,116	(6,259)	1.20%	1.37%

14,071,266    31,333,250    18,320    27,702,736    17,720,100    1,569,355    1,473,038    (96,316)    88.22%    100.00%

7.1.1 The above investment includes shares having a market value (in aggregate) amounting to Rs 46.870 million ( June 30, 2014: Rs 91.346 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

- D.G.Khan Cement Company Limited: 50,000 (June 30, 2014: 50,000) shares.
- Engro Corporation Limited: 50,000 (June 30, 2014: 50,000) shares.
- Pakistan Oilfields Limited: Nil (June 30, 2014: 63,000) shares.
- Pakistan Petroleum Limited: 90,000 (June 30, 2014: 90,000) shares.
- Pakistan State Oil Company Limited: Nil (June 30, 2014: 30,000) shares.
- The Hub Power Company Limited: 170,000 (June 30, 2014: 170,000) shares.

## 7.2 Government securities - Market treasury bills

Issue date	Tenor	Face Value				Balance as at March 31, 2015			Market value as a percentage of total net assets	Market value as a percentage of total market value of investments
		As at July 01, 2014	Purchased during the period	Disposed off / matured during the period	As at March 31, 2015	Carrying value	Market value	Appreciation / (diminution)		

----- (Rupees in '000) -----

July 10, 2014	3 months	-	40,000	40,000	-	-	-	-	-	-
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(Unaudited)      (Audited)  
 March 31,      June 30,  
 2015              2014

----- Rupees in '000 -----

**7.3 Unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss - net**

Market value of securities		1,473,038	964,118
Less: carrying value of securities		1,569,355	901,358
		(96,316)	62,760

**7.4** The Finance Act 2014 introduced amendments to Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. These shares will be released upon payments of tax by shareholders. The value of tax will be computed on the basis of day-end price on the first day of book closure.

In this regard, a constitution petition has been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs, which is pending adjudication. The petition is based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should not be applicable on bonus shares received by CISs. A stay order has been granted by the High Court of Sindh in favour of CISs.

In the current period, the Searle Company Limited issued bonus shares (17,404 shares), after withholding 5 percent of bonus shares (916 shares). The Searle Company Limited instructed the Fund to pay withholding tax of Rs. 0.173 million to the Searle Company Limited, in order to release withheld bonus shares. Based on the stay order, the Fund has not paid the amount of tax. Further, shares against withholding tax held by the Searle Company have neither been released nor deposited with the Government Treasury.

(Unaudited)      (Audited)  
 March 31,      June 30,  
 2015              2014

----- Rupees in '000 -----

**8. PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY**

	Note	2015	2014
Remuneration of Management Company		2,959	1,967
Sales load		188	163
Preliminary expenses and floatation costs		-	717
Sindh sales tax on remuneration of Management Company	8.1	1,536	933
Federal excise duty on remuneration of Management Company	8.2	7,025	3,867
		11,708	7,647

**8.1** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 15% (June 30, 2014: 16%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

- 8.2 As per the requirement of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. The matter has been taken up collectively by the Mutual Fund Association of Pakistan where various options are being considered. The Honourable High Court Sindh in a Constitutional petition relating to levy of Federal Excise Duty (FED) on Mutual Fund has granted stay order for the recovery of Federal Excise Duty (FED). As a matter of abundant caution, the Management Company has made a provision with effect from June 13, 2013, aggregating to Rs. 7.025 million. Had the provision not been made, the Net Asset Value per unit of the Fund as at March 31, 2015 would have been higher by Rs. 0.0531 per unit.

	Note	(Unaudited) March 31, 2015	(Audited) June 30, 2014
----- Rupees in '000 -----			
<b>9. ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Auditors' remuneration		195	296
Rating fee		90	120
Brokerage and other charges		2,527	793
Provision for Workers' Welfare Fund	9.1	18,288	14,924
Other payables		301	314
		<b>21,401</b>	<b>16,447</b>

- 9.1 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 connection, 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.

Subsequent to the year June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) 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.

In 2012, 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 declared the said amendments as unlawful and unconstitutional. In March 2013, a large bench of Sindh High Court (SHC) in various Constitutional Petitions declared that amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008 do not suffer from any constitutional or legal infirmity. However, the Honourable High Court of Sindh has not addressed the other amendments made in WWF Ordinance 1971 about applicability of WWF to the CISs which is still pending before the court.

The Management Company believes that the aforementioned constitutional petition pending in SHC has strong grounds for decision in favour of the mutual funds. However, the management as a matter of abundant caution has recognised WWF charge amounting to Rs. 18.288 million (including Rs. 3.241 million during the current period) had the WWF not been provided, the NAV per unit of the Fund would have been higher by Rs. 0.1383 per unit (1.38 percent).

## 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 to the unit holders. Provided that for the purpose of determining distribution of at least ninety percent of accounting income, the income distributed through bonus units shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute ninety percent of the net accounting income other than unrealized capital gains to unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the management company intends to distribute at least ninety percent of the Fund's accounting income for the year ending June 30, 2015, as reduced by capital gains (whether realised or unrealised) to its unit holders.

## 11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding at March 31, 2015 except for the matter disclosed in note 7.4 of this condensed interim financial information.

## 12. EARNINGS PER UNIT (EPU)

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

## 13. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include ABL Asset Management Company Limited being the Management Company, Allied Bank Limited, ABL Asset Management Company Limited - Staff Provident Fund, Allied Bank Limited - Employees Superannuation (Pension) Fund, Allied Bank Limited - Staff Provident Fund, Cyan Limited, Cyan Limited - Employees Provident Fund and CFA Association of Pakistan being entities under common management and / or directorship, the Central Depository Company of Pakistan limited being the Trustee of the Fund and the directors and officers of the Management Company and unit holders holding 10 percent or more of the Fund's net assets.

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

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

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

13.1 Details of transactions with connected persons / related parties during the period are as follows:

	(Un-audited)	
	Nine months ended March 31,	
	2015	2014
------(Rupees in '000)-----		
<b>ABL Asset Management Company Limited - Management Company</b>		
Remuneration for the period	19,737	16,977
Sindh sales tax on remuneration of the Management Company	3,434	3,151
Federal Excise Duty on remuneration of the Management Company	3,158	2,716
Issue of 1,967,953 units (2014: Nil units)	24,846	-
Bonus of Nil units (2014: 705,965 units)	-	8,589
<b>Allied Bank Limited</b>		
Profit on bank deposits	7,932	4,713
Cash distribution paid	-	53,270
Bank charges	61	50
Issue of Nil units (2014: 10,000,000 units)	-	179,713
Redemption of Nil units (2014: 10,000,000 units)	-	179,713
<b>Sindh Province Pension Fund</b>		
Bonus of Nil units (2014: 2,318,724 units)	-	28,211
Redemption of Nil units (2014: 3,807,000 units)	-	49,592
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration	1,738	1,129
Settlement charges	179	120
<b>Ibrahim Agencies Pvt Limited</b>		
Issue of 13,456,181 units (2014: 524,915 units)	188,426	7,000
<b>DIRECTORS OF THE MANAGEMENT COMPANY</b>		
<b>Mr. Sheikh Mukhtar Ahmad</b>		
Issue of 1,033,713 units (2014: 1,019,195 units)	14,639	12,000
<b>KEY MANAGEMENT PERSONNEL</b>		
<b>Chief Executives Officer</b>		
Issue of 74,979 units (2014: Nil units)	1,000	-

**13.2 Amounts outstanding with connected persons / related parties as at the period / year end**

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

Remuneration payable	2,959	1,967
Preliminary expenses and floatation costs payable	-	717
Sales load payable	188	163
Units held 4,964,392 units (June 30, 2014: 2,996,440 units)	62,678	34,223
Sindh sales tax payable on remuneration of Management Company	1,536	933
Federal excise duty payable on remuneration of Management Company	7,025	3,867

**Allied Bank Limited**

Mark-up accrued on bank deposits	1,476	1,002
Bank balances held	271,543	408,923
Outstanding 10,000,000 units (June 30, 2014: 10,000,000 units)	126,255	114,246

**Ibrahim Agencies (Private) Limited - Connected Person**

Units held 28,880,939 units (June 30, 2014: 15,424,758 units)	364,636	176,222
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**Central Depository Company of Pakistan Limited - Trustee**

Remuneration payable	233	136
Security deposit receivable	100	100

**DIRECTORS OF THE MANAGEMENT COMPANY**

**Mr. Sheikh Mukhtar Ahmad**

Units held 2,350,993 units (June 30, 2014: 1,317,280 units)	29,682	15,049
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**KEY MANAGEMENT PERSONNEL**

**Chief Executives Officer**

Issue of 74,979 units (June 30, 2014: Nil units)	947	-
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**14. GENERAL**

Figures have been rounded off to the nearest thousand rupees.

**15. DATE FOR AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue on **April 29, 2015** by the Board of Directors of the Management Company.

  
 FARID AHMED KHAN  
 CEO

For ABL Asset Management Company Limited  
(Management Company)

  
 KAMRAN NISHAT  
 DIRECTOR

  
**ABL**  
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