



ABL ISLAMIC STOCK FUND
HALF YEAR FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half Yearly REPORT



ABL Asset Management

Discover the potential



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FUND'S INFORMATION

Management Company:	ABL Asset Management Company Limited Plot/Building # 14, Main Boulevard, DHA, Phase - VI, Lahore - 54810	
Board of Directors:	Sheikh Mukhtar Ahmed Mr. Mohammad Naem Mukhtar Mr. Muhammad Waseem Mukhtar Mr. Aizid Razzaq Gill Ms. Saira Shahid Hussain Mr. Pervaiz Iqbal Butt Mr. Muhammad Kamran Shehzad	Chairman Non-Executive Director Non-Executive Director Non-Executive Director Independent Director Independent Director
Audit Committee:	Mr. Muhammad Kamran Shehzad Mr. Muhammad Waseem Mukhtar Mr. Pervaiz Iqbal Butt	Chairman Member Member
Human Resource and Remuneration Committee	Mr. Muhammad Waseem Mukhtar Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Naveed Nasim	Chairman Member Member Member
Board's Risk Management Committee	Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Naveed Nasim	Chairman Member Member
Board Strategic Planning & Monitoring Committee	Mr. Muhammad Waseem Mukhtar Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Naveed Nasim	Chairman Member Member Member
Chief Executive Officer of The Management Company:	Mr. Naveed Nasim	
Chief Financial Officer & Company Secretary:	Mr. Saqib Matin	
Chief Internal Auditor:	Mr. Kamran Shehzad	
Trustee:	Digital Custodian Company Limited 4th Floor, Perdesi House, Old Queen's Road, Karachi, 74200	
Bankers to the Fund:	Allied Bank Limited Bank Islami Pakistan Limited Dubai Islamic Bank Limited	
Auditors:	M/s. A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, Karachi	
Legal Advisor:	Ijaz Ahmed & Associates Advocates & Legal Consultants No. 7, 11th Zamzama Street, Phase V DHA Karachi.	
Registrar:	ABL Asset Management Company Limited L - 48, DHA Phase - VI, Lahore - 74500	



REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Islamic Stock Fund (ABL-ISF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL Islamic Stock Fund for the half year ended December 31, 2023.

ECONOMIC PERFORMANCE REVIEW

In June 2023, Pakistan successfully signed a Stand-by Agreement with IMF worth PKR 3 Bn; this improved the external outlook as the macroeconomic indicators were majorly positive for 1HFY24. In addition to the inflows from IMF, new loans and roll overs from China, Saudi Arabia and UAE improved the foreign exchange reserves which, subsequently, strengthened PKR against USD. On 29th December 2023, FX reserves with SBP stood at USD 8.2 Bn. The upcoming second review of the IMF Stand-by Agreement should further alleviate pressure form the domestic currency as the foreign exchange reserves will further improve. In November 2023, YoY Inflation clocked in at 28.28% vs. 25.04% SPLY. This was mainly due to the recent increase in gas tariffs while other major contributors were food, housing and transport prices. Moving forward, we expect CPI inflation to remain on the lower side due to the anticipated decline in local fuel prices and high base effect of last year. Continuation of tighter monetary and fiscal policies coupled with proper administration have led to a shrinking trade balance. The YoY Current Account Deficit for 5MFY24 was reduced to USD 1160Mn form USD 3264Mn (down by 64%). On the fiscal side, FBR managed to collect PKR 4505bn during the period.

STOCK MARKET REVIEW (ISLAMIC)

During 1HFY24, KMI-30 index witnessed a remarkable surge, reaching unprecedented highs and concluding with a substantial positive return of 48.03%, culminating at 104,728 points. Despite an initially frail macroeconomic landscape marked by historic inflation levels, dwindling forex reserves, surging interest rates, and a dearth of foreign investments, a semblance of stability emerged with the inclusion of a USD 3 billion standby agreement with the International Monetary Fund (IMF). The stock market responded jubilantly to the inflows from the IMF and other financial institutions.

The policy rate reached a record pinnacle of 22%. The caretaker government after assuming office in August 2023, took bold steps to curtail fiscal deficits by increasing gas tariffs that impacted national consumer price index which was anticipated to calm down in 2QFY24. Government demonstrated a commitment to combat currency dealers and smugglers, resulting in the recovery of the Pakistani Rupee against the US Dollar from a historic low of 307 to a closing rate of 281.86. The State Bank of Pakistan anticipating a downturn in inflation, maintained status quo in the last four monetary policy committee meetings.

Additionally, successful inflows from the IMF and rollovers from friendly nations played a crucial role in enabling the SBP to uphold decent foreign exchange reserves by the conclusion of the calendar year. Looking ahead, the anticipated smooth transition of power to the elected government following the elections in February 2024 is poised to bolster confidence of foreign investors and will remain a key focus in determining the market's fate.

Market activity remained positive as volume average traded volume increased by 107% while the average traded value increased by 93% to 115 mn and ~USD 27 mn during 1HFY24 when compared with same period last year, respectively. Foreigners bought worth USD 71 mn shares during the said period. On the local front, banks and mutual funds remained on the forefront with a net selling of worth USD 92 mn, and USD 51 mn, respectively while insurance and companies bought shares of worth USD 60 mn and USD 52 mn, respectively.

Sectors contributing to the index strength were oil & gas exploration sector, cements and power sector adding 8021, 5648 and 4692 points respectively. On the flip side, pharma sector negatively impacted the index, subtracting 9 points.

MUTUAL FUND INDUSTRY REVIEW

Total assets under management (AUMs) of the open-end mutual fund industry posted a mammoth growth of 35% YoY (from PKR 1613bn to PKR 2183bn). Islamic income and Conventional Income funds witnessed a huge growth of 107% YoY and 61% YoY to close the period at PKR 385bn and PKR 268bn, respectively. On the flip side Aggressive fixed income declined by 7%YoY to close the period at PKR 16bn.

FUND PERFORMANCE

ABL Islamic Stock Fund's AUM increased by 49.77% to PKR 1,664.42mn in December 2023 compared to PKR 1,111.59mn in June 2023. The fund posted a return of 50.38% against the benchmark return of 48.03% which reflects over performance of 235bps. When measured from its inception date, ABL-ISF has posted a return of 148.36% as compared to its benchmark return of 175.99%.

AUDITORS

M/s. A.F. Ferguson & Co. (Chartered Accountants), have been re-appointed as auditors for the year ending June 30, 2024 for ABL Islamic Stock Fund (ABL-ISF).

MANAGEMENT QUALITY RATING

On October 26, 2023: The Pakistan Credit Rating Agency Limited (PACRA) has assigned the Management Quality Rating (MQR) of ABL Asset Management Company (ABL AMC) at 'AM1' (AM-One). Outlook on the assigned rating is 'Stable'.

OUTLOOK

Restoration of International Monetary Fund (IMF) program paved the way for other financial institutions to support Pakistan and boosted the investor's confidence back in the market. Foreign investors were net buyers. Going forward, performance of equity market will rely on political stability, smooth execution of IMF program and revival of economic activity through decrease in inflation and decline in interest rates.

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 Digital Custodian Company Limited and the management of Pakistan 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



Director

Lahore, February 21, 2024



Naveed Nasim
Chief Executive Officer





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REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

ABL ISLAMIC STOCK FUND

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

ABL Islamic Stock Fund an open-ended scheme and has been established under a Trust Deed dated May 15, 2013 executed between ABL Asset Management Company Limited, as the Management Company and Digital Custodian Company Limited as the Trustee. The Fund commenced its operation on June 12, 2013.

1. ABL Asset Management Company Limited the Management Company of ABL Islamic Stock Fund has in all material respects managed ABL Islamic Stock Fund during the period ended December 31st, 2023 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.
2. Statement on the shortcoming(s) that may have impact on the decision of the existing or the potential unit holders remaining or investing in the Collective Investment Scheme; and

Statement

No short coming has been addressed during the period ended December 31st, 2023.

3. Disclosure of the steps taken to address the shortcoming(s) or to prevent the recurrence of the short coming(s).

Disclosure of the steps

We have critically examine the fund in accordance with circular, directives, NBFC Regulations 2008 and its constitutive documents. However, no shortcoming has been addressed.

DKH

ONLINE +923-111-322-228 digitalcustodian.co digitalcustodian	LAHORE LSE Plaza, 508 Kashmir Egerton Road +92 42 3630 4406	KARACHI Perdesi House Old Queens Road +92 21 3241 9770
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- Trustee's opinion regarding the calculation of the management fee, CIS Monthly Fee Payable to the Commission and other expenses in accordance with the applicable regulatory framework.

Trustee Opinion

“The Management fee, CIS monthly fee payable to the Commission and other expenses has been accurately calculated in accordance with the NBFC Regulations, 2008 and its constitutive documents”.

Dabeer Khan
Manager Compliance
Digital Custodian Company Limited

Karachi: February 23, 2024

ONLINE

+923-111-322-228

digitalcustodian.co

/digitalcustodian

LAHORE

LSE Plaza, 508

Kashmir Egerton Road

+92 42 3630 4406

KARACHI

Perdesi House

Old Queens Road

+92 21 3241 9770





INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **ABL Islamic Stock Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement for the half year ended December 31, 2023, together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'). The Management Company (ABL Asset Management Company Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements 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 condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Noman Abbas Sheikh**
Dated:
Karachi

AHS

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

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ABL ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023

		(Un-audited) December 31, 2023	(Audited) June 30, 2023
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	76,900	43,874
Investments	5	1,656,732	1,121,116
Dividend and profit receivable		1,271	435
Deposits and other receivables		9,672	9,672
Receivable against issuance of units		10,910	-
Total assets		1,755,485	1,175,097
LIABILITIES			
Payable to ABL Asset Management Company Limited - Management Company	6	39,164	37,547
Payable to Digital Custodian Company Limited - Trustee	7	126	101
Payable to the Securities and Exchange Commission of Pakistan	8	131	362
Payable against redemption and conversion of units		14,424	14,913
Payable against purchase of investments - net		32,947	898
Accrued expenses and other liabilities	9	4,275	9,688
Total liabilities		91,067	63,509
NET ASSETS		1,664,418	1,111,588
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,664,418	1,111,588
CONTINGENCIES AND COMMITMENTS	10		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		84,770,458	85,138,664
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		19.6344	13.0562

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Naveed Nasim
Chief Executive Officer




Pervaiz Iqbal Butt
Director

ABL ISLAMIC STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
Rupees in '000					
INCOME					
Profit on savings accounts		3,074	5,574	1,970	(1,336)
Dividend income		43,625	91,101	31,891	62,669
Gain / (loss) on sale of investments - net		131,578	(21,431)	83,147	(26,806)
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.2	374,136	(63,852)	317,483	(58,805)
		505,714	(85,283)	400,630	(85,611)
Total income / (loss)		552,413	11,392	434,491	(24,278)
EXPENSES					
Remuneration of ABL Asset Management Company Limited - Management Company	6.1	12,784	22,720	6,971	10,652
Punjab Sales Tax on remuneration of the Management Company	6.2	2,045	3,635	1,115	1,704
Accounting and operational charges	6.4	638	1,134	348	531
Selling and marketing expenses	6.5	8,928	15,873	4,863	7,427
Remuneration of Digital Custodian Company Limited - Trustee	7.1	571	820	300	392
Sindh Sales Tax on remuneration of the Trustee	7.2	74	107	39	51
Fee to the Securities and Exchange Commission of Pakistan	8	607	227	331	106
Securities transaction cost		3,631	6,878	2,040	2,659
Auditors' remuneration		417	351	241	192
Listing fee		31	14	-	7
Shariah advisory fee		228	181	138	92
Printing charges		101	101	55	51
Bank charges		163	142	65	17
Legal and professional charges		326	407	240	395
Settlement and other charges		896	993	540	585
Total operating expenses		31,440	53,583	17,286	24,861
Taxation	11	-	-	-	-
Net income / (loss) for the period after taxation		520,973	(42,191)	417,205	(49,139)
Earnings / (loss) per unit	12				
Allocation of net income for the period:					
Net income for the year after taxation		520,973	-		
Income already paid on units redeemed		56,005	-		
		464,968	-		
Accounting income available for distribution:					
- Relating to capital gains		464,968	-		
- Excluding capital gains		-	-		
		464,968	-		

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Naveed Nasim
Chief Executive Officer



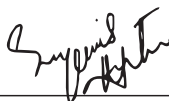
Pervaiz Iqbal Butt
Director

ABL ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	----- Rupees in '000 -----			
Net income / (loss) for the period after taxation	520,973	(42,191)	417,205	(49,139)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	520,973	(42,191)	417,205	(49,139)

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Naveed Nasim
Chief Executive Officer



Pervaiz Iqbal Butt
Director

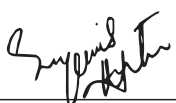


ABL ISLAMIC STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- Rupees in '000-----						
Net assets at the beginning of the period (audited)	771,779	339,809	1,111,588	2,356,295	350,863	2,707,158
Issue of 49,857,402 (2022: 55,879,398) units						
- Capital value (at net asset value per unit at the beginning of the period)	650,948	-	650,948	999,902	-	999,902
- Element of income	189,390	-	189,390	29,034	-	29,034
Total proceeds on issuance of units	840,338	-	840,338	1,028,936	-	1,028,936
Redemption of 50,225,608 (2022: 100,058,980) units						
- Capital value (at net asset value per unit at the beginning of the period)	655,756	-	655,756	1,830,555	-	1,830,555
- Element of loss	96,720	56,005	152,725	20,300	-	20,300
Total payments on redemption of units	752,476	56,005	808,481	1,850,855	-	1,850,855
Total comprehensive income / (loss) for the period	-	520,973	520,973	-	(42,191)	(42,191)
Distribution during the period	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	520,973	520,973	-	(42,191)	(42,191)
Net assets at the end of the period (un-audited)	859,641	804,777	1,664,418	1,534,376	308,672	1,843,048
Undistributed income brought forward						
- Realised income		383,530			801,996	
- Unrealised loss		(43,721)			(451,133)	
		339,809			350,863	
Accounting income available for distribution						
- Relating to capital gains	464,968			-		
- Excluding capital gains	-			-		
	464,968			-		
Net loss for the period after taxation		-			(42,191)	
Undistributed income carried forward		804,777			308,672	
Undistributed income carried forward						
- Realised income		430,641			372,524	
- Unrealised income / (loss)		374,136			(63,852)	
		804,777			308,672	
				(Rupees)		(Rupees)
Net asset value per unit at the beginning of the period				13.0562		13.1756
Net asset value per unit at the end of the period				19.6344		12.9408

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


Saqib Matin
Chief Financial Officer


Naveed Nasim
Chief Executive Officer


Pervaiz Iqbal Butt
Director




ABL ISLAMIC STOCK FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	<u>Half year ended December 31,</u>	
	2023	2022
Note	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	520,973	(42,191)
Adjustments:		
Profit on savings accounts	(3,074)	(5,574)
Dividend income	(43,625)	(91,101)
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.2 (374,136)	63,852
	(420,835)	(32,823)
Increase in assets		
Deposits and other receivables	-	(256)
(Decrease) / increase in liabilities		
Payable to ABL Asset Management Company Limited - Management Company	1,617	(16,515)
Payable to Digital Custodian Company Limited - Trustee	25	(29)
Payable to the Securities and Exchange Commission of Pakistan	(231)	(393)
Accrued expenses and other liabilities	(5,413)	(4,067)
	(4,002)	(21,004)
	<u>96,136</u>	<u>(96,274)</u>
Profit and dividend received	45,863	97,539
Net amount (paid) / received on purchase and sale of investments	(129,431)	682,334
Net cash generated from operating activities	<u>12,568</u>	<u>683,599</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	829,428	1,029,035
Payments against redemption of units	(808,970)	(1,845,457)
Net cash generated from / (used in) financing activities	20,458	(816,422)
Net increase / (decrease) in cash and cash equivalents	<u>33,026</u>	<u>(132,823)</u>
Cash and cash equivalents at the beginning of the period	43,874	186,238
Cash and cash equivalents at the end of the period	4 <u><u>76,900</u></u>	<u><u>53,415</u></u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Naveed Nasim
Chief Executive Officer



Pervaiz Iqbal Butt
Director

ABL ISLAMIC STOCK FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 ABL Islamic Stock Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on June 23, 2010 between ABL Asset Management Company Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The offering document of the Fund has been revised through the second supplement dated July 1, 2017 with the approval of the SECP. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Trust Deed vide letter no. SCD/AMCW/502/2013 dated May 3, 2013 in accordance with the requirements of 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 of registration issued by the SECP. The registered office of the Management Company is situated at Plot No.14, Main Boulevard, DHA Phase 6, Lahore. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

- 1.2 The Fund has been categorised as a Shariah compliant equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from June 12, 2013 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 The objective of the Fund is to provide capital appreciation to investors through higher, long term risk adjusted returns by investing in a diversified Shariah compliant portfolio of equity instruments.
- 1.4 The Management Company has been assigned a quality rating of 'AM1' by Pakistan Credit Rating Agency (PACRA) dated October 26, 2023 (2022: 'AM1' dated October 26, 2022). The rating reflects the experienced management team, structured investment process and sound quality of systems and processes.
- 1.5 The title to the assets of the Fund is held in the name of Digital Custodian Company Limited as the Trustee of the Fund.
- 1.6 During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to promulgation of Provincial Trust Act namely "The Punjab Trusts Act 2020" (The Punjab Trust Act). Consequently, the Fund was required to be registered under the Punjab Trust Act. Accordingly, on June 22, 2023, the Fund had been registered as a Trust under the Punjab Trusts (Amendment) Act, 2022 and has been issued a Trust Registration Certificate.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2023.

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

3.1 The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

3.3 Amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and therefore, have not been detailed in these condensed interim financial statements.

4. BANK BALANCES	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- Rupees in '000 -----	
Balances with banks in:			
Current account	4.1	6,066	8,729
Savings accounts	4.2	<u>70,834</u>	<u>35,145</u>
		<u>76,900</u>	<u>43,874</u>

4.1 This represents maintained with Allied Bank Limited, a related party of the Fund.

4.2 These include a balance of Rs 21.512 million (June 30, 2023: Rs 14.085 million) maintained with Allied Bank Limited (a related party) that carries profit at 20.50% per annum (June 30, 2023: 15.00% per annum). Other saving accounts of the Fund carry profit rates ranging from 18.00% to 20.50% per annum (June 30, 2023: 15.00% to 19.75% per annum)

5. INVESTMENTS	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- Rupees in '000 -----	
At fair value through profit or loss			
Listed equity securities	5.1	<u>1,656,732</u>	<u>1,211,166</u>

5.1 Listed equity securities

Name of the Investee Company	Number of shares					Balance as at December 31, 2023			Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company
	As at July 1, 2023	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2023	Carrying value	Market value	Appreciation / (diminution)	Net assets of the Fund	Total market value of investments	
AUTOMOBILE ASSEMBLER											
Millat Tractors Limited	15,000	45,000	-	15,000	45,000	17,953	26,157	8,204	1.57%	1.58%	0.10%
Shahzad Textile Mills Limited	-	122,000	-	-	122,000	21,603	21,699	96	1.30%	1.31%	1.41%
Honda Atlas Cars (Pakistan) Limited	-	70,000	-	70,000	-	-	-	-	-	-	-
						39,556	47,856	8,300	2.87%	2.89%	
AUTOMOBILE PARTS AND ACCESSORIES											
Panther Tyres limited	-	545,000	-	545,000	-	-	-	-	-	-	-
Thal Limited (note 5.1.1)	50	-	-	50	-	-	-	-	-	-	-
						-	-	-	-	-	-
CABLE & ELECTRICAL GOODS											
Pakistan Cables Limited	76,472	117,000	-	76,472	117,000	12,023	14,156	2,133	0.85%	0.85%	0.60%
						12,023	14,156	2,133	0.85%	0.85%	
CEMENT											
Cheral Cement Company Limited	198,804	92,500	-	214,000	77,304	9,584	12,599	3,015	0.76%	0.76%	0.04%
D.G Khan Cement Company Limited	185,000	829,000	-	864,000	150,000	12,109	11,610	(499)	0.70%	0.70%	0.03%
Fauji Cement Company Limited	2,050,000	1,200,000	-	1,450,000	1,800,000	24,150	34,056	9,906	2.05%	2.06%	0.14%
Gharibwal Cement Limited	-	412,500	-	-	412,500	9,384	11,954	2,570	0.72%	0.72%	0.18%
Kohat Cement Company Limited (note 5.1.2)	478,150	70,000	-	107,500	440,650	78,675	103,213	24,538	6.20%	6.23%	0.29%
Lucky Cement Limited (note 5.1.2)	143,825	34,000	-	34,900	142,925	83,596	112,479	28,883	6.76%	6.79%	0.04%
Maple Leaf Cement Factory Limited (note 5.1.2)	795,296	745,000	-	699,000	841,296	27,780	32,743	4,963	1.97%	1.98%	0.16%
Pioneer Cement Limited	-	500,000	-	85,000	415,000	47,518	47,700	182	2.87%	2.88%	0.18%
						292,796	366,355	73,559	22.03%	22.12%	
CHEMICALS											
Engro Polymer and Chemicals Limited *	75	-	-	-	75	3	3	-	-	-	-
Lucky Core Industries Limited *	50	-	-	-	50	29	39	10	-	-	-
Lotte Chemical Pakistan Limited *	4,500	-	-	-	4,500	128	121	(7)	0.01%	0.01%	-
Descon Oxychem Limited	-	400,000	-	400,000	-	-	-	-	-	-	-
						160	163	3	0.01%	0.01%	
COMMERCIAL BANKS											
Meezan Bank Limited (note 5.1.2)	808,588	263,000	-	413,500	658,088	67,945	106,189	38,244	6.38%	6.40%	0.07%
						67,945	106,189	38,244	6.38%	6.40%	
ENGINEERING											
Amreeli Steels Limited	-	1,370,000	-	920,000	450,000	12,216	10,377	(1,839)	0.62%	0.63%	0.15%
Mughal Iron and Steel Industries Limited	338,965	72,000	-	235,000	175,965	10,169	11,645	1,476	0.70%	0.70%	0.14%
International Steels Limited	130,000	-	-	130,000	-	-	-	-	-	-	-
						22,385	22,022	(363)	1.32%	1.33%	
FERTILIZER											
Engro Fertilizers Limited	954,366	191,000	-	552,000	593,366	49,574	66,593	17,019	4.00%	4.02%	0.04%
Engro Corporation Limited (note 5.1.2)	285,108	60,500	-	125,500	220,108	58,357	64,912	6,555	3.90%	3.92%	0.04%
Fauji Fertilizer Bin Qasim Limited	-	880,000	-	880,000	-	-	-	-	-	-	-
						107,931	131,506	23,575	7.90%	7.94%	
FOOD AND PERSONAL CARE PRODUCTS											
Al-Tahur Limited	773,096	550,000	-	259,500	1,063,596	16,633	14,731	(1,902)	0.89%	0.89%	0.73%
Unity Foods Limited	-	878,702	-	150,000	728,702	19,385	17,219	(2,166)	1.03%	1.04%	0.01%
Macto Foods Limited	-	29,500	-	29,500	-	-	-	-	-	-	-
National Foods limited	145,000	-	-	145,000	-	-	-	-	-	-	-
The Organic Meat Limited	548,750	-	-	548,750	-	-	-	-	-	-	-
						36,018	31,950	(4,068)	1.92%	1.93%	
GLASS AND CERAMICS											
Tariq Glass Industries Limited	168,048	163,000	-	224,000	107,048	9,082	10,675	1,593	0.64%	0.64%	0.15%
						9,082	10,675	1,593	0.64%	0.64%	
LEATHER AND TANNERIES											
Service GlobalFootwear Limited	-	329,500	-	82,000	247,500	8,916	14,929	6,013	0.90%	0.90%	1.21%
						8,916	14,929	6,013	0.90%	0.90%	
Balance carried forward						596,812	745,801	148,989			

Name of the Investee Company	Number of shares					Balance as at December 31, 2023			Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company
	As at July 1, 2023	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2023	Carrying value	Market value	Appreciation / (diminution)	Net assets of the Fund		
									Net assets of the Fund	Total market value of investments	
(Numbers of shares)					(Rupees in '000)			(%)			
Balance brought forward						596,812	745,801	148,989			
MISCELLANEOUS											
Pakistan Aluminium Beverage Cans Limited	-	200,000	-	-	200,000	12,345	15,114	2,769	0.91%	0.91%	0.20%
Synthetic Products Enterprises Limited	1,554	522,000	-	1,554	522,000	7,069	6,969	(100)	0.42%	0.42%	0.67%
Tripack Films Limited	300	-	-	300	-	-	-	-	-	-	-
						19,414	22,083	2,669	1.33%	1.33%	
OIL AND GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	73,060	7,500	-	32,837	47,723	73,753	100,032	26,279	6.01%	6.04%	0.04%
Oil and Gas Development Company Limited (note 5.1.2)	1,387,089	750,500	-	623,500	1,514,089	135,976	170,259	34,283	10.23%	10.27%	0.04%
Pakistan Petroleum Limited (note 5.1.2)	1,220,111	1,277,528	-	965,500	1,532,139	110,134	176,242	66,108	10.59%	10.63%	0.08%
Pakistan Oilfields Limited	100,120	-	-	100,120	-	-	-	-	-	-	-
						319,863	446,533	126,670	26.83%	26.94%	
OIL AND GAS MARKETING COMPANIES											
Attock Petroleum Limited	40,000	6,900	-	4,000	42,900	13,245	16,238	2,993	0.98%	0.98%	0.06%
Pakistan State Oil Company Limited (note 5.1.2 and 5.1.3)	117,092	401,000	-	293,247	224,845	33,609	39,732	6,123	2.39%	2.40%	0.08%
Sui Northern Gas Pipelines Limited	292,500	251,000	-	101,000	442,500	19,195	32,533	13,338	1.95%	1.96%	0.07%
Hascol Petroleum Limited (note 5.1.3)	25,935	-	-	25,935	-	-	-	-	-	-	-
HiTech Lubricants Limited	-	500,000	-	500,000	-	-	-	-	-	-	-
						66,049	88,503	22,454	5.32%	5.34%	
PAPER & BOARD											
Century Paper and Board Mills Limited	348,660	322,000	-	348,660	322,000	10,089	10,484	395	0.63%	0.63%	0.46%
						10,089	10,484	395	0.63%	0.63%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	19,200	10,000	-	11,200	18,000	6,999	8,284	1,285	0.50%	0.50%	0.02%
Ferozsons Laboratories Limited	81,700	112,400	-	93,000	101,100	16,724	22,307	5,583	1.34%	1.35%	0.33%
Highnoon laboratories Limited	-	26,200	-	-	26,200	11,377	13,219	1,842	0.79%	0.80%	0.11%
Citi Pharma Limited	501,000	250,000	-	751,000	-	-	-	-	-	-	-
The Searle company Limited (note 5.1.3)	23,692	-	-	23,692	-	-	-	-	-	-	-
						35,100	43,810	8,710	2.63%	2.65%	
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited (note 5.1.2)	1,005,292	635,000	-	399,000	1,241,292	101,903	145,343	43,440	8.73%	8.77%	0.96%
Nishat Chunian Power Limited	3,500	679,391	-	238,500	444,391	10,082	12,430	2,348	0.75%	0.75%	0.12%
						111,985	157,772	45,787	9.48%	9.52%	
REFINERY											
Attock Refinery Limited	668	100,000	-	40,168	60,500	16,738	19,812	3,074	1.19%	1.20%	0.07%
Pakistan Refinery Limited	-	1,350,000	-	1,350,000	-	-	-	-	-	-	-
						16,738	19,812	3,074	1.19%	1.20%	
TECHNOLOGY AND COMMUNICATION											
Systems Limited	198,612	40,500	-	68,650	170,462	70,127	72,201	2,074	4.34%	4.36%	0.15%
Avanceon Limited	-	240,000	-	240,000	-	-	-	-	-	-	-
Octopus Digital Limited	-	200,000	-	200,000	-	-	-	-	-	-	-
						70,127	72,201	2,074	4.34%	4.36%	
TEXTILE COMPOSITE											
Interloop Limited (note 5.1.2)	364,780	364,500	-	257,000	472,280	22,891	34,004	11,113	2.04%	2.05%	9.45%
Nishat Mills Limited	100,000	281,600	-	176,600	205,000	13,528	15,728	2,200	0.94%	0.95%	0.06%
						36,419	49,732	13,313	2.98%	3.00%	
SYNTHETIC AND RAYON											
Image Pakistan Limited	-	600,000	-	600,000	-	-	-	-	-	-	-
TRANSPORT											
Pakistan International Bulk Terminal	-	1,400,000	-	1,400,000	-	-	-	-	-	-	-
						-	-	-	-	-	
Total as at December 31, 2023						1,282,596	1,656,732	374,136			
Total as at June 30, 2023						1,164,837	1,121,116	(43,721)			

* Nil figures due to rounding off difference.

5.1.1 All shares have a nominal value of Rs. 10 each except for the shares of Thal Limited, National Foods Limited and Synthetic Products Enterprises Limited having a nominal value of Rs. 5 each.

5.1.2 The above investments include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of the Investee Company	(Un-audited)		(Audited)	
	December 31, 2023		June 30, 2023	
	Number of shares	Market value	Number of shares	Market value
	(Rupees in '000)		(Rupees in '000)	
Pakistan Petroleum Limited	1,000,000	115,030	1,000,000	59,140
Engro Corporation Limited	175,000	51,609	250,000	64,973
The Hub Power Company Limited	900,000	105,381	900,000	62,622
Meezan Bank Limited	500,000	80,680	700,000	60,459
Oil and Gas Development Company Limited	1,000,000	112,450	1,200,000	93,600
Kohat Cement Company Limited	300,000	70,269	400,000	69,388
Lucky Cement Limited	100,000	78,698	130,000	67,872
Pakistan State Oil Company Limited	100,000	17,671	100,000	5,677
Maple Leaf Cement Factory Limited	500,000	19,460	700,000	77,707
Interloop Limited	100,000	7,200	200,000	7,052
	<u>4,675,000</u>	<u>658,448</u>	<u>5,580,000</u>	<u>568,490</u>

5.1.3 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. In accordance with the requirement of the Ordinance these shares shall only be released if the fund deposit tax equivalent to 5% of the value of the bonus shares issued. The value of tax is 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.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. Subsequent to the year ended June 30, 2019, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the SHC has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Fund has included these shares in its portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on Pakistan Stock Exchange Limited issuing bonus shares to the shareholders, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund on or after July 1, 2018 were not withheld by the investee companies.

As at December 31, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of bonus declaration. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 26.584 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2023 would have been higher by Re 0.314 (June 30, 2023: Re 0.312) per unit.

- 6.4 In accordance with Regulation 60 of the NBFC Regulations, an Asset Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.1% (June 30, 2023: 0.1%) of the average annual net assets of the Fund.

- 6.5 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 1.40% (June 30, 2023: 1.40%) of the average annual net assets of the Fund.

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees in '000 -----			
7. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE			
Trustee fee payable	7.1	112	89
Sindh Sales Tax payable on trustee fee	7.2	14	12
		126	101

- 7.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as follows:

Net assets (Rs.)	Fee
- Upto Rs. 1,000 million	Rs 0.1% per annum of the net assets
- On exceeding Rs 1,000 million and upto Rs. 5,000 million	Rs. 1 million plus 0.05% per annum of any amount exceeding Rs.1,000 million
- On exceeding Rs 5,000 million	Rs. 3 million plus 0.045% per annum of any amount exceeding Rs. 5,000 million

- 7.2 During the period, an amount of Rs 0.074 million (December 31, 2022: Rs 0.107 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees in '000 -----			
8. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee payable	8.1	131	362

- 8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an "Equity Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.095% per annum of the daily net assets during the period.

Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay the SECP fee within three months of the close of accounting year.

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees in '000 -----	
9. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	433	480
Brokerage payable	566	251
Printing charges payable	96	100
Charity payable	2,006	8,826
Capital gain tax payable	1,117	1
Shariah advisory fee payable	57	30
	<u>4,275</u>	<u>9,688</u>

10. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

11. TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the period ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

12. EARNINGS / (LOSS) PER UNIT

Earnings / (Loss) per unit (EPU) has not been disclosed in these condensed interim financials statements 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. TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 4.91% (December 31, 2022: 4.74%) which includes 0.49% (December 31, 2022: 0.42%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

14. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

14.1 Connected persons / related parties include Allied Bank Limited being the holding company of the Management Company, ABL Asset Management Company, other collective investment schemes being managed by the Management Company, entities under common management or directorships, Digital Custodian Company Limited being the Trustee, directors and their close family members and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

14.2 Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

14.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

14.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

	December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
	----- Rupees in '000 -----	
ABL Asset Management Company Limited - Management Company		
Remuneration for the period	12,784	22,720
Punjab Sales Tax on remuneration of Management Company	2,045	3,635
Accounting and operational expenses	638	1,134
Selling and marketing expenses	8,928	15,873
Issue of 10,895,997 (December 31, 2022: Nil) units	155,382	-
Redemption of 10,895,997 (December 31, 2022: Nil) units	165,805	-
Allied Bank Limited		
Profit on savings account	581	1,774
Bank charges	84	140
Digital Custodian Company Limited - Trustee		
Remuneration for the period	571	820
Sindh Sales Tax on remuneration of the Trustee	74	107
Settlement charges	141	168
KEY MANAGEMENT PERSONNEL AND DIRECTORS OF THE MANAGEMENT COMPANY		
Muhammad Kamran Shahzad		
Issue of Nil (December 31, 2022: 234) units	-	3
Redemption of Nil (December 31, 2022: 54,982) units	-	713
Chief Executive Officer		
Issue of Nil (December 31, 2022: 1,329,894) units	-	17,762
Redemption of Nil (December 31, 2022: 2,067,494) units	-	27,287
Mr. Saqib Matin		
Issue of 34,772 (December 31, 2022: 26,604) units	500	355
Redemption of 72,773 (December 31, 2022: 68,764) units	1,078	932

14.7 Detail of balances outstanding at the period / year end with connected persons are as follows:

	(Un-audited) December 31, 2023	(Audited) 30 June, 2023
	----- Rupees in '000 -----	
ABL Asset Management Company Limited - Management Company		
Remuneration payable	2,767	1,917
Punjab Sales Tax payable on remuneration of the Management Company	4,362	4,225
Provision for Federal Excise Duty on remuneration of the Management Company	26,584	26,584
Other payable	240	333
Accounting and operational charges payable	347	299
Selling and marketing expenses payable	4,864	4,189
Allied Bank Limited		
Bank balances	27,578	22,814
Sindh Province Pension Fund		
Outstanding 25,086,672 (June 30, 2023: 25,086,672) units	492,562	327,537
Sindh General Provident Investment Fund		
Outstanding 17,892,875 (June 30, 2023: 17,892,875) units	351,316	233,613
Digital Custodian Company Limited - Trustee		
Remuneration payable	112	89
Sindh Sales Tax payable on remuneration of the Trustee	14	12
CDC Trustee - Punjab Pension Fund Trust		
Outstanding 13,149,007 (June 30, 2023: 13,149,007) units	258,173	171,676

**KEY MANAGEMENT PERSONNEL AND DIRECTORS OF
THE MANAGEMENT COMPANY**

(Un-audited) (Audited)
December 31, 30 June,
2023 2023
----- Rupees in '000 -----

Muhammad Kamran Shahzad		
Outstanding 234 (June 30, 2023: 234) units	5	3
Chief Executive Officer		
Outstanding 151 (June 30, 2023: 151) units	3	-
Mr Saqib Matin		
Outstanding 45 (June 30, 2023: 38,046) units	1	497

14.8 Other balances due to / from related parties / connected persons are included in the respective notes to the condensed interim financial statements.

15. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying amounts and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

15.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

(Un-audited)			
As at December 31, 2023			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'			
Listed equity securities	1,656,732	-	1,656,732
	1,656,732	-	1,656,732
(Audited)			
As at June 30, 2023			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			
Financial assets 'at fair value through profit or loss'			
Listed equity securities	1,121,116	-	1,121,116
	1,121,116	-	1,121,116

During the period ended December 31, 2023, there was no transfers between level 1 and level 2 fair value measurement, and no transfer into and out of level 3 fair value measurements.

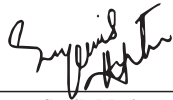
16. GENERAL

16.1 Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

17. DATE OF AUTHORISATION FOR ISSUE

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

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Naveed Nasim
Chief Executive Officer



Pervaiz Iqbal Butt
Director

مینجمنٹ کمپنی کی کوالٹی کی درجہ بندی

26 اکتوبر 2023 کو پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے ABL ایسیٹ مینجمنٹ کمپنی (ABLAMC) کی مینجمنٹ کوالٹی ریٹنگ (MQR) کو 'AM-One' (AM1) تفویض کی ہے۔ تفویض کردہ درجہ بندی پر آؤٹ لک 'مستحکم' ہے۔

آؤٹ لک

بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) پروگرام کی بحالی نے دیگر مالیاتی اداروں کے لیے پاکستان کی حمایت کرنے کی راہ ہموار کی اور مارکیٹ میں سرمایہ کاروں کے اعتماد کو بڑھایا۔ غیر ملکی سرمایہ کار خالص خریدار تھے۔ آگے بڑھتے ہوئے، ایکویٹی مارکیٹ کی کارکردگی کا انحصار سیاسی استحکام، آئی ایم ایف پروگرام کی ہموار عملدرآمد اور افراط زر میں کمی اور شرح سود میں کمی کے ذریعے معاشی سرگرمیوں کی بحالی پر ہوگا۔


اعتراف

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، ٹرسٹی (ڈیجیٹل کسٹوڈین کمپنی لمیٹڈ سابقہ ایم سی بی فنانشل سروسز لمیٹڈ) اور پاکستان اسٹاک ایکسچینج لمیٹڈ کی انتظامیہ کا بھی ان کی مسلسل رہنمائی اور تعاون کا شکریہ ادا کرتا ہے۔ ڈائریکٹرز نے انتظامیہ کی ٹیم کی کوششوں کو بھی سراہا۔

بورڈ کی طرف سے اور بورڈ کے لئے


ڈائریکٹر

لاہور 21 فروری، 2024


نویس
چیف ایگزیکٹو آفیسر

مزید برآں، آئی ایم ایف سے کامیاب رقوم اور دوست ممالک کے رول اوور نے کیلنڈر سال کے اختتام تک اسٹیٹ بینک کو زر مبادلہ کے معقول ذخائر کو برقرار رکھنے کے قابل بنانے میں اہم کردار ادا کیا۔ آگے دیکھتے ہوئے، فروری 2024 میں ہونے والے انتخابات کے بعد منتخب حکومت کو اقتدار کی متوقع منتقلی، غیر ملکی سرمایہ کاروں کے اعتماد کو تقویت دینے کے لیے تیار ہے اور مارکیٹ کی قسمت کا تعین کرنے میں کلیدی توجہ رہے گی۔

مارکیٹ کی سرگرمی مثبت رہی کیوں کہ حجم کی اوسط تجارت کے حجم میں 107% اضافہ ہوا جبکہ HFY241 کے دوران بالترتیب 93% اضافے سے 115 ملین اور ~27 USD ملین ہو گئی جب کہ پچھلے سال کی اسی مدت کے مقابلے میں۔ غیر ملکیوں نے مذکورہ مدت کے دوران 71 ملین امریکی ڈالر کے شیئرز خریدے۔ مقامی محاذ پر، بینک اور میوچل فنڈز بالترتیب 92 USD ملین، اور 51 USD ملین کی خالص فروخت کے ساتھ سب سے آگے رہے، جبکہ انشورنس اور کمپنیوں نے بالترتیب 60 USD ملین اور 52 USD ملین کے حصص خریدے۔

انڈیکس کی مضبوطی میں حصہ ڈالنے والے شعبوں میں تیل اور گیس کی تلاش کا شعبہ، سیمنٹ اور پاور سیکٹر نے بالترتیب 5648،8021 اور 4692 پوائنٹس کا اضافہ کیا۔ دوسری طرف، فارماسیٹرز نے انڈیکس پر منفی اثر ڈالا، 9 پوائنٹس کو گھٹایا۔

میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈ انڈسٹری کے کل اثاثہ جات زیر انتظام (AUMs) میں سالانہ 35% (PKR 1613bn سے PKR 2183bn تک) کی زبردست اضافہ ہوا۔ اسلامی آمدنی اور روایتی آمدنی کے فنڈز نے بالترتیب PKR 385bn اور PKR 268bn کی مدت کو بند کرنے کے لیے 107% سالانہ اور 61% سالانہ کی بڑی نمو دیکھی۔ دوسری طرف جارحانہ مقررہ آمدنی میں 7% سالانہ کمی واقع ہوئی اور اس مدت کو PKR 16bn پر بند کیا۔

فنڈ کی کارکردگی

ABL اسلامک اسٹاک فنڈ کی AUM جون 2023 میں 1,111.59 ملین PKR کے مقابلے میں 49.77 فیصد بڑھ کر PKR 1,664.42 ملین PKR ہو گئی۔ فنڈ نے 48.03 فیصد کے بیٹج مارک ریٹرن کے مقابلے میں 50.38% کی ریٹرن پوسٹ کی جو 235bps کی کارکردگی کو ظاہر کرتی ہے۔ جب اس کی شروعات کی تاریخ سے پیمائش کی جائے تو، ABL-ISF نے 175.99% کے بیٹج مارک ریٹرن کے مقابلے میں 148.36% کی واپسی پوسٹ کی ہے۔

آڈیٹر

میسرز۔ اے ایف فرگوسن اینڈ کمپنی (چارٹرڈ اکاؤنٹنٹس) کو، اے بی ایل اسلامک اسٹاک فنڈ (اے بی ایل - آئی ایس ایف) کے لئے 30 جون 2024 کو ختم ہونے والی مدت کے لئے آڈیٹر مقرر کیا گیا ہے۔

میجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے بی ایل اسلامک اسٹاک فنڈ (اے بی ایل - آئی ایس ایف) کی انتظامیہ کمپنی، اے بی ایل ایسٹ میجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 دسمبر، 2023 کو ختم ہونے والی ششماہی کے لئے اے بی ایل اسلامک اسٹاک فنڈ کے کنڈسیڈ عبوری فنانشل اسٹیٹمنٹ (غیر آڈٹ شدہ) پیش کرنے پر خوشی محسوس کرتے ہیں۔

اقتصادی کارکردگی کا جائزہ

جون 2023 میں، پاکستان نے IMF کے ساتھ PKR 3 Bn کے اسٹینڈ بائی معاہدے پر کامیابی سے دستخط کیے، اس سے بیرونی نقطہ نظر میں بہتری آئی کیونکہ میکرو اکنامک اشارے 1HFY24 کے لیے بڑی حد تک مثبت تھے۔ آئی ایم ایف کی طرف سے آمد کے علاوہ، چین، سعودی عرب اور یو اے ای سے نئے قرضوں اور رول اوور نے زر مبادلہ کے ذخائر کو بہتر کیا جس نے بعد ازاں امریکی ڈالر کے مقابلے میں PKR کو مضبوط کیا۔ 29 دسمبر 2023 کو، SBP کے پاس FX کے ذخائر USD 8.2 Bn تھے۔ آئی ایم ایف کے اسٹینڈ بائی ایگریمنٹ کے آئندہ دوسرے جائزے سے ملکی کرنسی کے دباؤ کو مزید کم کرنا چاہیے کیونکہ زر مبادلہ کے ذخائر میں مزید بہتری آئے گی۔ نومبر 2023 میں، YoY، افراط زر 28.28% بمقابلہ 25.04% SPLY تک پہنچ گیا۔ اس کی بنیادی وجہ گیس کے نرخوں میں حالیہ اضافہ تھا جبکہ دیگر اہم شراکت دار خوراک، رہائش اور ٹرانسپورٹ کی قیمتیں تھے۔ آگے بڑھتے ہوئے، ہم توقع کرتے ہیں کہ مقامی ایندھن کی قیمتوں میں متوقع کمی اور پچھلے سال کے اعلیٰ بنیادی اثر کی وجہ سے سی پی آئی افراط زر نچلی طرف رہے گا۔ مناسب انتظامیہ کے ساتھ سخت مالیاتی اور مالیاتی پالیسیوں کا تسلسل تجارتی توازن کو کم کرنے کا باعث بنا ہے۔ 5MFY24 کے لیے YoY کرنٹ اکاؤنٹ خسارہ USD 3264Mn (64% کم ہو کر) USD 1160Mn ہو گیا۔ مالیاتی طرف، ایف بی آر اس عرصے کے دوران PKR 4505bn جمع کرنے میں کامیاب رہا۔

اسلامک اسٹاک مارکیٹ

1HFY24 کے دوران، KMI-30 انڈیکس نے ایک غیر معمولی اضافہ دیکھا، جو بے مثال بلند یوں تک پہنچ گیا اور 48.03% کی خاطر خواہ مثبت واپسی کے ساتھ اختتام پذیر ہوا، جس کا اختتام 104,728 پوائنٹس پر ہوا۔ تاریخی مہنگائی کی سطح، گرتے ہوئے غیر ملکی زر مبادلہ کے ذخائر، بڑھتی ہوئی شرح سود، اور غیر ملکی سرمایہ کاری کی کمی کی وجہ سے ابتدائی طور پر کمزور معاشی منظر نامے کے باوجود، بین الاقوامی مالیاتی فنڈ (IMF) کے ساتھ USD 3 بلین کے اسٹینڈ بائی معاہدے کی شمولیت سے استحکام کی ایک جھلک ابھری۔ سٹاک مارکیٹ نے آئی ایم ایف اور دیگر مالیاتی اداروں سے رقوم کی آمد پر خوشی کا اظہار کیا۔

پالیسی کی شرح 22 فیصد کے ریکارڈ عروج پر پہنچ گئی۔ نگران حکومت نے اگست 2023 میں عہدہ سنبھالنے کے بعد، گیس ٹیرف میں اضافہ کر کے مالیاتی خسارے کو کم کرنے کے لیے جرات مندانہ اقدامات کیے جس نے قومی صارف قیمت انڈیکس کو متاثر کیا جس کے 2QFY24 میں کم ہونے کی امید تھی۔ حکومت نے کرنسی ڈیلرز اور اسمگلروں سے نمٹنے کے عزم کا مظاہرہ کیا، جس کے نتیجے میں امریکی ڈالر کے مقابلے پاکستانی روپیہ 307 کی تاریخی کم ترین سطح سے 281.86 کی بندش کی شرح تک پہنچ گیا۔ اسٹیٹ بینک آف پاکستان نے افراط زر میں کمی کی توقع کرتے ہوئے، مانیٹری پالیسی کمیٹی کے گزشتہ چار اجلاسوں میں جمود برقرار رکھا۔



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