



CONTENTS

Mission & Vision Statement	01
Fund Information	02
Report of the Director of the Management Company.....	03
Report of the Director of the Management Company (Urdu)	07
Report of the Trustee CDC	08
Independent Auditor's Review Report to the Unitholders	08
Condensed Interim Statement of Assets and Liabilities	11
Condensed Interim Income Statement	12
Condensed Interim Statement of Comprehensive Income	13
Condensed Interim Statement of Movement in Unit Holder's Fund	14
Condensed Interim Cash Flow Statement	15
Notes to the Condensed Interim Financial Information.....	16



Our Mission

"To provide higher risk adjusted returns to investors at large by investing into a diversified range of investment assets on consistent basis."

Our Vision

"ASKARI HIGH YIELD SCHEME aims to provide diversified portfolio and return that is risk adjusted to suit investors at large, on a consistent basis."



FUND INFORMATION

Management Company

Pak Oman Asset Management Company Limited.
 ICON House 83-C, 12th Commercial Street,
 Phase-II Extension, DHA, Karachi.
 Phone : +92 - 21 - 35899641-44
 Fax : +92 - 21 - 35899645
 Website : www.pakomanfunds.com

Board of Director of The Management Company

H.E Yahya Bin Said Bin Abdullah Al- Jabri	Chairman
Mr. Bahauddin Khan	Director
Mr. Humayun Murad	Director
Mr. Jehangir Shah	Director
Mr. Rashid Ali Ibrahim Al Balushi	Director
Ms. Sadaf Kazmi	CEO

Audit Committee

Mr. Humayun Murad	Chairman
Mr. Bahauddin Khan	Member
Mr. Rashid Ali Ibrahim Al Balushi	Member

Chief Financial Officer

Mr. Abdul Rehman

Company Secretary

Ms. Hina Mir

Asset Manager Rating

AM3 + (Positive)

Trustee

Central Depository Comany of Pakistan Limited
 CDC House, 99-B, Block B, S.M.C.H.S,
 Main Shahrah-e-Faisal, Karachi.

Auditors

RSM Avais Hyder Liaquat Nauman Chartered Accountants
 407, Progressive Plaza, Beamont Road,
 Karachi-75530

Bankers to The Fund

Askari Bank Limited
 AlBaraka Bank (Pakistan) Limited
 Bank Alfalah Limited
 Habib Bank Limited
 Habib Metropolitan Bank Limited
 Silk Bank Limited
 JS Bank Limited
 Khushhali Bank Limited
 Zarai Taraqiati Bank Limited
 NRSP Microfinance Bank Limited
 Summit Bank Limited
 The First MicroFinanceBank Limited

Legal Advisor

Mohsin Tayyab Ali Corporate & Commercial Law Firm
 D-21, Block - 4,
 KDA Scheme 5, Clifton, Karachi.

Transfer Agent

ITMINDS Limited - A Subsidiary of CDC.
 CDC House, 99-B, S.M.C.H.S
 Main Shakra-e-Faisal, Karachi-74400, Pakistan.
 Phone : +92 - 21 - 111 - 111 - 500
 Fax : +92 - 21 - 34326040
 Web site : www.itminds.biz



DIRECTORS REPORT TO THE UNIT HOLDERS

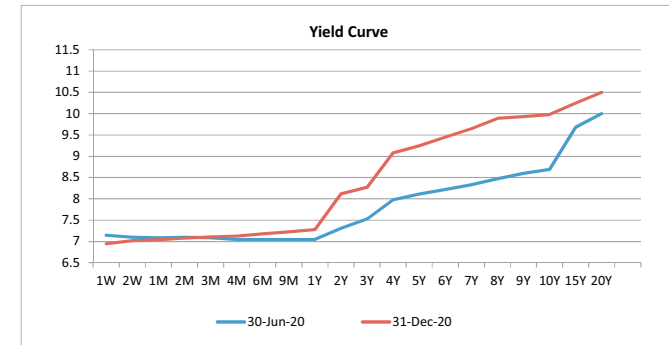
The Board of Directors (BOD) of Pak Oman Asset Management Company Limited is pleased to present the half yearly financial statements of Askari High Yield Scheme (AHYS) for the period ended December 31, 2020.

Fixed Income Review 1H-FY21

In first half of FY21, secondary market yields across short term papers reversed from their bottom levels. Yields on 3m, 6m and 12m paper increased by 2bp, 13bps and 23bps and stood at 7.11%, 7.18% and 7.28% respectively by end of Dec-20. On the other hand, yield on longer tenor bonds witnessed sharp increase of 74bps, 114bps and 129bps and settled at 8.27%, 9.25% and 9.98% for 3yr, 5yr and 10yr bond respectively. During the quarter, money market remained stagnant and slow activity was witnessed post SBP's decision to maintain policy rate at 7.00%.

In the monetary policies announced during the first half of financial year 2021, SBP decided to maintain benchmark policy rate at 7.00%. The decision was taken in consideration to stable core inflation, which has averaged at 5.52% in 1H-FY21 as compared to 8.06% in comparable period last year. SBP has concluded that lower borrowing cost has made major contribution in wiping out economic burn, after covid-19 outbreak. Further, SBP is of the view that reduction in borrowing cost has resulted in significant liquidity in the market to support local industries. This is evident by encouraging LSM figures and increase in private sector credit offtake.

In the T-Bill auctions held during the period, SBP raised a total of PKR 4,971 billion against the target of PKR 4,375 billion and maturing amount of PKR 5,654 billion. The Last cut-off yields stood 7.1498%, 7.2000% and 7.2900% for 3m, 6m and 12m paper respectively. In the PIB auction for fixed rated bonds, SBP raised PKR 302 while Banks offered PKR 718 billion. Cut-off yields settled at 8.24%, 10.00% and 10.58% for 3yr, 15yr and 20yr bond respectively. For 5yr and 10yr bond, all bid were rejected by SBP during the quarter ending to Dec-20.

**Economic Review FY20**

In 1H-FY21 CPI averaged at 8.63% as compared to 11.11% in same period last year. In the 1Q-Fy21, headline inflation saw upward trend due to higher food inflation and upward revision in energy prices. However, in the 2QFY21, especially in the month Nov-20 and Dec-20, slower inflationary trend was observed due to stabilization in food prices and curtailment of supply side constraints. During the period under review, SPI and WPI averaged at 11.48% and 4.44% respectively.



On the external front, Current account settled in surplus of \$1,640 million, i-e +1.4% of GDP as compared to deficit of \$1,745 million -1.6% of GDP in comparable period last year. Major contributor for improvement in current account balance was declining services' deficit and healthy growth of approximately 27% in overseas worker's remittances. In 5M-FY21, country's imports declined by -0.99% while exports contracted by -7.15% over same period last year. However, in the month of Oct-20 and Nov-20, country's exports have shown sharp rebound (+13.6% MoM growth in Nov-2020), post resumption of economic activities after covid-19.

In the monetary policies announced during the first half of financial year 2021, SBP decided to maintain benchmark policy rate at 7.00%. The decision was taken in consideration to stable core inflation, which has averaged at 5.52% in 1H-FY21 as compared to 8.06% in comparable period last year. SBP has concluded that lower borrowing cost has made major contribution in wiping out economic burn, after covid-19 outbreak. Further, SBP is of the view that reduction in borrowing cost has resulted in significant liquidity in the market to support local industries. This is evident by encouraging LSM figures and increase in private sector credit offtake.

Going forward, government's major challenge would curtail fiscal imbalances and management of foreign flows. SBP expects inflation to settle in the band of 7%-9% in FY21. However, higher inflationary trend might be observed post expected upward revision in energy prices as per IMF's structural criteria for resumption of EFF program.

AHYS

In 1HFY21, AHYS delivered a return of 7.96% as compared to its benchmark return of 7.51%. The fund outperformed its benchmark by 45bps due to valuation gains against corporate debt securities. Asset under management registered phenomenal improvement and settled at PKR 3,051 million by end of Dec-2020 as compared to PKR 1,167 million in start of financial year.

By end of Dec-2020, exposure against TFCs stood at 13.60% with average exposure of 23.25% in 1H-FY21 as compared to 64.98% in 1HFY20. Exposure against this asset class was maintained in absolute terms and movement in percentage allocation is due to significant growth in AUMS. Average exposure against PIBs stood at 27.84% with average exposure of 37.26% in 2QFY21. While no exposure was held against this asset class in comparable period last year. Exposure against this asset class was taken as longer tenor government papers continued to offer lucrative yields. Exposure in T-Bills averaged at 8.8% against 18.42% in 1HFY20. Remaining funds were invested as cash with A and above rated banks. Average cash exposure of the fund during the June-2020 - Dec 2020 stood at 35.09%.

ACKNOWLEDGEMENTS

We would like to thank our valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustees of the Fund and the Pakistan Stock Exchange for their continued cooperation and support. The Board of Directors also appreciates the efforts put in by the management team for their commitment and hard work.

For and on behalf of the Board
Sadaf kazmi
Chief Executive Officer

10th February 2021
Karachi - Pakistan.



نمایاں نمونکی وجہ سے ہوئی۔ PIBs کے عوض اوسط ایکسپوزر 2QFY21 میں 37.26% اور ایکسپوزر کے ساتھ 27.84% پر قائم رہا۔ جبکہ گزشتہ سال کی تقابلی مدت میں اس اثاثہ کلاس کے عوض کوئی ایکسپوزر نہیں ہوا ہے۔ اس اثاثہ کلاس کے عوض ایکسپوزر اس لئے کیا گیا تا کہ طویل مدتی گورنمنٹ پیپرز منافع بخش پیداوار کی پیشکش جاری رکھیں۔ ٹی بلز میں ایکسپوزر 1HFY20 میں 18.42% کے مقابلے اوسطاً 8.8% رہی۔ بقیہ رقم A اور اس سے زائد درجہ کے ٹینکوں میں نقد سرمایہ کاری پر صرف کئے گئے۔ جون 2020- دسمبر 2020 کے دوران فنڈ کا اوسط ایکسپوزر 34.09 فی صد رہا۔

اظہار تشکر

ہم ان تمام سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ ہم سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، فنڈ کے متولیوں اور پاکستان اسٹاک ایکسچینج کی انتظامیہ محضاندہ کوششوں پر ان کے مشکور ہیں۔ منظم کمپنی کے ملازمین کے لئے ہم اپنی ستائش ریکارڈ پر لانا چاہتے ہیں۔

صدر کاظمی
چیف ایگزیکٹو آفیسر
10 فروری 2021
کراچی - پاکستان



اقتصادی جائزہ برائے مالیاتی سال 2021ء

1H-FY21 میں CPI اوسطاً گزشتہ سال کی اسی مدت میں 11.11% کے مقابلے میں 8.64% رہی۔ مالی سال 2021 کی پہلی سہ ماہی میں، زیادہ افراط زر کی بڑی وجہ غذا کی زیادہ قیمتوں اور توانائی کی قیمتوں میں اضافہ شامل ہیں۔ تاہم مالی سال 2021 کی دوسری سہ ماہی میں، خاص طور پر نومبر 20 اور دسمبر 20 کے مہینے میں، ایشیائے خوردونوش کی قیمتوں میں استحکام اور سپلائی کی رکاوٹوں میں کمی کی وجہ سے افراط زر کاربحان سست دکھائی دیا۔ زیر جائزہ مدت کے دوران، SPI اور WPI بالترتیب اوسطاً 11.48 فی صد اور 4.44 فی صد رہی۔

بیرونی محاذ پر، کرنٹ اکاؤنٹ گزشتہ سال کی تقابلی مدت میں 1,745 ملین ڈالر خسارہ جی ڈی پی کا منفی 1.6% فیصد کے مقابلے میں مالیاتی سال 2021 کی پہلی ششماہی میں 1,640 ملین ڈالر کے سرپلس یعنی جی ڈی پی کا پلس 1.4% طے کیا گیا۔ کرنٹ اکاؤنٹ بیلنس کی بہتری میں سروسز خسارہ میں کمی اور بیرون ملک مقیم کارکنوں کی ترسیلات زر میں تقریباً 27 فیصد کی صحت مند نمو اہم شراکت دار ہیں۔ مالی سال 2021 کے 5 ماہ میں، ملک کی درآمدات میں 0.99- فیصد کمی واقع ہوئی جبکہ برآمدات میں گزشتہ سال کی اسی مدت کے مقابلے میں 7.15- فیصد کمی ہوئی ہے۔ تاہم، اکتوبر 20 اور نومبر 20 کے مہینے میں، Covid-19 کے بعد معاشی سرگرمیاں دوبارہ شروع ہونے کے بعد، ملک کی برآمدات (نومبر 2020 میں 13.6% + ماہانہ نمو) تیزی سے بحال ہوئیں۔

مالی سال 2021 کی پہلی ششماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بیچ مارک پالیسی شرح کو 7.00 فیصد برقرار رکھنے کا فیصلہ کیا۔ یہ فیصلہ بنیادی افراط زر کو مستحکم رکھنے کے لئے کیا گیا، جو گزشتہ سال کی تقابلی مدت میں 8.06 فیصد کے مقابلے میں مالی سال کی پہلی ششماہی میں اوسطاً 5.52 فیصد رہا۔ SBP نے نتیجہ اخذ کیا ہے کہ Covid-19 پھیلنے کے بعد، قرضہ کی کم لاگت نے اقتصادی بحالی میں اہم حصہ شامل کیا ہے۔ اسٹیٹ بینک پاکستان کا مؤقف ہے کہ قرض کی لاگت میں کمی کے بعد، مقامی صنعتوں کی مدد کے لئے مارکیٹ میں نمایاں لیکویڈٹی موجود ہے۔

اس مدت کے دوران منعقدہ ٹی بلز کی نیلامی میں، SBP نے 4,375 بلین روپے ہدف اور وصول شدہ 5,654 بلین روپے کے مقابلے میں مجموعی 4,971 بلین روپے اکٹھے کئے۔ 6.3 اور 12 ماہ کے پیپر پر کٹ آف منافع بالترتیب 7.1498 فی صد، 7.2000 فی صد اور 7.2900 فی صد رہا۔ مستقل شرح کے بانڈز پر PIB نیلامی میں SBP نے 302 بلین روپے اکٹھے کئے جبکہ بینکوں نے 718 بلین روپے کی پیشکش کی۔ 3، 15 اور 20 سالہ بانڈز پر نظر ثانی شدہ منافع بالترتیب 8.24 فی صد، 10.00 فی صد اور 10.58 فی صد طے کیا گیا۔ دسمبر 20 کو ختم ہونے والی سہ ماہی کے دوران 10 اور 15 سالہ بانڈز کے لئے، تمام پیشکشیں SBP نے مسترد کر دیں۔

AHYS

1HFY21 میں، AHYS نے 7.51 فی صد بیچ مارک متنوع کے مقابلے میں 7.96 فی صد منافع حاصل کیا۔ فنڈ نے کارپوریٹ ڈیبٹ سیکورٹیز کے عوض قیمت کے حصول کے باعث اپنے بیچ مارک میں 45bps تک بہتر کارکردگی کا مظاہرہ کیا۔ مالیاتی سال کے آغاز میں فنڈ کے زیر انتظام اثاثہ جات کی قدر 1,167 بلین روپے کے مقابلے میں دسمبر 2020 کے اختتام تک غیر معمولی بہتر ہوئی اور 3,051 بلین روپے درج کرائی ہے۔ دسمبر 2020ء کے اختتام پر، TFC کے مقابلے میں ایکسپوزر 1HFY20 میں 64.98% کے مقابلے میں 1HFY21 میں 23.25% کے اوسط ایکسپوزر کے ساتھ 13.60% پر قائم رہا۔ اس اثاثہ کلاس کے عوض ایکسپوزر کو مکمل طور پر برقرار رکھا گیا اور فیصد ایلوکیشن میں تبدیلی AUMS میں



یونٹ ہولڈرز کو ڈائریکٹران کی رپورٹ

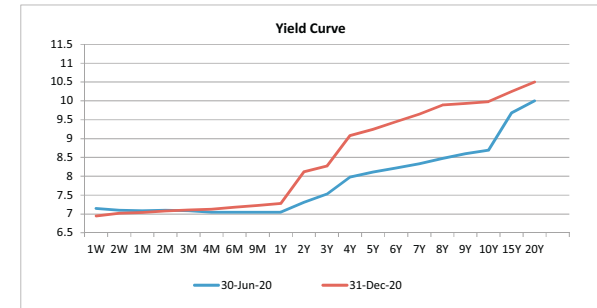
پاک اوٹمان ٹینجٹ کینی لیٹڈ ("مستقل کینی" یا "POAMCL" یا "کینی") کے بورڈ آف ڈائریکٹرز عسکری ہائی ییلڈ اسکیم (AHYS) کی 30 ستمبر 2020 کو ختم ہونے والی سہ ماہی کے لئے پیش کرتے ہوئے اظہار سرت کرتے ہیں۔

مستقل آمدنی تجزیہ پہلی ششماہی مالیاتی سال 2021ء

مالیاتی سال 2021 کی پہلی ششماہی میں ثانوی مارکیٹ افادہ شارٹ ٹرم پیپرز کی مد میں اپنی زیریں سطحوں سے واپس مڑ گیا۔ شارٹ ٹرم پیپرز پر آمدنی 3، 6 اور 12 ماہ پیپرز پر 2bps، 13bps اور 23bps تک بڑھ گئی اور یہ دسمبر 20 کے اختتام تک بالترتیب 7.11 فی صد، 7.18 فی صد اور 7.28 فی صد پر بند ہوئی۔ دوسری جانب، طویل مدتی بانڈز پر آمدنی 74bps، 114bps اور 129bps بڑھ گئی اور تین، پانچ اور دس سالہ بانڈز پر آمدنی بالترتیب 8.27 فیصد، 9.25 فی صد اور 9.98 فی صد رہی۔ رواں سہ ماہی کے دوران، مٹی مارکیٹ جمود کا شکار رہی اور اسٹیٹ بینک پاکستان کے پالیسی شرح کو 7.00% پر برقرار رکھنے کے فیصلے کے بعد کم از کم سرگرمی دیکھی گئی۔

مالی سال 2021 کی پہلی ششماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بیچ مارک پالیسی شرح کو 7.00 فیصد برقرار رکھنے کا فیصلہ کیا۔ بنیادی افراط زر کو مستحکم رکھنے کے لئے یہ فیصلہ کیا گیا، جو گزشتہ سال کی اسی مدت میں 8.06 فیصد کے مقابلے میں مالی سال 2021 میں اوسطاً 5.52 فیصد رہا ہے۔ SBP نے نتیجہ اخذ کیا ہے کہ Covid-19 پھیلنے کے بعد، قرضہ کی کم لاگت نے اقتصادی بحالی میں اہم حصہ شامل کیا ہے۔ اسٹیٹ بینک پاکستان کا مؤقف ہے کہ قرض کی لاگت میں کمی کے بعد، مقامی صنعتوں کی مدد کے لئے مارکیٹ میں نمایاں لیکویڈٹی موجود ہے۔

اس مدت کے دوران منعقدہ ٹی بلز کی نیلامی میں، SBP نے 4,375 بلین روپے ہدف اور وصول شدہ 5,654 بلین روپے کے مقابلے میں مجموعی 4,971 بلین روپے اکٹھے کئے۔ 6.3 اور 12 ماہ کے پیپر پر کٹ آف منافع بالترتیب 7.1498 فی صد، 7.2000 فی صد اور 7.2900 فی صد رہا۔ مستقل شرح کے بانڈز پر PIB نیلامی میں SBP نے 302 بلین روپے اکٹھے کئے جبکہ بینکوں نے 718 بلین روپے کی پیشکش کی۔ 3، 15 اور 20 سالہ بانڈز پر نظر ثانی شدہ منافع بالترتیب 8.24 فی صد، 10.00 فی صد اور 10.58 فی صد طے کیا گیا۔ دسمبر 20 کو ختم ہونے والی سہ ماہی کے دوران 10 اور 15 سالہ بانڈز کے لئے، تمام پیشکشیں SBP نے مسترد کر دیں۔





**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

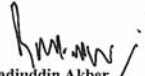
ASKARI HIGH YIELD SCHEME

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

We Central Depository Company of Pakistan Limited, being the Trustee of Askari High Yield Scheme (the Fund) are of the opinion that Pak Oman Asset Management Company Limited being the Management Company of the Fund has in all material respects with the exception of below paragraphs, managed the Fund during the six months period ended December 31, 2020 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the constitutive documents of the Fund.

We would like to draw the Unit Holder's attention towards the fact that as already highlighted in our previous reports, the fund remained non-compliant regarding the exposure of the fund in JS Bank Limited till December 09, 2020 with percentage of breach ranging in between 0.66% to 11.27%, with the requirement of Regulation 55(5) of Non-Banking Finance Companies and Notified Entities Regulations 2008 (NBFC & NE Regulations) which state that exposure in Single entity shall not exceed an amount equal to ten (10) percent of its total net assets.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 24, 2021



RSM Avais Hyder Liaquat Nauman
Chartered Accountants

407, Progressive Plaza, Beaumont Road
Karachi, 75530 - Pakistan

T: +92 (21) 35655975-6
F: +92 (21) 3565-5977

W: www.rsm-pakistan.pk

INDEPENDENT AUDITOR'S REVIEW REPORT

**AUDITORS' REPORT TO THE MEMBERS ON REVIEW
OF CONDENSED INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of asset and liabilities of Askari High Yield Scheme Fund (the Fund) as at December 31, 2020 and the related condensed interim Income Statement and the condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim statement of cash flows together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial information"), for the six month period ended December 31, 2020. Pak Oman Asset Management Company Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended December 31, 2020 and December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2020.


Scope of Review

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

Conclusion

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

The engagement partner on the review resulting in this independent auditor's report is Adnan Zaman.


Chartered Accountants
Karachi
Date: 10 FEB 2021

WE POWER OF BEING UNDERSTOOD
JDIT | TAX | CONSULTING



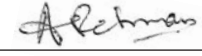
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2020

		31 December 2020 Un-audited	30 June 2020 Audited
	Note	-----Rupees-----	
Assets			
Balances with bank	4	1,332,158,102	423,793,700
Investments	5	1,689,992,609	742,086,909
Receivable against sale of units		2,425,000	-
Accrued profit, deposits, advances, prepayment and other receivables		62,853,471	52,801,674
Non-current assets classified as 'held-for-sale'		40,981,500	39,030,000
Total assets		3,128,410,682	1,257,712,283
Liabilities			
Payable to Asset Management Company	7	45,547,748	49,662,772
Payable to Trustee		169,025	69,514
Payable to the Securities & Exchange Commission of Pakistan		170,531	160,948
Payable against Redemption of Units		458,023	-
Dividend payable		69,227	14,669,048
Accrued expenses and other liabilities	8	27,866,358	25,608,319
Total liabilities		74,280,912	90,170,600
NET ASSETS		3,054,129,770	1,167,541,683
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		3,054,129,770	1,167,541,683
CONTINGENCIES AND COMMITMENTS	9		
NUMBER OF UNITS IN ISSUE		28,637,415	11,386,754
NET ASSET VALUE PER UNIT		106.6482	102.5351

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Pak Oman Asset Management Company Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2020

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2020	2019	2020	2019
Income	-----Rupees-----			
Profit on saving and term deposits	21,407,077	8,600,727	14,371,179	4,030,651
Income from government securities	54,189,131	54,028,312	32,246,928	24,053,463
Other income	7,751,500	13,672	5,800,000	-
Net gain on sale of investments	(12,325,147)	1,380,615	(3,320,919)	98,026
Net unrealised loss on remeasurement of investments at fair value through profit or loss'	20,266,352	(22,035,537)	9,229,488	(21,139,681)
Total income	91,288,913	41,987,789	58,326,676	7,042,459
Expenses	-----Rupees-----			
Remuneration of Asset Management Company	6.1	12,795,390	6,537,214	7,998,227
Sindh Sales Tax on Remuneration of the Management Company	6.2	1,663,401	849,838	1,039,770
Reimbursement of operational expenses to the Management Company	6.4	853,179	435,814	533,368
Advertisement & Selling Expense	6.5	3,411,951	1,743,257	5,132,707
Remuneration of Central Depository Company of Pakistan Limited - Trustee		702,275	369,353	431,314
Annual fees to the Securities & Exchange Commission of Pakistan		170,605	87,163	106,643
Bank and settlement charges		14,570	159,742	5,570
Fees & subscription		14,021	13,826	13,238
Security transaction cost		653,979	171,000	338,434
Auditors' remuneration		624,971	660,255	396,117
Printing charges		16,171	15,507	8,417
Legal and professional charges		26,782	315,340	5,452
Provision against Non performing TFC		-	15,249,759	-
Provision for Sindh Workers' Welfare Fund		1,406,832	307,669	845,009
		(192,735)		
		22,354,127	26,915,737	16,854,266
		16,486,358		
Net income for the period before taxation		68,934,786	15,072,061	41,472,410
Taxation	10	-	-	-
Net income for the period after taxation		68,934,786	15,072,061	(9,443,899)
Allocation of Net Income for the year:				
- Net income for the period after taxation		68,934,786	15,072,061	41,472,410
- Income already paid on units redeemed		(15,414,727)	(7,398,216)	(14,033,270)
		53,520,059	7,673,845	27,439,140
		(9,933,879)		
Accounting income available for distribution:				
-Relating to capital gains		7,941,205	-	5,908,569
-Excluding capital gains		45,578,854	7,673,845	21,530,571
		53,520,059	7,673,845	(9,933,879)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For The Half Year and Quarter Ended December 31, 2020

12



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2020

	For the half year ended 31 December		For the quarter ended 31 December	
	2020	2019	2020	2019
	-----Rupees-----			
Net income for the period after taxation	68,934,786	15,072,061	41,472,410	(9,443,899)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	68,934,786	15,072,061	41,472,410	(9,443,899)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For The Half Year and Quarter Ended December 31, 2020

13




ASKARI HIGH YIELD SCHEME

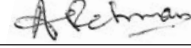
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2020**

	31 December					
	2020			2019		
	Capital Value	Undistributed Income	Net Assets	Capital Value	Undistributed Income	Net Assets
	-----Rupees-----					
Net assets at the beginning of the period [Units outstanding: 11,386,754 (2019: 12,070,396)]	1,022,159,567	145,382,116	1,167,541,683	1,065,791,574	165,035,770	1,230,827,344
Issue of 27,378,775 (2019: 2,790,274) units						
-Capital value (at net asset value per unit at the beginning of the period)	2,807,285,416	-	2,807,285,416	284,526,481	-	284,526,481
-Element of (loss) / income	73,611,074	-	73,611,074	1,968,998	-	1,968,998
	2,880,896,490	-	2,880,896,490	286,495,479	-	286,495,479
Redemption of 10,128,661 (2019: 8,190,334) units						
-Capital value (at net asset value per unit at the beginning of the period)	(1,038,543,251)	-	(1,038,543,251)	(835,174,951)	-	(835,174,951)
-Element of (loss) / income	(9,285,211)	(15,414,727)	(24,699,938)	(2,040,132)	(7,398,216)	(9,438,348)
	(1,047,828,462)	(15,414,727)	(1,063,243,189)	(837,215,083)	(7,398,216)	(844,613,299)
Total comprehensive income for the period	-	68,934,786	68,934,786	-	15,072,061	15,072,061
Net assets at the end of the period [Units outstanding: 28,637,415 (2019: 6,670,336)]	2,855,227,995	198,902,175	3,054,129,770	515,071,970	172,709,615	687,781,585
Undistributed income brought forward comprising of:						
-Realized		161,022,035			95,992,217	
-Unrealised		(15,639,919)			(69,043,553)	
		145,382,116			165,035,770	
Accounting income available for distribution:						
-Relating to capital gains		7,941,205			-	
-Excluding capital gains		45,578,854			7,673,845	
		53,520,059			7,673,845	
Undistributed income carried forward - net		198,902,175			172,709,615	
Undistributed income carried forward - net						
-Realized		178,635,823			194,745,152	
-Unrealized		20,266,352			(22,035,537)	
		198,902,175			172,709,615	
					-----Rupees-----	
Net asset value at the beginning of the period			102.5351			101.9708
Net asset value at the end of the period			106.6482			103.1105

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Pak Oman Asset Management Company Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director



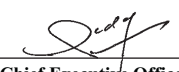
ASKARI HIGH YIELD SCHEME


**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2020**

	Note	Half year Ended 31 December	
		2020	2019
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period after taxation		68,934,786	15,075,876
Adjustments for:			
Net gain on sale of investments		12,325,147	(1,380,615)
Net unrealised loss on remeasurement of investments classified as 'financial assets at fair value through profit or loss'		(20,266,352)	22,035,537
Provision for Sindh Workers Welfare Fund		1,406,832	307,669
		(6,534,373)	20,962,591
Decrease in assets			
Investments - Net		(964,890,739)	264,260,690
Term Deposit Receipts		-	(100,000,000)
Receivable against sale of units		(2,425,000)	-
Accrued profit, deposits, advances, prepayment and other receivables		14,874,448	27,548,402
Non-current assets classified as 'held-for-sale'		(1,951,500)	-
		(954,392,791)	191,809,092
(Decrease) in liabilities			
Payable to Asset Management Company		(4,115,024)	1,005,570
Payable to Trustee		99,511	(103,873)
Payable to the Securities & Exchange Commission of Pakistan		9,583	(1,371,268)
Payable against Redemption of Units		458,023	112,937
Dividend payable		(14,599,821)	(9,493,237)
Accrued expenses and other liabilities		851,207	141,532
		(17,296,521)	(9,708,339)
Net cash generated from operating activities		(909,288,899)	218,139,220
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units		2,880,896,490	286,495,479
Payments against redemption of units		(1,063,243,189)	(844,613,299)
Net cash used in financing activities		1,817,653,301	(558,117,820)
Net (decrease) / increase in cash and cash equivalents		908,364,402	(339,978,600)
Cash and cash equivalents at the beginning of the period		423,793,700	396,593,348
Cash and cash equivalents at the end of the period	4	1,332,158,102	56,614,748

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For Pak Oman Asset Management Company Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2020**

1 LEGAL STATUS AND NATURE OF BUSINESS

Askari High Yield (the Fund) was established under a Trust deed executed between Askari Investments Management Limited (a wholly owned subsidiary of Askari Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee on 05 December 2005. The Trust Deed was executed in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) on February 19, 2009.

The Management Company is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at Icon House, 83-C, 12th Commercial Street, Phase-II Extension, DHA, Karachi.

The Fund is an open-ended collective investment Scheme categorised as an "Aggressive Fixed Income Scheme" by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The objective of the Fund is to provide the investors an opportunity to make competitive returns from fixed income securities while targeting a portfolio duration of six months

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3+" (Positive) to the Management Company as at 15 February 2021 and A+(f) to the fund as at 17 February 21, 2021.

Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as a trustee of the Fund.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, 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 directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

This condensed interim financial statements does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended 30 June 2020.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2020.



2.1 These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Such Standards comprises of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984;
- the NBFC rules, the Non-Banking Finance Companies, Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of Trust Deed.

2.2 Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.3 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this financial information gives a true and fair view of the state of the Fund's affairs as at 31 December 2020.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial statements and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended 30 June 2020.

4 BALANCES WITH BANKS	Note	31 December	30 June
		2020	2020
		Un-audited	Un-audited
		-----Rupees-----	
In savings accounts	4.1	1,332,158,102	423,793,700

4.1 The rate of return on these accounts ranges between 5.50% - 11.00% (30 June 2020: 10.25% and 12.90%) per annum.



ASKARI HIGH YIELD SCHEME

5. INVESTMENTS

	31 December 2020	30 June 2020
	Un-audited	Audited
	-----Rupees-----	

Note

At fair value through profit or loss - held for trading

Government securities

- Market treasury bills	5.1.1	1,781,520	39,455,360
- GoP Ijarah	5.1.3	-	
- Pakistan investment bonds	5.1.2	1,274,313,064	208,638,287

Debt securities

- Term finance certificates - listed	5.1.3.2	318,186,566	330,009,898
- Term finance certificates - unlisted		-	-
- Commercial Papers	5.1.4	13,675,045	40,016,189
- Sukuk certificates - listed	5.1.3.3	45,566,414	87,717,175
- Sukuk certificates - unlisted	5.1.3.4	36,470,000	36,250,000
		413,898,025	493,993,262
		1,689,992,609	742,086,909

5.1.1 Investment in government securities - 'at fair value through profit or loss'

5.1.1 Market Treasury Bills

Issue date	Tenor	Face value				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Provision Held	Carrying value	Market value		
-----Rupees-----										
16-Jul-20	03 Month	-	75,000,000	75,000,000	-	-	-	-	-	-
27-Aug-20	03 Month	-	650,000,000	650,000,000	-	-	-	-	-	0%
9-Oct-20	03 Month	-	750,000,000	750,000,000	-	-	-	-	-	0%
16-Jul-20	06 Month	-	75,000,000	75,000,000	-	-	-	-	-	0%
8-Oct-20	06 Month	-	300,000,000	300,000,000	-	-	-	-	-	0%
12-Sep-19	12 Month	40,000,000	-	40,000,000	-	-	-	-	-	0%
16-Jul-20	12 Month	-	100,000,000	100,000,000	-	-	-	-	-	0%
21-May-20	12 Month	-	1,830,000	-	1,830,000	-	1,781,744	1,781,520	(224)	0.06%
2-Jul-20	12 Month	-	300,000,000	300,000,000	-	-	-	-	-	0%
30-Jan-20	12 Month	-	500,000,000	500,000,000	-	-	-	-	-	0%
	31 December 2020	40,000,000	2,751,830,000	2,790,000,000	1,830,000	-	1,781,744	1,781,520	(224)	
	30 June 2020	-	1,855,000,000	1,855,000,000	40,000,000	-	39,053,317	39,455,360	402,043	

5.1.2 Pakistan Investment Bonds

Issue date	Tenor	Face value				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Provision Held	Carrying value	Market value		
-----Rupees-----										
12-Jul-18	10 Years	50,000,000	-	50,000,000	-	-	-	-	-	-
19-Sep-19	05 Years	150,000,000	3,300,000,000	2,450,000,000	1,000,000,000	-	1,016,513,914	1,019,954,263	3,440,349	33.40%
19-Sep-19	03 Years	-	450,000,000	200,000,000	250,000,000	-	253,295,618	254,358,801	1,063,183	8.33%
	31 December 2020	200,000,000	3,750,000,000	2,700,000,000	1,250,000,000	-	1,269,809,532	1,274,313,064	4,503,532	14.83%
	30 June 2020	-	675,000,000	475,000,000	200,000,000	-	208,591,390	208,638,287	46,697	



ASKARI HIGH YIELD SCHEME

5.1.3 GOP Ijarah Sukuku

Issue date	Tenor	Face value				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Provision Held	Carrying value	Market value		
-----Rupees-----										
29-Jul-20	05 Years	-	100,000,000	100,000,000	-	-	-	-	-	-
	31 December 2020	-	100,000,000	100,000,000	-	-	-	-	-	-
	30 June 2020	-	-	-	-	-	-	-	-	-

5.1.4 Commercial Papers

Name of Investee Company	Number of certificates				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of total issue size
	As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Face Value	Provision Held	Carrying Value			
-----Rupees-----										
TPL Tracker Limited	37	-	-	37	13,708,567	-	13,675,045	13,675,045	0.45	0.81
	31 December 2020	37	-	37	13,708,567	-	13,675,045	13,675,045	0.45	0.81
	30 June 2020	400	-	400	40,000,000	-	40,016,189	40,016,189	-	-

5.1.5 Debt Securities

5.1.5.1 Term Finance Certificates - unlisted

Name of Investee Company	Number of certificates				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of total issue size
	As at July 01, 2020	Purchased during the period	Sold / matured during the period	As at 31 December 2020	Carrying value	Provision Held	Market value			
-----Rupees-----										
-----%age-----										

(Certificates having a face value of Rs. 5,000 each unless stated)

Trust Investment Bank Limited (04-July-08)	10,000			10,000						
-----Rupees-----										
-----%age-----										
June 30, 2020										

5.1.5.2 Term Finance Certificates - listed

Name of Investee Company	Number of certificates				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of total issue size
	As at July 01, 2020	Purchased during the period	Sold / matured during the period	As at 31 December 2020	Carrying value	Provision Held	Market value			
-----Rupees-----										
-----%age-----										

(Certificates having a face value of Rs. 5,000 each unless stated)

JS Bank Limited (14-Dec-2016)	9,000			9,000	44,089,900	-	44,539,700	449,800	2.68%	2.64%
JS Bank Limited (29-Dec-2017)	2,000	-	-	2,000	184,033,900	-	196,599,465	14,565,566	11.94%	11.75%
The Bank of Punjab (23-Dec-2016)	92	1,175	1,267	-	-	-	-	-	0.00%	0.00%
TPL Corporation Limited (19-Dec-17)	-	-	-	-	-	-	-	-	0.00%	0.00%
U Micro Finance Bank Limited (30-Jun-2017)	-	-	-	-	-	-	-	-	0.00%	0.00%
Jahangir Siddiqui & Company Limited (18-July-2017)	30,000	-	-	30,000	74,260,400	-	75,047,400	787,000	4.51%	4.44%
The Bank of Punjab (23-Apr-2018)	-	160	160	-	-	-	-	-	0.00%	0.00%
					302,384,200	-	318,186,566	15,802,366	18.13%	18.83%
-----Rupees-----										
June 30, 2020										
					345,599,706	-	330,009,898	(15,589,808)		

5.1.5.3 Sukuk Certificates - listed

Name of Investee Company	Number of certificates				Balance as at 31 December 2020			Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of total issue size
	As at July 01, 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Carrying value	Provision Held	Market value			
-----Rupees-----										
-----%age-----										

(Certificates having a face value of Rs. 100,000 each unless stated)

Dawood Hercules Corporation Limited (16-Nov-17)	643			643	45,830,248	-	45,566,414	(263,834)	2.74%	2.70%
Dawood Hercules Corporation Limited (1-Mar-18)	500	-	500	-	-	-	-	-	-	-
					45,830,248	-	45,566,414	(263,834)	2.74%	2.70%
-----Rupees-----										
June 30, 2020										
					86,512,120	-	87,717,175	1,205,055		



ASKARI HIGH YIELD SCHEME

5.1.5.4 Sukuk Certificates - unlisted

Name of Investee Company	Number of certificates				Balance as at 31 December 2020				Market value as a percentage of net assets	Market value as percentage of total investments	Investment as a percentage of total issue size
	As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 December 2020	Carrying value	Provision Held	Market value	Appreciation / (Diminution)			
(Certificates having a face value of Rs. 5,000 each)											
TPPL Corporation Limited (13-Apr-16)	35	-	-	35	26,250,000	-	26,250,000	-	1.58%	1.55%	0.00%
The Hub Power Company Limited (19-Mar-20)	100	-	-	100	10,000,000	-	10,220,000	-	0.61%	0.60%	0.00%
					36,250,000	-	36,470,000	-	2.19%	2.15%	
June 30, 2020					37,804,693	-	36,250,000	(1,554,693)			

5.1.5.5 The following ssecurities have been classified as non-performing in accordance with the criteria specified by the SECP, and the Funds's provisioning policy for non-performing exposures. Accordingly, the carrying values stated below have been arrived at after taking into account provisions as under:

	December 31, 2020			June 30, 2020		
	Carrying value	Provision held	Net carrying value	Carrying value	Provision held	Net carrying value
(Rupees)						
Term Finance Certificates - listed						
Trust Investment Bank Limited (04-Jul-08)	14,056,875	14,056,875	-	14,056,875	14,056,875	-
Worldcall Telecom Limited (07-Oct-08)	5,779,119	5,779,119	-	5,779,119	5,779,119	-
Term Finance Certificates - unlisted						
AgriTech Limited (29-Nov-07)	59,952,000	59,952,000	-	59,952,000	59,952,000	-
AgriTech Limited (01-Jul-11)	11,875,000	11,875,000	-	11,875,000	11,875,000	-
Agard Nine Limited (04-Dec-07) - (note: 6.3)	13,007,615	13,007,615	-	13,007,615	13,007,615	-
Deewan Cement Limited	125,000,000	125,000,000	-	125,000,000	125,000,000	-
Summit Bank Limited (27-Oct-11)	24,926,245	24,926,245	-	24,926,245	24,926,245	-
New Allied Electronics Industries (Private) Limited (15-May-07)	10,221,616	10,221,616	-	10,221,616	10,221,616	-
Sukuk Certificates - unlisted						
Security Leasing Corporation Limited (19-Sep-07)	8,710,139	8,710,139	-	8,710,139	8,710,139	-
	273,528,609	273,528,609	-	273,528,609	273,528,609	-

31 December 2020
Un-audited
30 June 2020
Audited
-----Rupees-----

6 PAYABLE TO PAK OMAN ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)

Remuneration of the Management Company	3,357,417	1,230,398
Sindh sales tax payable on remuneration of the Management Company	5,218,050	4,941,537
Federal Excise Duty payable on remuneration of the Management Company	33,368,337	33,368,337
Reimbursement of operational expenses to the Management Company	224,235	369,172
Selling and Marketing expenses	2,900,434	9,281,962
Sales load payable	479,275	471,365
	45,547,748	49,662,772

6.1 The Management Company has charged its remuneration at the rate of 1.5% (30 June 2020: 1.5%) per annum of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (30 June 2020: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from 01 July 2011.

6.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already



ASKARI HIGH YIELD SCHEME

subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 6.2 above, the Management Company is of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

With effect from 01 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

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 1 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs. 33.3683 million (30 June 2020: Rs. 33.3683 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been maintained, the net asset value of the Fund as at 31 December 2019 would have been higher by Rs. 1.1652 (30 June 2020: Rs. 2.9305) per unit.

6.4 In accordance with the provisions of the NBFC Regulations, 2008 (amended vide S.R.O 1160(I) / 2015 dated 25 November 2015), the Management Company of the Fund is entitled to reimbursement of fees and expenses in relation to registrar services, accounting, operation and valuation services related to the Fund upto a maximum of 0.1% of the average annual net assets of the Scheme or actual whichever is less. Accordingly, the Management Company has charged accounting and operational charges to the Fund in respect of the back office accounting function @ 0.1% of average annual assets of the scheme to an independent service provider.

6.5 SECP vide Circular No. 11 of 2019 dated July 05, 2019 has super seded circular 40 of 2016, 05 of 2017 and 05 of 2018 and has prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to collective investment schemes managed by them. Selling and Marketing expenses has been allowed on all categories of Open and mutual funds except fund of funds at a maximum cap of 0.4% per annum of net assets of the Fund or actual expenses, whichever is lower. Accordingly, the Management Company has charged 0.4% of daily net assets of the Fund, being the lower amount.

Note	31 December 2020	30 June 2020
	Un-audited	Audited
(Rupees)		
7 ACCRUED EXPENSES AND OTHER LIABILITIES		
Withholding tax payable	953,406	239,013
Auditors Remuneration Payable	505,630	761,940
Printing Charges Payable	203,863	212,263
Other payables	8,417,866	7,951,497
Settlement charges	80,325	145,171
Dividend Payable	69,227	-
Provision for Sindh Workers Welfare Fund	17,705,268	16,298,436
	27,935,585	25,608,320

**ASKARI HIGH YIELD SCHEME**

7.1 There is no change in the status of the SWWF as reported in note 13.1 to the annual financial statements of the Fund for the half year ended 31 December 2020.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2020 and 30 June 2020.

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2020 is 2.72% which includes 0.30% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

10 TAXATION

The income of the fund 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% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these financial statements.

11 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS**11.1 Transactions for the period:****Pak Oman Asset Management Company Limited (Management Company)**

	For the half year ended 31 December	
	2020	2019
Remuneration of the Management Company	12,795,390	6,537,214
Sindh Sales tax on Remuneration of Management Company	1,663,401	849,838
Reimbursement of operational expenses to the Management Company	853,179	435,814
Advertisement & Selling Expense	3,411,951	1,743,257
Issue of Nil (2018: Nil) units	-	-
Redemption of Nil (2018: Nil) units	-	-

Askari Bank Limited

Issue of 2,866,904 (2019: Nil) units	300,000,000	-
Redemption of Nil (2018: 2,451,007) units	-	-
Profit on Bank Deposits	94,243	143,417
Bank Charges	13,500	17,559

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	621,482	326,861
Sindh Sales Tax on Remuneration of the Trustee	80,793	42,492
CDS Charges	-	21,151

For The Half Year and Quarter Ended December 31, 2020

22**ASKARI HIGH YIELD SCHEME**

For the half year ended
31 December

2020 2019

Un-audited

-----Rupees-----

Pak Oman Investment Company Limited

Issue of 3,254,359 (2019: Nil) units	345,000,000	-
Redemption of Nil (2019: Nil) units	-	-

Sindh Province Pension Fund

Issue of Nil units	-	8,924,223
--------------------	---	-----------

The Bank Of Punjab Employees Gratuity Fund

Issue of Nil units	-	8,120,231
--------------------	---	-----------

Barrett Hodgson Pakistan (Pvt) Ltd

Issue of Nil (2019: Nil) units	-	-
--------------------------------	---	---

Fauji Oil Terminal & Distribution Co. Ltd

Issue of 4,734,595 (2019: Nil) units	502,392,843	-
--------------------------------------	-------------	---

Nishat Mills Limited Employees Provident Fund Trust

Issue of 5,798,313 (2019: Nil) units	605,935,328	-
Redemption of 3,722,678 (2019: Nil) units	(392,055,328)	-

Other Staff

Redemption of 10 (2019: Nil) units	(1,078)	-
------------------------------------	---------	---

12 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).

For The Half Year and Quarter Ended December 31, 2020

23



- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	31 Dec 2020					Fair value			
	Carrying amount				Total	Level 1	Level 2	Level 3	Total
	Investments	Other receivables	Cash and cash equivalents	Financial liabilities					
(Rupees)									
Financial assets measured at fair value									
Debt Securities									
- Term finance certificates - listed	320,262,527	-	-	-	320,262,527	320,262,527	-	-	320,262,527
- Term finance certificates - unlisted	-	-	-	-	-	-	-	-	-
- Sukuk certificates Listed	45,566,414	-	-	-	45,566,414	45,566,414	-	-	45,566,414
- Sukuk certificates Unlisted	36,250,000	-	-	-	36,250,000	-	36,250,000	-	36,250,000
Financial assets not measured at fair value									
Balances with banks	-	-	1,332,158,102	-	1,332,158,102	-	-	-	-
Term deposit	-	-	-	-	-	-	-	-	-
Receivable against Margin Trading System	-	-	-	-	-	-	-	-	-
Accrued profit, prepayments, advances and other receivables	-	37,927,226	-	-	37,927,226	-	-	-	-
Security deposits	-	2,850,000	-	-	2,850,000	-	-	-	-
	402,078,941	40,777,226	1,332,158,102	-	1,775,014,269	365,828,941	36,250,000	-	402,078,941
Financial liabilities not measured at fair value									
Payable to Management Company	-	-	-	12,795,390	12,795,390	-	-	-	12,795,390
Payable to Trustee	-	-	-	621,482	621,482	-	-	-	621,482
Dividend payable	-	-	-	69,227	69,227	-	-	-	69,227
Accrued expenses and other liabilities	-	-	-	27,866,358	27,866,358	-	-	-	27,866,358
				41,352,457	41,352,457	-	-	-	41,352,457

	30 June 2020					Fair value			
	Carrying amount				Total	Level 1	Level 2	Level 3	Total
	Investments	Other receivables	Cash and cash equivalents	Financial liabilities					
(Rupees)									
Financial assets measured at fair value									
Debt Securities									
- Term finance certificates - listed	330,009,898	-	-	-	330,009,898	330,009,898	-	-	330,009,898
- Term finance certificates - unlisted	-	-	-	-	-	-	-	-	-
- Sukuk certificates Listed	87,717,175	-	-	-	87,717,175	87,717,175	-	-	87,717,175
- Sukuk certificates Unlisted	36,250,000	-	-	-	36,250,000	-	36,250,000	-	36,250,000
Financial assets not measured at fair value									
Balances with banks	-	-	423,793,700	-	423,793,700	-	-	-	-
Term deposit	-	-	-	-	-	-	-	-	-
Receivable against Margin Trading System	-	-	-	-	-	-	-	-	-
Accrued profit, prepayments, advances and other receivables	-	49,951,674	-	-	49,951,674	-	-	-	-
Security deposits	-	2,850,000	-	-	2,850,000	-	-	-	-
	453,977,073	52,801,674	423,793,700	-	930,572,447	417,727,073	36,250,000	-	453,977,073
Financial liabilities not measured at fair value									
Payable to Management Company	-	-	-	12,795,390	11,200,133	-	-	-	11,200,133
Payable to Trustee	-	-	-	621,482	69,514	-	-	-	69,514
Dividend payable	-	-	-	69,227	14,669,048	-	-	-	14,669,048
Accrued expenses and other liabilities	-	-	-	27,866,358	25,306,520	-	-	-	25,306,520
				51,245,215	51,245,215	-	-	-	51,245,215

**12.1 Financial instruments in level 2**

The fair value of investments in TFCs and Sukuks are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP for valuation of debt securities vide its circular no. 33 of 2012 dated October 24, 2012 (which is essentially the same as contained in circular no. 1 of 2009 previously used). In determining the rates MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

12.2 Financial instruments in level 3

Currently, no financial instruments are classified through level 3.

13 Outstanding balances as at period / year end

	31 December 2020 Un-audited	30 June 2020 Audited
-----Rupees-----		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration payable to the management company	3,357,417	1,230,398
Sindh Sales tax payable on remuneration of the Management Company	5,218,050	4,941,537
Sindh Sales Tax payable on Remuneration of the Management Company	33,368,337	33,368,337
Federal Excise Duty payable on Remuneration of the Management Company	224,235	369,172
Marketing and advertising fee payable	2,900,434	9,281,962
Front End Load Payable	479,275	471,365
Outstanding 3,254,359 (30 June 2020: Nil) units - at net asset value	347,071,531	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable	169,025	69,514
Security Deposits	100,000	100,000
Askari Bank Limited		
Outstanding 4,611,948 (30 June 2020: 1,745,044) units - at net asset value	491,856,000	178,928,308
Cash Dividend	-	13,120,989
Sindh Province Pension Fund		
Outstanding Nil (30 June 2020: 1,165,974) units - at net asset value	-	110,008,240
Reinvest	-	8,766,956
The Bank Of Punjab Employees Gratuity Fund		
Outstanding Nil (30 June 2020: 1,140,231) units - at net asset value	-	116,785,593
Reinvest	-	7,977,133
Nishat Mills Limited Employees Provident Fund Trust		
Outstanding 3,722,678 (30 June 2020: 1,140,231) units - at net asset value	397,016,914	168,879,712
Reinvest	-	90,523
Key Personnel of Management Company		
Outstanding 1 (30 June 2020: 11) units - at net asset value	107	1,128
Reinvest	-	95
Fauji Oil Terminal & Distribution Co. Ltd		
Outstanding 4,734,595 (30 June 2020: Nil) units - at net asset value	504,936,080	-
Reinvest	-	-

*This represents unit holders holding 10% or more of the units in the Fund at the close of the period.



14. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

14.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

Market risk comprises of three types of risks: currency risk, interest rate risk and other price risk.

14.2 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pakistani Rupees.

14.3 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

a) Sensitivity analysis for variable rate instruments

As at Dec 31, 2020, the Fund holds KIBOR based interest bearing sukuks and term finance certificates and balance in savings accounts exposing the Fund to interest rate risk. In case of 100 basis points increase / decrease in KIBOR and bank profit rates with all other variables held constant, the net assets of the Fund would have been higher / lower by approximately Rs. 13.3215 million.

b) Sensitivity analysis for fixed rate instruments

Since the Fund currently does not have any fixed rate instruments that are impacted by market interest rates, therefore, it is not exposed to fair value interest rate risk.

14.4 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instruments traded in the market.

The Fund's equity securities are primarily exposed to equity price risk because of investments held and classified by the Fund on the statement of assets and liabilities as 'financial assets at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Fund's constitutive documents. The Fund's constitutive documents / NBFC Regulations also limit investment in individual equity securities to not more than 15% of its net assets, or 15% of the issued capital of the investee company and the sector exposure limit to 35% of net assets.



In case of 5% increase / decrease in the fair value of the Fund's equity securities at fair value through profit or loss on December 31, 2020, net income for the year would increase / decrease by Rs. 0.5884 million (2019: Rs. 1.37 million) and net assets of the Fund would increase / decrease by the same amount.

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI index, is expected to change over the time. Accordingly, the sensitivity analysis prepared as of December 31, 2020 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of PSX 100 Index.

14.5 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable (if any) on equity securities.

14.6 Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed financial institutions with reasonably high credit ratings. Credit risk on account of dividend receivable is minimal due to the statutory protection. All transactions in listed securities are settled / paid for upon delivery using the system of National Clearing Company of Pakistan Limited. The risk of default in these transactions is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC rules and the regulations and the guidelines given by the SECP from time to time.

14.7 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily cash redemption requests on a regular basis. Units are redeemable at the holders' option based on the Fund's net asset value per unit, at the time of redemption, calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

14.8 Management of liquidity risk

The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Fund's reputation. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily realised.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such



procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further, the Fund also has the ability to suspend redemptions of units with the approval of the Board of Directors of the Management Company in extraordinary circumstances. The Fund can also borrow, with prior approval of the Trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total net assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year.

15 GENERAL

Figures have been rounded off to the nearest Rupee.

16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 10th February, 2021.

**For Pak Oman Asset Management Company Limited
(Management Company)**



Chief Executive Officer



Chief Financial Officer



Director

