
JS Cash Fund

Quarterly Report for the period
ended March 31, 2021



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VISION

To be recognized as a responsible asset manager respected for continuingly realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 3840209 Fax: (92-21) 35839977
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani*	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Tahir Ali Sheikh	Non-Executive Director
Mr. Asif Reza Sana	Independent Director
Ms. Aisha Fariel Salahuddin	Independent Director
Mr. Zahid Ullah Khan**	Non-Executive Director
Mr. Imran Haleem Shaikh	Non-Executive Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Ms. Aisha Fariel Salahuddin	Member
Mr. Hasan Shahid	Member

Director Finance & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zafar Iqbal Ahmed

Trustee

Digital Custodian Company
Formerly; MCB Financial Services Ltd.
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners

* Ms. Iffat Zehra Mankani has been appointed as Chief Executive Officer of JS Investments Limited w.e.f April 15, 2021 in place of Mr. Hasnain Raza Nensey.

** Mr. Zahid Ullah Khan has been appointed as Director on the Board of JS Investments Limited w.e.f March 18, 2021 in place of Mr. Kamran Jafar.

JS Cash Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Cash Fund** (the Fund) for the nine months period ended March 31, 2021.

Economic Review:

Since July 2020, Pakistan witnessed two Corona virus waves and is currently undergoing the third wave, the severity of which has heightened the risk of city wide lockdowns and economic activity slowdown. In an effort to overcome the Corona virus situation, the government has initiated a vaccine drive targeting 50+ population and is expected to expand the drive to the lower age groups in the coming months. Therefore, this could be the last major Corona virus wave and the return to normalcy seems closer than ever.

Similarly, the IMF program has also resumed after a year long suspension with another disbursement of USD 500 million. The performance targets remain largely unchanged and the government is expected to achieve the set targets barring any political distraction and escalation of the Corona virus situation.

The Current Account improved considerably during the nine months of the fiscal year 2021. The country reported a surplus of USD 748 million in the period under review compared to USD 2,911 million deficit in the same period last year. The improvement was on account of 24% growth in remittances that outweighed the 22% rise in the trade deficit. As a result, foreign reserves continued to strengthen and PKR/USD parity also improved with the PKR trading at 153 to the dollar in March 2021.

Lastly, CPI inflation eased off from 9.3% in July 2020 to 5.7% in January 2021. However, the inflation has increased to 9% levels from February onwards due to the low base effect. The State Bank of Pakistan continues to maintain a dovish policy stance with a higher focus towards economic recovery stimulation.

Income & Money Market Review:

During the fiscal year to date, the State Bank of Pakistan kept the Policy Rate unchanged at 7%. The central bank has decreased its supply of Pakistan Investment Bonds and has been rejecting bids in the new issuance of 5 year instrument up until January 2021. However, as demand remained intact particularly from the Insurance and Banking sector, the central bank finally started accepting bids in the 5 year instrument at a cut-off yield of 9.52%. Consequently, the PIB cut-offs yields have increased across all tenors.

Recently, investors have shifted their preference to short-term treasury bills in anticipation of a policy rate hike on the back of increasing inflation. Therefore, the cut-off yields for the 3 month, 6 month and 12 month treasury bills have increased during the period under review.

Review of Fund Performance

The Fund return was 6.74% p.a. against the benchmark return of 6.85% p.a. for the nine months period ended March 31, 2021. Net Assets moved from PKR 5.79 billion (June 30, 2020) to PKR 9.58 billion as at March 31, 2021. The total expense ratio (TER) of the Fund is 0.52% which includes 0.20% representing government levies on the Fund.

Fund and Asset Manager Rating

The Pakistan Credit Rating Agency Limited maintained stability rating of 'AA+ (f)' (Double A plus – Fund rating) to the Fund. The Fund's rating denotes a strong capacity to maintain stability in returns and possesses low exposure to risks.



The Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments' Management Quality Rating of AM (AM-Two) with a stable outlook. The rating denotes High Management Quality.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and MCB Financial Services Limited (MCBFSL) for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

April 23, 2021

Director

Chief Executive Officer

JS Cash Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 MARCH 2021

	Note	31 March 2021 (Unaudited)	30 June 2020 (Audited)
Assets		-----Rupees-----	
Bank balances	5	7,863,806,658	319,439,977
Investments	6	1,694,244,093	5,533,978,175
Deposit, prepayments and other receivables	7	52,203,780	1,433,390
Total assets		9,610,254,531	5,854,851,542
Liabilities			
Payable to Management Company	8	6,525,294	6,479,583
Remuneration payable to Trustee		491,918	296,575
Sales Tax payable on the remuneration of the Trustee		63,948	38,550
Annual fee payable to Securities and Exchange Commission of Pakistan	9	1,169,528	926,988
Dividend payable		317,123	842,021
Accrued expenses and other liabilities	10	26,665,001	59,425,895
Total liabilities		35,232,812	68,009,612
Contingencies and commitments	12		
Net assets		9,575,021,719	5,786,841,930
Unit holders' funds		9,575,021,719	5,786,841,930
		(Numbers)	
Number of units in issue	Number	93,282,407	56,736,495
		(Rupees)	
Net assets value per unit		102.65	102.00

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2021

	Note	Nine months period ended		Three months period ended	
		31 March		31 March	
		2021	2020	2021	2020
(Rupees)					
Income					
Mark-up / interest income on bank balances and held for trading investments		431,041,993	462,481,125	160,442,228	138,370,787
(loss) / gain on sale of investments at fair value through profit or loss - net		(13,359,477)	(3,918,141)	(230,119)	25,386
Unrealised gain on investments at fair value through profit or loss - net		39,333	11,030,070	39,333	11,030,070
Total		417,721,849	469,593,054	160,251,442	149,426,243
Expenses					
Remuneration of the Management Company		14,609,011	7,682,239	5,483,033	3,336,409
Sindh sales tax on Management Company's remuneration		1,899,171	997,308	712,794	432,344
Remuneration of the Trustee		3,801,063	2,761,754	1,425,593	852,799
Sindh sales tax on Trustee remuneration		494,139	359,032	185,326	110,863
Annual fee to the Securities and Exchange Commission of Pakistan		1,169,553	676,371	438,640	205,021
Securities transaction cost		299,530	205,200	108,031	89,590
Listing fee		18,750	18,750	6,250	6,250
SECP supervisory fee on listing fee		1,875	1,875	625	625
Mutual fund rating fee		155,843	141,595	51,599	47,373
Bank and settlement charges		17,394	103,788	10,361	38,107
Auditors' remuneration		244,151	169,606	107,778	33,186
Accounting and operational charges		-	3,104,142	-	747,369
Provision for Sindh Workers' Welfare Fund	10.1	7,900,227	9,067,428	3,034,428	2,870,526
		30,610,707	25,289,088	11,564,458	8,770,462
Net income for the period before taxation		387,111,142	444,303,966	148,686,984	140,655,781
Taxation	11	-	-	-	-
Net income for the period after taxation		387,111,142	444,303,966	148,686,984	140,655,781
Allocation of net income for the period:					
Net income for the period		387,111,142	444,303,966	148,686,984	140,655,781
Income already paid on units redeemed		(53,765,285)	(64,753,226)	(26,646,645)	(11,462,837)
Accounting income available for distribution		333,345,857	379,550,740	122,040,339	129,192,944
-Relating to capital gains - net		(13,320,144)	6,816,824.61	(190,786)	11,055,456
-Excluding capital gains		346,666,001	372,733,916	122,231,125	118,137,488
		333,345,857	379,550,740	122,040,339	129,192,944

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2021

	Nine months period ended		Three months period ended	
	31 March		31 March	
	2021	2020	2021	2020
	(Rupees)			
Net income for the period	387,111,142	444,303,966	148,686,984	140,655,781
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	387,111,142	444,303,966	148,686,984	140,655,781

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2021

	Nine months period ended	
	31 March 2021	31 March 2020
	----- (Rupees) -----	
Cash flows from operating activities		
Net income for the period	387,111,142	444,303,966
Adjustments for:		
loss on sale of held for trading investments - net	13,359,477	3,918,141
Unrealised (gain) on held for trading investments - net	(39,333)	(11,030,070)
Return on Government Securities	(323,774,267)	(266,707,908)
Operating profit before working capital changes	76,657,019	170,484,129
(Increase) / Decrease in current assets		
Deposit, prepayments and receivables	(50,779,083)	(5,317,835)
(Decrease) / Increase in current liabilities		
Payable to JS Investments Limited - Management Company	54,404	409,926
Payable to MCB Financial Services Limited - Trustee	220,741	97,842
Annual fee payable to the Securities and Exchange Commission of Pakistan	242,540	(955,731)
Accrued expenses and other liabilities	(33,285,792)	39,378,967
	(32,768,107)	38,931,004
Proceeds / (payments) from investments - net	4,150,188,205	(4,185,500,282)
Net cash (used in) / generated from operating activities	4,143,298,034	(3,981,402,984)
Cash flows from financing activities		
Dividend paid	(228,237,789)	(263,449,343)
Amount received from issuance of units	26,609,831,591	15,855,050,657
Amount paid on redemption of units	(22,980,525,155)	(13,909,700,522)
Net cash (used in) financing activities	3,401,068,647	1,681,900,792
Net (decrease) / increase in cash and cash equivalents	7,544,366,681	(2,299,502,192)
Cash and cash equivalents at the beginning of the period	319,439,977	2,371,482,589
Cash and cash equivalents at the end of the period	7,863,806,658	71,980,397

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2021

	2021			2020		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
(Rupees)						
Net assets at beginning of the period	5,718,899,749	67,942,181	5,786,841,930	2,859,595,163	43,474,816	2,903,069,979
Issue of 260,723,130 (2020: 155,580,307) units	26,593,759,243	-	26,593,759,243	15,822,517,222	-	15,822,517,222
- Element of Loss	16,072,348	-	16,072,348	32,533,435	-	32,533,435
Total proceeds on issuance of units	26,609,831,591	-	26,609,831,591	15,855,050,657	-	15,855,050,657
Redemption of 224,177,218 (2020: 135,327,089) units	(22,890,450,743)	-	(22,890,450,743)	(13,698,011,683)	-	(13,698,011,683)
- Element of income	(36,309,127)	-	(36,309,127)	(146,935,613)	-	(146,935,613)
- Amount paid / payable on redemption of units	-	(53,765,285)	(53,765,285)	-	(64,753,226)	(64,753,226)
Total payments on redemption of units	(22,926,759,870)	(53,765,285)	(22,980,525,155)	(13,844,947,296)	(64,753,226)	(13,909,700,522)
Total comprehensive income for the period	-	387,111,142	387,111,142	-	444,303,966	444,303,966
Distribution during the period						
Interim distribution during the period: declared Re. 0.51 per unit in July 2020 (2020: Nil)	-	(23,047,984)	(23,047,984)	-	-	-
Interim distribution during the period: declared Re. 0.48 per unit in Aug 2020 (2019: Nil)	-	(10,050,317)	(10,050,317)	-	-	-
Interim distribution during the period: declared Re.0.51 per unit in September 2020 (2019: Rs. 2.20 per unit)	-	(14,995,448)	(14,995,448)	-	(63,576,407)	(63,576,407)
Interim distribution during the period: declared Rs: Nil (2019: Rs. 1.11 per unit)	-	-	-	-	(41,208,658)	(41,208,658)
Interim distribution during the period: declared Re. 0.79 per unit in November 2020 (2019: Rs. 1.14 per unit)	-	(40,502,183)	(40,502,183)	-	(42,327,209)	(42,327,209)
Interim distribution during the period: declared Re. 0.52 per unit in December 2020 (2019: Rs. 1.01 per unit)	-	(36,367,638)	(36,367,638)	-	(29,088,502)	(29,088,502)
Interim distribution during the period: declared Re. 1.06 per unit in January 2021 (2020: Rs. 2.29 per unit)	-	(67,488,121)	(67,488,121)	-	(57,651,578)	(57,651,578)
Interim distribution during the period: declared Re. 0.53 per unit in February 2021 (2020: Re. 0.99 per unit)	-	(35,786,098)	(35,786,098)	-	(29,596,989)	(29,596,989)
Total comprehensive income for the period	-	158,873,353	158,873,353	-	180,854,623	180,854,623
Net assets at end of the period	9,401,971,470	173,050,249	9,575,021,719	4,869,698,524	159,576,213	5,029,274,737
Undistributed (loss) / income brought forward						
- Realised income		52,552,950			43,474,816	
- Unrealised (loss)		15,389,231			-	
		<u>67,942,181</u>			<u>43,474,816</u>	
Accounting income available for distribution						
- Relating to capital gains		(13,320,144)			6,816,825	
- Excluding capital gains		346,666,001			372,733,916	
		<u>333,345,857</u>			<u>379,550,741</u>	
Distribution during the period		<u>(228,237,789)</u>			<u>(263,449,343)</u>	
Undistributed income carried forward		<u>173,050,249</u>			<u>159,576,213</u>	
Undistributed income carried forward						
- Realised income		173,010,916			148,546,143	
- Unrealised income		39,333			11,030,070	
		<u>173,050,249</u>			<u>159,576,213</u>	
Net assets value per unit at beginning of the period			<u>102.00</u>			<u>101.70</u>
Net assets value per unit at end of the period			<u>102.65</u>			<u>103.06</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Cash Fund ("the Fund") was established under the Trust Deed executed between JS Investments Limited as the Management Company and MCB Financial Services Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated October 13, 2009 consequent to which the Trust Deed was executed on October 16, 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).
- 1.2 The Fund is an open end mutual fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.
- 1.3 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 The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4 Title to the assets of the Fund are held in the name of MCB Financial Services Limited as Trustee of the Fund.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AA+(f)' (June 30, 2020: AA+(f)) rating to the Fund dated October 19, 2020 based on the performance review of financial year ended June 30, 2020.
- 1.6 During the current period, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in consultation with the Mutual Fund Association of Pakistan (MUFAP) and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the Fund.

2 BASIS OF PREPARATION

- 2.1 The condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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

Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), '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 with 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 have, however, been 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, 2020.

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 Board of 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 March 31, 2021.

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

3.1 The accounting policies adopted 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, 2020.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2020.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2020.

3.3 Standards, interpretations and 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, 2020. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2021. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the nine months period ended March 31, 2021 is 0.52% which includes 0.20% representing government levies on the Fund such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market" scheme.

5 BANK BALANCES

31 March 2021 (Un-audited)	30 June 2020 (Audited)
Rupees	

Profit and loss sharing (PLS) accounts

5.1	7,863,806,658	319,439,977
	7,863,806,658	319,439,977

- 5.1 This includes balance of Rs. 4.50 million (30 June 2020: Rs.8.27 million) with JS Bank Limited (related party) carrying profit at 7.00% (30 June 2020: 8.00%) per annum. Other PLS accounts of the Fund carry profit rates ranging from 5.00% to 7.75% (30 June 2020: 5% to 13.25%) per annum.

31 March 2021 (Un-audited)	30 June 2020 (Audited)
Rupees	

6 INVESTMENTS

At fair value through profit or loss - held-for-trading

Government Securities

6.1	984,588,000	5,533,978,175
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At amortized cost - Loans and Receivables

Kot Addu Power Company Limited (Sukuk)

6.2	122,000,000	-
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Commercial Paper (CP)

6.3	587,656,093	-
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Total Investments

1,694,244,093	5,533,978,175
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6.1 At fair value through profit or loss - held-for-trading

(Face value of Rs. 100,000/- each)

	Number of Units						
	Holding at the beginning of the period	Acquired during the period	Matured / Disposed During the period	As of 31 March 2021	Market Value as on 31 March 2021	% of Net assets	% of total Investment
12 - Month Treasury Bills	13,500	59,669	73,169	-	-	-	-
6 - Month Treasury Bills	20,150	11,750	31,900	-	-	-	-
3 - Month Treasury Bills	22,500	121,700	134,200	10,000	984,588,000	10.28	58.11
Held for trading investments as at 31 March 2021					984,588,000	10.28	58.11
Cost of held for trading investments as at 31 March 2021					984,548,667		

6.2 Sukuks - 'at fair value through profit or loss'

	Number of Units						
	Holding at the beginning of the period	Acquired during the period	Matured / Disposed During the period	As of 31 March 2021	Market Value as on 31 March 2021	% of Net assets	% of total Investment
Kot Addu Power Company Limited	-	1,220	-	1,220	122,000,000	1.40	2.14
Total as at March 31, 2021					122,000,000	1.40	2.14

JS Cash Fund

- 6.3 This represent Commercial Paper of placement placed with (K-Electric Limited) company intrest at the rate % of (7.84) per annum.

		31 March 2021 (Un-audited)	30 June 2020 (Audited)
		-----Rupees-----	
7 PREPAYMENTS AND OTHER RECEIVABLES			
Prepaid rating fee		-	138,237
Security Deposit		100,000	100,000
Accrued return on bank balances and term deposit receipt		52,094,004	1,192,252
Prepaid Listing Fee - PSX		6,250	-
Prepaid SECP supervisory fee on listing fee		625	-
Others		2,901	2,901
		52,203,780	1,433,390

8 PAYABLE TO THE MANAGEMENT COMPANY

Remuneration Payable to management company	8.1	1,891,986	1,825,076
Sindh sales tax payable on remuneration of the Management Company	8.2	830,181	821,488
Federal excise duty payable on remuneration of the Management Company	8.3	3,803,127	3,803,127
Sales load payable to management company		-	29,892
		6,525,294	6,479,583

- 8.1 The Management Company has charged remuneration at the rate 0.25% of average daily net assets of the Fund effective from August 24, 2020. Previously, the management fee was charged at the rate of 0.4% of average daily net assets of the Fund. Moreover, during the period from September 24, 2020 to October 22, 2020 the management fee was charged at zero percent. The remuneration is paid to the Management Company on a monthly basis in arrears.

- 8.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2020: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.584 million (June 30, 2020: 0.584 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.01 (June 30, 2020: Re. 0.01) per unit.

- 8.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2020, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 3.803 million as at March 31, 2021 (June 30, 2020: 3.803 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2021 would have been higher by Re. 0.04 (June 30, 2020: Re. 0.07) per unit.

9 ANNUAL FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with SRO No. 685 (I) / 2019 dated June 28, 2019, issued by the SECP, the Fund has charged the SECP Fee at the rate of 0.02% (March 31, 2020: 0.02%) of average daily net assets of the Fund during the period.

		31 March 2021 (Un-audited)	30 June 2020 (Audited)
		-----Rupees-----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		89,986	133,655
Provision for contribution to Sindh Worker's Welfare Fund (SWWF)	10.1	25,858,113	17,957,885
Other liabilities		697,145	41,334,355
		26,665,001	59,425,895

10.1 PROVISION FOR SINDH WORKER'S WELFARE FUND (SWWF)

The legal status of applicability of Sindh Workers' Welfare Fund (SWWF) is same as that disclosed in note 11.1 to the annual audited financial statements of the Fund for the year ended June 30, 2020.

As a matter of abundant caution, Management Company with effect from May 21, 2015 till March 31, 2021 is carrying provision for SWWF aggregating to Rs. 25.858 million (June 30, 2020: Rs. 17.958 million). Had the provision not been made, the Net Asset Value per unit of the Fund as at March 31, 2021 would have been higher by Re. 0.28 (June 30, 2020: Re. 0.32) per unit.

11 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2021 and June 30, 2020.

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, MCB Financial Services Limited (MCBFSL) being the Trustee of the Fund, JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 83.53% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2021. It also includes staff retirement benefit funds of the above connected persons / related parties.

13.1 Details of transactions with related parties / connected persons during the period

	Nine Months Period Ended	
	31 March 2021	31 March 2020
	(Un-audited)	
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	14,609,011	7,682,239
Sindh sales tax on remuneration of the Management Company	1,899,171	997,308
Issue of units: 1,558,148 (2020: 3,126,777)	159,593,208	321,307,474
Redemption of units: 1,560,322 (2020: 6,560,980)	159,981,899	677,676,564
Units refunded as Capital : 1,663 (2020: 21,150)	-	-
Reinvest in lieu of Dividend paid : 512 (2020: 5,470)	52,203	557,111
Sales load	643,828	91,477
Allocation of expenses relating to the Fund payable to the Management Company	-	3,104,142
MCB Financial Services Limited - Trustee		
Remuneration of the Trustee	3,801,063	2,761,754
Sindh sales tax on Trustee remuneration *	494,139	359,032
EFU Life Assurance Ltd. Employees Pension Fund (Associate of ultimate Parent Company - JSCL)		
Issue of units: Nil (2020: 83,121)	-	8,629,217
Units refunded as Capital : Nil (2020: 1,725)	-	-
Reinvest in lieu of Dividend paid : 3,900 (2020: 5,663)	397,806	576,284
EFU Life Assurance Ltd. Employees Provident Fund (Associate of ultimate Parent Company - JSCL)		
Issue of units: Nil (2020: 282,662)	-	29,345,376
Units refunded as Capital : Nil (2020: 5,874)	-	-
Reinvest in lieu of Dividend paid: 13,263 (2020: 19,250)	1,352,787	1,959,038

JS Cash Fund

	Nine Months Period Ended	
	31 March 2021	31 March 2020
	(Un-audited)	
	-----Rupees-----	
JS Fund of Funds		
(Fund Under JSIL Management)		
Issue of units: Nil (2020: 2,095,307)	-	213,704,222
Redemption of units: Nil (2020: 2,163,522)	-	220,752,868
Units refunded as Capital : Nil (2020: 5,971)	-	-
Reinvest in lieu of Dividend paid : 62,244 (2020: 62,244)	-	6,342,263
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Issue of units: Nil (2020: 2)	-	186
Redemption of units: Nil (2020: 2)	-	189
East West Insurance Co Ltd. (Common Directorship of JSCL)		
Issue of units: 148,969 (2020: 505,332)	15,264,884	51,649,460
Redemption of units: 248,990 (2020: 408,825)	25,458,258	41,842,284
Units refunded as Capital : 686 (2020: 885)	-	-
Dividend given by the Fund	40,519	88,195
JS Bank Limited (Parent Company of JSIL)		
Issue of units: 19,502,610 (2020: 17,950,659)	2,000,000,000	1,850,000,000
Redemption of units: 19,585,716 (2020: 18,145,717)	2,001,633,971	1,855,311,251
Units refunded as Capital : 80,429 (2020: 195,057)	-	-
Reinvest in lieu of Dividend paid : 2,677 (2020: Nil)	273,031	-
Dividend given by the Fund	-	328,542
JS Bank Limited (Parent Company of JSIL)		
Interest income on bank balances	804,316	146,511
Bank charges	569	6,493
JS Global Capital Limited		
(Fellow subsidiary of JSBL)		
Reinvest in lieu of Dividend paid : 12 (2020: 22)	1,225	2,225
Brokerage commission	82,027	8,703
Key management personnel of the Management Company		
Issue of units: 180,200 (2020: 130,309)	18,010,063	12,132,180
Redemption of units: 180,234 (2020: 221,351)	18,506,964	22,652,966
Units refunded as Capital : 75 (2020: 1,151)	-	-
Reinvest in lieu of Dividend paid : 6,303 (2020: 18,503)	642,902	1,883,793
Dividend given by the Fund	150,132	433,204

13.2 Details of balances with related parties / connected person as at period / year end

	31 March 2021	30 June 2020
	-----Rupees-----	
	(Un-audited)	(Audited)
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	1,891,986	1,825,076
Sindh sales tax payable on remuneration of the Management Company	830,181	821,488
Federal excise duty payable on remuneration of the Management Company	3,803,127	3,803,127
Sales load payable	50	29,892
MCB Financial Services Limited - Trustee		
Remuneration payable to the Trustee	491,918	296,575
Sindh sales tax payable on Trustee remuneration	63,948	38,550



JS Cash Fund

	31 March 2021 (Un-audited)	30 June 2020 (Audited)
	-----Rupees-----	
EFU Life Assurance Ltd. Employees Provident Fund (Associate of ultimate Parent Company - JSCL)		
Units held 332,765 (30 June 2020: 319,503)	34,158,376	32,589,291
EFU Life Assurance Ltd. Employees Pension Fund (Associate of ultimate Parent Company - JSCL)		
Units outstanding: 97,854 (30 June 2020: 93,955)	10,044,748	9,583,337
East West Insurance Co Ltd. (Common Directorship of JSCL)		
Units outstanding: Nil (30 June 2020: 99,335)	-	10,132,145
JS Bank Limited (Parent Company of JSIL)		
Bank balances	4,502,449	8,266,813
Accrued return on bank balance	24,773	29,023
JS Global Capital Limited (Group Company)		
Units outstanding: 335 (30 June 2020: 320)	34,364	32,920
Brokerage commission payable	12,002	4,978
Entities holding 10% or more of units		
Units outstanding: 67,936,286 (30 June 2020: 26,327,020)	6,973,659,720	2,685,356,048
Key management personnel of the Management Company		
Units outstanding: 213,176 (30 June 2020: 449,532)	21,882,526	46,065,681

13.3 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

14 Fair value of financial instruments

The fair value of financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties. The following methods are used to estimate the fair values of instruments:

Listed shares

These are valued on the basis of closing market prices quoted on the respective stock exchange.

Debt securities

These are valued at the rates notified by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the SECP's Circular 1 of 2009. The said circular prescribes a valuation methodology which in case of currently traded securities, is based on weighted average prices during the 15 days preceding the valuation date and in case of thinly or non-traded securities, on the basis of discount coupon method which takes into consideration credit risk and maturities of the instruments.

Government securities

These are valued by reference to the quotations obtained from the PKRV rate sheet on the Reuters page.

The fair value of other assets and liabilities of the Fund approximate their carrying amount largely due to short term maturities of these instruments.

14.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

JS Cash Fund

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

----- As at March 31, 2021 -----				
Level 1	Level 2	Level 3	Total	
----- (Rupees) -----				
ASSETS				
Investments - Government Securities	-	1,694,244,093	-	1,694,244,093
	-	1,694,244,093	-	1,694,244,093
----- As at June 30, 2020 -----				
Level 1	Level 2	Level 3	Total	
----- (Rupees) -----				
ASSETS				
Investments - Government Securities	-	5,533,978,175	-	5,533,978,175
	-	-	-	-
	-	5,533,978,175	-	5,533,978,175

15 GENERAL

15.1 Figures have been rounded off to the nearest rupee and have been reclassified where ever necessary.

15.2 Corresponding figures have been rearranged, wherever necessary.

15.3 The pandemic of COVID-19 that has rapidly spread all across the world has not only endangered human lives but has also impacted the economy. On March 24, 2020, the Government announced a temporary lock down as a measure to reduce the spread of the COVID-19. The Fund's operations were not affected as it were operated under all necessary Standard Operating Procedures (SOPs) issued by the Government to ensure safety of employees and smooth and adequate continuation of its business. Due to this, management has assessed the accounting implications of these developments on these financial statements, however, according to management's assessment, there is no significant accounting impact of the effects of COVID-19 on these financial statements.

16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on April 23, 2021.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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