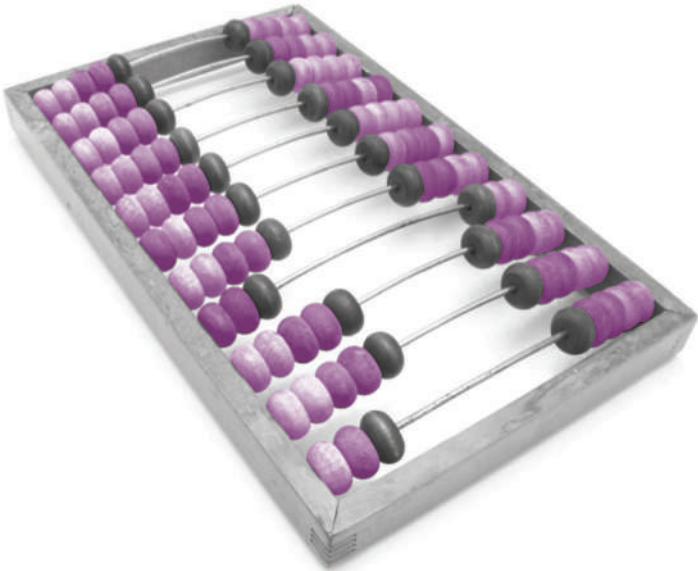


Faysal Funds

Money Market Fund

Condensed Interim Financial Statements
For The Quarter Ended September 30, 2021 (Un-audited)



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FUND INFORMATION

Management Company

Faysal Asset Management Limited

Board of Directors of the Management Company

Mr. Salman Ahmed Usmani, Chairman

Mr. Osman Asghar Khan, Director

Mr. Mian Salman Ali, Director

Syed Muhammad Fraza Zaidi, Director

Mr. Tahir Yaqoob Bhatti, Director

Mr. Nadir Rehman, Director

Mr. Khaldoon Bin Latif, Director/CEO

Chief Executive Officer

Mr. Khaldoon Bin Latif

Chief Financial Officer

Mr. Faisal Ali Khan

Company Secretary of the Management Company

Muhammad Umer Ilyas

Audit Committee

Mr. Osman Asghar Khan, Chairman

Mr. Mian Salman Ali, Member

Syed Muhammad Fraza Zaidi, Member

HR Committee

Mr. Osman Asghar Khan, Member

Mr. Salman Ahmed Usmani, Member

Mr. Nadir Rehman, Chairman

Trustee to the Fund

Central Depository Company of Pakistan Limited,

CDC House, 99B, Block B, S.M.C.H.S.,

Main Shahrah-e-Faisal, Karachi.

Bankers to the Fund

Bank Alfalah Limited

Faysal Bank Limited

United Bank Limited

Habib Metropolitan Bank Limited

Allied Bank Limited

Habib Bank Limited

Zarai Taraqati Bank Limited

Auditors

A.F. Ferguson & Co. Chartered Accountants

Legal Advisor

Mohsin Tayebaly & Co.

2nd Floor, Dime Centre,

BC-4 Block-9, KDA-5,

Clifton, Karachi.

Registrar

ITMinds Limited

Central Depository Company of Pakistan, Limited

CDC House, 99B, Block-B, S.M.C.H.S.,

Main Shahra-e-Faisal, Karachi.

Condensed Interim Statement of Assets and Liabilities

As at September 30, 2021

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees) -----	
Assets			
Balances with banks	5	7,923,561,638	7,791,715,815
Investments	6	3,663,003,813	220,169,213
Deposits and other receivables		71,190,669	31,021,476
Receivable against sale of units		-	21,228,050
Total assets		<u>11,657,756,120</u>	<u>8,064,134,554</u>
Liabilities			
Payable to Faysal Asset Management Limited - the Management Company	7	5,537,161	5,941,021
Payable to Central Depository Company of Pakistan Limited - the Trustee	8	537,593	377,724
Payable to the Securities and Exchange Commission of Pakistan	9	404,545	1,231,600
Accrued expenses and other liabilities	10	53,891,826	57,717,023
Dividend payable		-	7,684,758
Payable against purchase of investments		1,980,570,000	-
Payable against redemption of units		5,789,117	3,016,121
Total liabilities		<u>2,046,730,242</u>	<u>75,968,247</u>
Net assets		<u>9,611,025,878</u>	<u>7,988,166,307</u>
Unit holders' fund (as per the statement attached)		<u>9,611,025,878</u>	<u>7,988,166,307</u>
Contingencies and commitments	11		
		----- (Number of units) -----	
Number of units in issue		<u>94,125,660</u>	<u>78,347,198</u>
		----- (Rupees) -----	
Net assets value per unit		<u>102.1085</u>	<u>101.9585</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Income Statement

For The Quarter Ended September 30, 2021 (Un-audited)

Note	Quarter Ended September 30,	
	2021	2020
	----- (Rupees) -----	
Income		
Profit on government securities	32,660,498	39,018,171
Profit on balances with banks	114,472,716	41,207,252
Profit on letters of placement	209,589	15,528,193
Profit on commercial papers and short term sukuk certificates	12,838,741	13,478,270
Capital gain / (loss) on disposal of investments - net	1,050,344	(5,976,048)
Unrealised loss on remeasurement of investments classified as financial asset at fair value through profit or loss'	(777,180)	(130,220)
Total income	160,454,708	103,125,618
Operating Expenses		
Remuneration of Faysal Asset Management Limited - the Management Company 7.1	2,810,569	3,555,092
Sindh sales tax on remuneration of the Management Company 7.2	365,399	462,162
Allocated Expenses	-	887,992
Selling and marketing charges	590,747	3,148,454
Remuneration to Central Depository Company of Pakistan Limited - the Trustee 8.1	1,328,034	943,420
Sindh sales tax on remuneration of the Trustee 8.2	172,747	122,644
Annual fees to the Securities and Exchange Commission of Pakistan 9.1	408,870	290,283
Transaction costs	154,535	151,670
Bank charges	17,220	16,028
Auditors' remuneration	172,500	172,500
Fees and subscriptions	89,229	89,230
Legal and Professional Charges	230,190	-
Printing expense	6,256	6,256
Total operating expenses	6,346,296	9,845,731
Net profit from operating activities	154,108,412	93,279,887
(Reversal) / Provision for Sindh Workers' Welfare Fund (SWWF) 10.1	(26,600,736)	1,865,599
Net profit for the period before taxation	180,709,148	91,414,288
Taxation 14	-	-
Net profit for the period after taxation	180,709,148	91,414,288
Allocation of net profit for the period		
- Net profit for the period	180,709,148	91,414,288
- Income already paid on units redeemed	(12,563,146)	(5,160,647)
	168,146,002	86,253,641
Accounting income available for distribution		
- Relating to capital gains	273,164	-
- Excluding capital gains	167,872,838	86,253,641
	168,146,002	86,253,641

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Comprehensive Income

For The Quarter Ended September 30, 2021 (Un-audited)

	Quarter Ended September 30,	
	2021	2020
	----- (Rupees) -----	
Net profit for the period after taxation	180,709,148	91,414,288
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>180,709,148</u>	<u>91,414,288</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Movement in Unit Holders' Fund

For The Quarter Ended September 30, 2021 (Un-audited)

	Quarter Ended September 30, 2021			Quarter Ended September 30, 2020		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees)-----			------(Rupees)-----		
Net assets at beginning of the period	7,934,402,989	53,763,318	7,988,166,307	5,225,638,871	31,545,588	5,257,184,459
Issuance of 82,278,647 (2020: 73,097,617) units						
- Capital value (at net assets value per unit at the beginning of the period)	8,389,007,475	-	8,389,007,475	7,448,172,063	-	7,448,172,063
- Element of income	32,648,653	-	32,648,653	9,768,135	-	9,768,135
Total proceeds on issuance of units	8,421,656,128	-	8,421,656,128	7,457,940,198	-	7,457,940,198
Redemption of 66,500,184 (2020: 63,532,970) units						
- Capital value (at net assets value per unit at the beginning of the period)	(6,780,259,111)		(6,780,259,111)	(6,473,596,733)		(6,473,596,733)
- Element of income	(13,339,479)	(12,563,146)	(25,902,625)	(7,794,215)	(5,160,647)	(12,954,862)
Total payments on redemption of units	(6,793,598,590)	(12,563,146)	(6,806,161,736)	(6,481,390,948)	(5,160,647)	(6,486,551,595)
Total comprehensive income for the period	-	180,709,148	180,709,148	-	91,414,288	91,414,288
First interim distribution of Rs. 0.4204 per unit (date of declaration: July 24, 2020)		-	-	(3,160,750)	(19,318,928)	(22,479,678)
Second interim distribution of Rs. 0.5542 per unit (date of declaration: August 27, 2020)		-	-	(3,321,889)	(24,500,774)	(27,822,663)
Third interim distribution of Rs. 0.5148 per unit (date of declaration: September 25, 2020)		-	-	(1,556,662)	(29,080,900)	(30,637,562)
First interim distribution of Rs. 0.5843 per unit (date of declaration: July 30, 2021)		(44,518,325)	(44,518,325)			
Second interim distribution of Rs. 0.9741 per unit (date of declaration: August 27, 2021)		(76,531,360)	(76,531,360)			
Third interim distribution of Rs. 0.5902 per unit (date of declaration: September 24, 2021)		(52,294,284)	(52,294,284)			
Net assets at end of the period	9,562,460,527	48,565,351	9,611,025,878	6,194,148,820	44,898,627	6,239,047,447
Undistributed income brought forward						
- Relates to capital gain					31,545,588	
- Excluding capital gain		53,763,318			-	
		53,763,318			31,545,588	
First interim distribution of Rs. 0.4204 per unit (date of declaration: July 24, 2020)		-			(19,318,928)	
Second interim distribution of Rs. 0.5542 per unit (date of declaration: August 27, 2020)		-			(24,500,774)	
Third interim distribution of Rs. 0.5148 per unit (date of declaration: September 25, 2020)		-			(29,080,900)	
First interim distribution of Rs. 0.5843 per unit (date of declaration: July 30, 2021)		(44,518,325)				
Second interim distribution of Rs. 0.9741 per unit (date of declaration: August 27, 2021)		(76,531,360)				
Third interim distribution of Rs. 0.5902 per unit (date of declaration: September 24, 2021)		(52,294,284)				
		-				
Accounting income available for distribution						
- Relating to capital gains		273,164			-	
- Excluding capital gains		167,872,838			86,253,641	
		168,146,002			86,253,641	
Undistributed income carried forward		48,565,351			44,898,627	
Undistributed income carried forward						
- Realised income		48,565,351			44,898,627	
- Unrealised income		-			-	
		48,565,351			44,898,627	
					(Rupees)	
Net assets value per unit at beginning of the period				101.9585		101.8935
Net assets value per unit at end of the period				102.1085		102.0126

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Cash Flows Statement

For The Quarter Ended September 30, 2021 (Un-audited)

	Quarter Ended September 30,	
	2021	2020
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the period before taxation	180,709,148	91,414,288
Adjustments for:		
Capital (gain) / loss on disposal of investments - net	(1,050,344)	5,976,048
Unrealised loss on remeasurement of investments classified as financial asset at fair value through profit or loss'	777,180	130,220
(Reversal) / Provision for Sindh Workers' Welfare Fund (SWWF)	<u>(26,600,736)</u>	<u>1,865,599</u>
	153,835,248	99,386,155
(Increase) / decrease in assets		
Investments Net	<u>(3,442,561,436)</u>	<u>(1,258,515,172)</u>
Deposits, advances, prepayments and other receivables	<u>(40,169,193)</u>	<u>(10,413,138)</u>
Receivable against sale of units	<u>21,228,050</u>	<u>1,874,000</u>
	(3,461,502,579)	(1,267,054,310)
Increase / (decrease) in liabilities		
Payable to Faysal Asset Management Limited - the Management Company	<u>(403,860)</u>	<u>2,746,944</u>
Payable to Central Depository Company of Pakistan Limited - the Trustee	159,869	102,863
Payable to the Securities and Exchange Commission of Pakistan	<u>(827,055)</u>	<u>(528,377)</u>
Accrued and other liabilities	22,775,539	927,460
Dividend payable	<u>(7,684,758)</u>	<u>-</u>
Payable Against Purchases of Debt Securities	1,980,570,000	748,983,000
Payable against redemption of units	<u>2,772,996</u>	<u>-</u>
	1,997,362,731	752,231,890
Net cash used in operating activities	<u>(1,310,304,600)</u>	<u>(415,436,265)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issue of units	<u>8,421,656,128</u>	<u>7,457,940,198</u>
Payments made against redemption of units	<u>(6,806,161,736)</u>	<u>(6,486,551,595)</u>
Dividend paid	<u>(173,343,969)</u>	<u>(80,317,208)</u>
Net cash generated from financing activities	<u>1,442,150,423</u>	<u>891,071,395</u>
Net increase in cash and cash equivalents during the period	131,845,823	475,635,130
Cash and cash equivalents at beginning of the period	<u>7,791,715,815</u>	<u>4,769,428,732</u>
Cash and cash equivalents at end of the period	5 <u><u>7,923,561,638</u></u>	<u><u>5,245,063,862</u></u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Money Market Fund (the Fund) is an open-end money market fund constituted under a trust deed entered into on April 22, 2009 between Faysal Asset Management Limited (FAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund has been categorised as an open end money market scheme by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from December 13, 2010 and are transferable and redeemable by surrendering them to the Fund.

The principal activity of the Fund is to make investments in fixed income securities including money market instruments.

VIS Credit Rating Company Limited has assigned the asset manager rating of "AM2+" to the Management Company as at August 10, 2021 (2020: "AM2" dated December 31, 2020). The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" stability rating to Faysal Money Market Fund as of April 16, 2021 (2020: "AA(f)" as of April 17, 2020).

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', the Trust Deed, the NBFC Rules, Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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 September 30, 2021.

3 BASIS OF PREPARATION

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2021.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at September 30, 2021 have been extracted from the annual published audited financial statements of the Fund for the year ended June 30, 2021, whereas, comparatives report in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement are extracted from the condensed interim financial statements for the quarter ended September 30, 2020.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information 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 June 30, 2021.

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees) -----	-----
5	BALANCES WITH BANKS		
	PLS savings accounts	5.1 <u>7,920,865,737</u>	<u>7,791,715,815</u>
5.1	These carry mark-up ranging between 5.5% 8.5% (June 30, 2021: 5.5% to 7.85%) per annum. The balance in PLS savings account includes Rs.40.023 million (June 30, 2021: Rs.4.064 million) with a related party, Faysal Bank Limited		

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees) -----	-----
6	INVESTMENTS		
	At fair value through profit or loss		
	Commercial papers	6.1 832,433,810	220,169,213
	Letters of placement	6.2 850,000,000	-
	Government Securities	6.3 <u>1,980,570,003</u>	<u>-</u>
		<u>3,663,003,813</u>	<u>220,169,213</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

6.1 Commercial papers

Name of investee company	Face value				Carrying value	Carrying value as a of total investments	Carrying value as a percentage of net assets
	As at July 01, 2021	Purchased during the period	Matured /Sold during the period	As at September 30, 2021			
	(Rupees)					%	
K-electric Limited - ICP 17	225,000,000	-	225,000,000	-	-	-	-
K-electric Limited - ICP 19	-	215,000,000	-	215,000,000	210,272,826	5.74	2.19
K-electric Limited - ICP 20	-	300,000,000	-	300,000,000	292,497,078	7.99	3.04
K-electric Limited - Commercial Paper	-	340,000,000	-	340,000,000	329,663,907	9.00	3.43
	225,000,000	855,000,000	225,000,000	855,000,000	832,433,810	22.73	8.66

6.2 Letter of placement

Name of investee company	Face value				Carrying value	Carrying value as a of total investments	Carrying value as a percentage of net assets
	As at July 01, 2021	Purchased during the period	Matured /Sold during the period	As at September 30, 2021			
	(Rupees)					%	
Term Deposit Receipt	-	850,000,000	-	850,000,000	850,000,000	23.20	8.84
	-	850,000,000	-	850,000,000	850,000,000	23.20	8.84

6.3 Government Securities

Name of investee company	Face value				Market value	Market value as a of total investments	Market value as a percentage of net assets
	As at July 01, 2021	Purchased during the period	Matured /Sold during the period	As at September 30, 2021			
	(Rupees)					%	
Treasury bills - 3 months	-	6,300,000,000	6,300,000,000	-	-	-	-
Treasury bills - 6 months	-	10,250,000,000	8,250,000,000	2,000,000,000	1,980,570,003	54.07	20.61
Treasury bills - 12 months	-	-	-	-	-	-	-
	-	16,550,000,000	14,550,000,000	2,000,000,000	1,980,570,003	54.07	20.61

7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - THE MANAGEMENT COMPANY

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		(Rupees)	
Management fee payable	7.1	1,453,369	926,004
Sales tax on management fee	7.2	189,730	121,148
Sales Load payable		791,308	15,944
Allocated expenses		2,512,008	2,512,008
Selling and marketing charges		590,746	2,365,917
		<u>5,537,161</u>	<u>5,941,021</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

- 7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the following rates:

From July 01, 2021 to August 10, 2021	From August 11, 2021 to September 30, 2021
0.05% of average annual net assets	0.2% of average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

- 7.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh sales tax on Services Act, 2011.

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees) -----	
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - THE TRUSTEE		
	Remuneration payable to the Trustee	8.1 471,858	334,269
	Sindh sales tax on remuneration of the Trustee	8.2 65,735	43,455
		<u>537,593</u>	<u>377,724</u>

- 8.1 The trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed.
- 8.2 During the period, amount charged at 13% on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- (Rupees) -----	
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Annual fee	9.1 404,545	1,231,600

- 9.1 This represents annual fee payable to the SECP in accordance with the NBFC Regulations, whereby the Fund is required to pay the SECP an amount at the rate of 0.02% per annum of the average daily net assets of the Fund in accordance with SRO 685(1)/2019 of the SECP.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		----- (Rupees) -----	
10	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Provision for Sindh Workers' Welfare Fund	10.1	-
	Payable to Central Zakat Fund		9,305
	Auditor's remuneration payable		623,618
	Transaction charges payable		859,556
	Legal and professional charges payable		1,852,847
	Printing charges payable		119,279
	Withholding and capital gain tax payable		36,267,308
	Provision for Federal excise duty and related Sindh sales tax on management fee		
			14,159,913
			53,891,826
			14,159,913
			57,717,023

10.1. "SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its letter dated August 30, 2021.

11 CONTINGENCIES AND COMMITMENTS

"There were no contingencies and commitments as at September 30, 2021 and June 30, 2021, except for those disclosed in the annual financial statements of the fund.

12 EXPENSE RATIO

The total expense ratio (TER) of the Fund as at September 30, 2021 is 0.31% which includes 0.05% 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% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

13 EARNINGS PER UNIT

Earnings per unit is calculated by dividing the net profit for the period before taxation of the Fund by the weighted average number of units outstanding during the period.

14 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of

Notes to and forming part of the Condensed Interim Financial Statements For The Quarter Ended September 30, 2021 (Un-audited)

the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2022 to the unit holders in the manner explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

15.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund at period end.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the fund, sales load, other charges and distribution payments to connected persons.

15.2 The details of transactions carried out by the Fund with connected persons and related parties and balances with them at period end are as follows:

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

	(Un-audited) Quarter Ended September 30, 2021	(Audited) Quarter Ended September 30, 2020
	----- (Rupees) -----	
Transactions during the period		
Faysal Asset Management Limited (the Management Company)		
Remuneration of the Management Company	2,810,569	3,555,092
Sales tax on remuneration of the Management Company	365,399	462,162
Allocated expenses	-	887,992
Selling and marketing charges	590,747	3,148,454
Issue of 4,589,946 (2020: 1,097,050) units	471,512,349	112,025,379
Redemption of 4,652,723 (2020: 4,411,473) units	478,262,660	450,232,991
Dividend	214,821	2,339,896
Faysal Bank Limited (group company)		
Issue of 5,878,106 (2020: 26,001,373) units	600,000,000	2,650,245,234
Redemption of 7,354,326 (2020: 27,947,955) units	750,000,000	2,850,000,000
Return on PLS savings accounts	3,754,954	688,374
Dividend	-	3,847,447
Central Depository Company of Pakistan Limited (the Trustee)		
Remuneration of the trustee	1,328,034	943,420
Sindh sales tax on remuneration of the Trustee	172,747	122,644
CDC - Trustee FFPF-Faysal Active Principal Preservation Plan		
Issue of 25,327,447 (2020: 882,602) units	2,592,368,216	90,000,000
Redemption of 25,919,303 (2020: 83,386) units	2,652,628,930	8,523,624
Dividend	1,881,438	
Directors and key management personnel of the Management Company		
Issue of 29 (2020: 3,117) units	2,976	318,131
Redemption of 24 (2020: 17,929) units	2,474	1,828,051
Dividend	30	6,853
Units holders holding 10% or more units		
Issue of 429,759 (2020: 12,873,139) units	43,831,547	1,315,726,328
Redemption of Nil (2020: 192,081) units	-	19,573,619
Dividend	40,082,408	40,623,850

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

Amounts / balances outstanding as at period / year end	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- (Rupees) -----	
Faysal Asset Management Limited (the Management Company)		
Remuneration payable to the Management Company	1,453,369	926,004
Sales tax on Management fee payable	189,730	121,148
Allocated expenses	2,512,008	2,512,008
Selling and marketing charges	590,746	2,365,917
Sales Load Payable	791,308	15,944
Units in issue 63,540 units (June 30, 2021: 126,316 units)	6,487,989	12,878,990
Faysal Bank Limited (group company / associated company)		
Balance in PLS saving accounts	9,336,827	4,063,571
Units in issue 8,519,376 units (June 30 2021 : 9,995,595 units)	869,900,656	1,019,135,873
Return receivable on PLS savings accounts	1,196,587	1,317,689
Central Depository Company of Pakistan Limited - (the Trustee)		
Remuneration payable to the Trustee	471,858	334,269
Sales tax on Trustee fee	65,735	43,455
Security deposit	100,000	100,000
CDC - Trustee FFPF-Faysal Active Principal Preservation Plan		
Units in issue 2,645,457 units (June 30, 2021 : 3,237,313)	270,123,600	330,076,401
Directors and key management personnel of the Management Company		
Units in issue 28 (June 30, 2021 : 23 Units)	2,859	2,345
Units holder having 10% or more units		
Units in issue 22,239,762 units (June 30, 2021: 40,462,768 units)	2,270,868,738	4,125,523,131

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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.

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

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2021 (Un-audited)

16.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at September 30, 2020 and June 30, 2020 the Fund held the following financial instruments measured at fair value:

As at September 30, 2021 (Un-audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Commercial papers	832,433,810	-	832,433,810
Letters of placement	850,000,000	-	850,000,000
Government Securities	1,980,570,003	-	1,980,570,003
-	3,663,003,813	-	3,663,003,813

As at June 30, 2021 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
ASSETS			
Financial assets 'at fair value through profit or loss'			
Commercial papers	220,169,213	-	220,169,213
-	220,169,213	-	220,169,213

Notes to and forming part of the Condensed Interim Financial Statements
For The Quarter Ended September 30, 2021 (Un-audited)

17 GENERAL

17.1 Figures have been rounded off to the nearest rupee.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 22, 2021 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

West wing, 7th Floor Faysal House, ST-02,
Shahrah-e-Faisal, Karachi, Pakistan.

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