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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

"PAK OMAN INCOME FUND 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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

Asset Manager Rating

AM3 ++ (Positive)

Trustee

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

Auditors

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

Bankers to The Fund

Bank Alfalah Limited
BankIslami Pakistan Limited
Habib Bank Limited
JS Bank Limited
Khushhali Bank Limited
NRSP Microfinance Bank Limited
The First MicroFinance Bank Limited
Zarai Taraqiati Bank Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund) (POIF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Summary of significant matter - Conversion to pure income fund

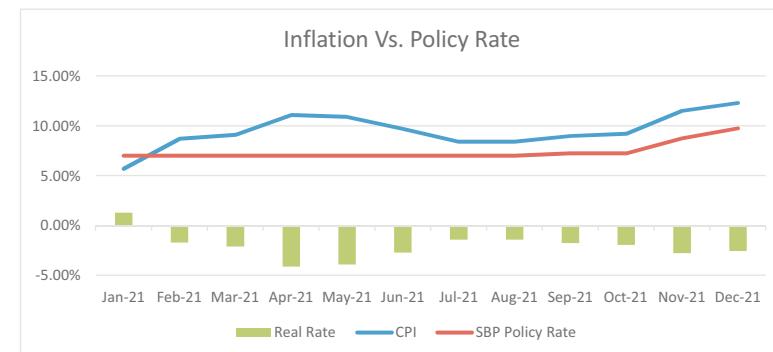
Subsequent to the period end; the Pak Oman Government Securities Fund is converted to Pak Oman Income Fund. The fund has been purely converted into income fund.

Development and performance review

During 2HCY21, POIF delivered annualized return of 8.53% against the benchmark return of 8.56%. The total assets of the fund jumped 641% during 2HCY21 to PKR 1,166.76 million. Investment in corporate debt securities was reduced to 0.96% as compared to 13.50% in previous month. Exposure to short term Treasury Bills maintained at 71.56% while remaining funds were invested as cash with A and above rated banks.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.

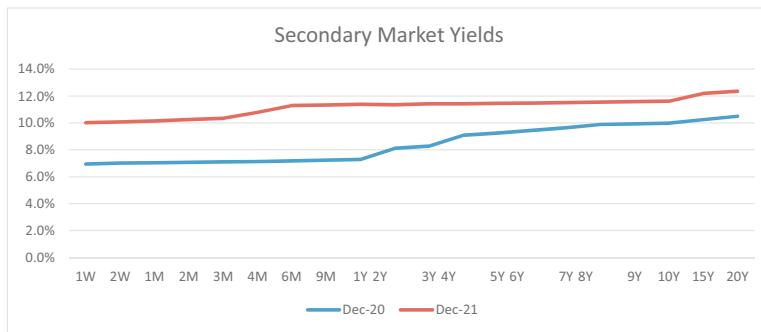


Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government



securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Director

Dated: February 28, 2022



مسئلہ کا نقطہ نظر

آگے بڑھتے ہوئے، ہمیں یقین ہے کہ ایکی بار کیتے متعارف محکمات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معاهدے کے بعد EFF کے تحت 1 ملین امریکی ڈالر کی تقسیم، مبنی الاقوامی مارکیٹ میں متعدد سوک یہاں میں کے ذریعے فروخت کرنے کی حکومت کی کوششوں کے ساتھ میراث و اندر کی پروگرام دفعہ کرے گی۔ MSCI FM میں پاکستان کو کئٹھی و پیچھے مختص کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فولیو کی آمد کو کوں دے گا۔ ہمارا یہ بھی مانتا ہے کہ ماہ سال 2023 کا بیٹھ ایک پالسٹ شکل اختیار کرے گا اور اس میں کاربود و سانپا لیس شامل ہوں گی، پر طیکیدار 2023 کے عام انتخابات سے قبل پیٹھی کا آخری بجٹ ہو۔

امہار تکمیر

ہم اپنے قابل تدریس رایکارڈ کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ کیوں ریز ایڈیشن پیچچے کمیشن آف پاکستان، فڈ کے رہنمائی اور پاکستان انساک پیچچے کے مسئلہ تباہ اور حمایت کا شکریہ ادا کرتے ہیں۔ بورڈ آف ڈائریکٹرز انظامیہ کی ٹیم کے عزم اور رخت کے لیے کی جانے والی کوششوں کو بھی سراہتے ہیں۔

محاجب پورڈ

چیف ایگریکوئی فیسر
مورخ: 28 فروری 2022ء



لوپنٹ ہولڈرز کوڈا اریکٹران کی رپورٹ

پاک اولان ایسٹ میجمنٹ کمپنی لیمیٹڈ کے بورڈ آف ڈائریکٹرز (BOD)، پاک اولان اکم فنڈ (سابق پاک اولان گورنمنٹ سیکوریٹیز فنڈ) (POIF) کی میجمنٹ کمپنی کے 31 دسمبر 2021 کو قائم ہونے والی شماہی کے لئے نہد عبوری مالیاتی گوشوارے پیش کرتے ہوئے اظہار صرفت کرتے ہیں۔

اہم معاملہ کا خلاصہ- خالص اکم فنڈ میں تغییر

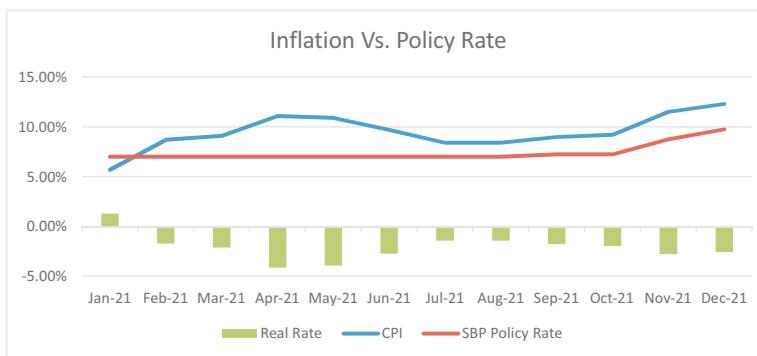
مدت کے اختتام کے بعد: پاک اولان گورنمنٹ سیکوریٹیز فنڈ کو پاک اولان اکم فنڈ میں تبدیل کر دیا گیا۔ فنڈ خالصہ اکم فنڈ میں تبدیل ہو گیا۔

ترقی اور کارگردانی کا جائزہ

2HCY21 کے دوران، POIF نے 8.56% کے پتھر مارک ریٹرن کے مقابلے میں 8.53% کا سالانہ ریٹرن فراہم کیا۔ فنڈ کے کل اٹاٹے 2HCY21 کے دوران 1,166.76 ملین روپے ہو گئے۔ کارپوریٹ ڈیمیٹسیکوریٹیز میں سرمایہ کاری گزشتہ ماہ میں 13.50% کے مقابلے 0.96% کم ہو گئی۔ مختصر مدی تریڑی بلز کا ایک پوٹھر 71.56% اور پالا درجہ کے پیٹکوں میں بطور لند سرمایہ کاری کی گئی۔

اتھارڈی جائزہ

وابی پیاری سے منٹنے کے لیے حکومت کے فعل اندماز اور محیثت کی سرگرمیوں میں بھائی کی توقع سے زیادہ تیز رفتاری کی وجہ سے CY21 میں معیشت نے زبردست تبدیلی رکھائی دی ہے۔ حکومت کی اپنی بیانیات پر نظر ٹھانی کے بعد، مالی سال 21 کے دوران تک کے جی ڈی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دوران تو یہی پی آئی انڈکس اوسٹھ 9.5% رہا، جو کہ مرکزی بینک کے 7%-9% کے قریب مدتمی بدف افراط ازرس سے معمولی زیادہ رہا۔ CY21 کی پیٹک شماہی میں معاشری حادثہ پرشیت محکمات دینے میں آئے کیونکہ کرنٹ اکاؤنٹ پیٹک معمولی طور پر خسارے میں رہتا ہم، CY21 کی بقیہ سماں ہیوں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 ملین امریکی ڈالر کی پتھری کیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے باکو بڑھایا، جس کی وجہ سے اسٹیٹ بینک نے بندی شرحوں میں 275bps اضافہ کر دیا۔



مستقل اکم بارکیٹ کا جائزہ

سال کے دوران، تو انکی کی قیتوں اور ان پتھ لائلگت میں اضافے کی وجہ سے اوسط CPI اٹڈیکس 9.5 فیصد تک بڑھ گیا۔ دوسری طرف، یورپی/ڈی اے پی کی قیتوں میں اضافے اور اہم زرعی صنعتوں کے لیے حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیتوں کی وجہ سے اشیاء خور و خوش کی ہنگامی تیز رفتاری سے بڑھی۔ مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سیکوریٹیز کی پیداوار میں اوسٹھ 275bps کا اضافہ ہوا۔ جس کے ساتھ 1 سال کے مل پر 400bps کا اضافہ ہوا جو ہر 20 میں 7.28 فیصد سے دسمبر 21 میں 11.38 فیصد ہو گیا۔



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

PAK OMAN INCOME FUND

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

Pak Oman Income Fund formerly Pak Oman Government Securities Fund, an open end scheme established under a Trust Deed dated March 18, 2011 executed between Pak Oman Asset Management Company Limited, as the Management Company and Digital Custodian Company Limited formerly MCB Financial Services Limited, as the Trustee. The Fund commenced its operations on July 28, 2011 however Pak Oman Government Securities fund converted to Pak Oman Income Fund with effect from December 27, 2021.

1. Pak Oman Asset Management Company Limited, the Management Company of Pak Oman Income Fund formerly Pak Oman Government Securities Fund has, in all material respects, managed Pak Oman Income Fund formerly Pak Oman Government Securities Fund during the period ended 31st December 2021 in accordance with the provisions of the following:

- (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
- (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
- (iii) the creation and cancellation of units are carried out in accordance with the deed;
- (iv) and any regulatory requirement.

The attention of the unit holder is drawn towards prescribe limit for income fund i.e. 2.5 % as per regulation 60 (5)(c), however as per note 9 of the initial accounts expense ratio limit is slightly above the prescribe limit i.e. 2.89%.

Karachi: February 25, 2022

Authorize signatory

Perdesi House | 2/1 R-Y | Old Queens Road | Karachi - 74200 | Pakistan
+92-21-32419770 | www.digitalcustodian.co | info@digitalcustodian.co



PAK OMAN INCOME FUND



INDEPENDENT AUDITOR'S REVIEW REPORT

**TO THE UNIT HOLDERS OF PAK OMAN INCOME FUND (FORMERLY
PAK OMAN GOVERNMENT SECURITIES FUND)**

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of Pak Oman Income fund (Formerly Pak Oman Government Securities Fund) (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

 Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



PAK OMAN INCOME FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

Note	31 December 2021	30 June 2021
	Un-audited	Audited
	-----Rupees in ('000)-----	

Assets

Balance with banks	4	314,167	7,261
Investments	5	854,500	157,350
Mark-up accrued		1,548	1,240
Deposits, prepayment and other receivable		913	811
Total assets		1,171,128	166,661

Liabilities

Payable to Asset Management Company	6	3,022	2,766
Payable to Trustee		50	33
Payable to the Securities & Exchange Commission of Pakistan		21	50
Dividend payable		144	2,401
Accrued expenses and other liabilities	7	1,127	3,887
Total liabilities		4,364	9,137

NET ASSETS

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	1,166,764	157,524
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CONTINGENCIES AND COMMITMENTS

NUMBER OF UNITS IN ISSUE	103,559,991	14,582,703
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NET ASSET VALUE PER UNIT

NET ASSET VALUE PER UNIT	11.2666	10.8021
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The annexed notes from 1 to 14 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



PAK OMAN INCOME FUND

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For Half Year Ended 31 December		For Quarter Ended 31 December	
	2021	2020	2021	2020
	Note	(Rupees in '000)		
Income				
Profit on saving and term deposits	1,584	545	1,468	173
Income from government securities	6,444	6,228	4,196	2,527
Income on term finance and sukuk certificates	1,307	2,976	572	1,288
Net gain on sale of investments	513	553	507	591
Other Income	2,546	-	-	-
Net unrealised loss on remeasurement of investments at fair value through profit or loss ¹	(508)	(6,601)	(491)	(3,022)
Total income	11,886	3,701	6,252	1,557
Expenses				
Remuneration of the Management Company	6.1	1,033	1,242	590
Sindh Sales Tax on Remuneration of the Management Company	6.2	134	161	76
Reimbursement of operational expenses to the Management Company	6.4	103	113	63
Selling and Marketing Charges	6.5	412	452	253
Remuneration of the Trustee inclusive of sales tax there on		76	83	47
Annual fees to the Securities & Exchange Commission of Pakistan		21	23	13
Auditors' remuneration		253	334	126
Printing and stationary expenses		16	14	8
Legal and professional charges		85	59	85
Fee and Subscription		305	14	135
Bank, settlement and transaction charges		189	21	185
Provision for Sindh Workers' Welfare Fund		-	24	-
		2,627	2,540	1,581
				1,199
Net income for the period before taxation	9,259	1,159	4,671	358
Taxation	10	-	-	-
Net income for the period after taxation	9,259	1,159	4,671	358
Allocation of Net Income for the year				
- Net income for the period after taxation	9,259	1,159	4,671	358
- Income already paid on units redeemed	-	129	-	-
	9,259	1,288	4,671	358
Accounting income available for distribution				
-Relating to capital gains	5	-	16	-
-Excluding capital gains / (Loss)	9,254	1,288	4,655	358
	9,259	1,288	4,671	358

The annexed notes from 1 to 14 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



PAK OMAN INCOME FUND

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For Half Year Ended 31 December		For Quarter Ended 31 December	
	2021	2020	2021	2020
	Note	(Rupees in '000)		
Net income for the period after taxation				
	9,259	1,159	4,671	358
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	9,259	1,159	4,671	358

The annexed notes from 1 to 14 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



PAK OMAN INCOME FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	For Half Year Ended 31 December					
	2021		2020			
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
-----Rupees in ('000)-----						
Net assets at the beginning of the period	133,044	24,481	157,524	234,384	22,820	257,104
Issue of 88,979,771 (2020: 16,237) units						
-Capital value (at net asset value per unit at the beginning of the period)	961,167	-	961,167	174	-	174
-Element of (loss) / income	38,840	-	38,840	1	-	1
	1,000,007	-	1,000,007	175	-	175
Redemption of 2,483 (2020: 9,397,389) units						
-Capital value (at net asset value per unit at the beginning of the period)	(27)	-	(27)	(101,416)	-	(101,416)
-Element of (loss) / income	-	-	(27)	1	129	130
	(27)	-	(27)	(101,415)	129	(101,286)
Total comprehensive income for the period	-	9,259	9,259	-	1,159	1,159
Net assets at the end of the period	1,133,024	33,740	1,166,764	133,144	24,108	157,152
Undistributed income brought forward comprising of:						
-Realized Gain	23,895		23,895			
-Unrealised Loss	(1,075)		(1,075)			
	24,481		22,820			
Accounting income available for distribution:						
-Relating to capital gains	5		-			
-Excluding capital gains	9,254		1,288			
	9,259		1,288			
Net income for the year after taxation						
Undistributed income carried forward - net	33,740		24,108			
Undistributed income carried forward comprising of:						
-Realized Gain	34,248		30,709			
-Unrealised Loss	(508)		(6,601)			
	33,740		24,108			
	-----Rupees-----					
Net asset value at the beginning of the period	10,8021		10,7781			
Net asset value at the end of the period	11,2666		10,8672			

The annexed notes from 1 to 14 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



PAK OMAN INCOME FUND

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

Note	31 December	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
	-----Rupees in ('000')-----	
Net income for the period after taxation	9,259	1,159
Adjustments for:		
Net gain on sale of investments	(513)	(553)
Net unrealised loss on remeasurement of investments at fair value through profit or loss'	508	6,601
Provision for Sindh Workers' Welfare Fund	-	24
	(5)	6,072
Decrease in assets		
Investments - Net	(697,145)	105,984
Mark-up accrued	(308)	2,712
Deposits, prepayment and other receivable	(102)	(666)
	(697,555)	108,030
(Decrease) in liabilities		
Payable to Asset Management Company	256	1,405
Payable to Trustee	17	(8)
Payable to the Securities & Exchange Commission of Pakistan	(29)	(31)
Dividend payable	(2,257)	(40,221)
Accrued expenses and other liabilities	(2,760)	24,394
	(4,773)	(14,461)
Net cash (used in) / generated from operating activities	(693,074)	100,800
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	1,000,007	175
Dividend paid	-	-
Payments against redemption of units	(27)	(101,286)
Net cash used in financing activities	999,980	(101,111)
Net increase / (decrease) in cash and cash equivalents	306,906	(311)
Cash and cash equivalents at the beginning of the period	7,261	30,649
Cash and cash equivalents at the end of the period	4	314,167
	30,338	

The annexed notes from 1 to 14 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 2021**

1 LEGAL STATUS AND NATURE OF BUSINESS

The Pak Oman Income Fund (Formerly of Pak Oman Government Securities Fund) (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Limited as the Management Company and Digital Custodian Company Limited (Formerly MCB Financial Services Limited (MCBFSL)). The trust deed was approved on 03 March 2011 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (The NBFC Rules) and was executed on 18 March 2011.

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, Pakistan.

The Fund is an open-ended mutual fund classified as an "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 its unit holders competitive returns from a portfolio of low credit risk with maximum possible preservation of capital via investing primarily in Government Securities.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at August 06,2021. and a stability rating of A+(f) to the Fund as at August 17,2021.

Title to the assets of the Fund are held in the name of Digital Custodian Company Limited (Formerly MCB Financial Services Limited) as a trustee of the Fund.

Pak Oman Government Securities Fund has been converted to Pak Oman Income Fund with effect from December 27, 2021 in accordance with the approval of the Board of Directors of the Management Company and the Securities & Exchange Commission of Pakistan.

2 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRS Standards) 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 Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 requirements of the Trust Deed differ from the IFRS Standards, 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 requirements of the Trust Deed have been followed.

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 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

4. BALANCE WITH BANKS

-Saving accounts	4.1	<u>314,167</u>	<u>7,261</u>
------------------	-----	----------------	--------------

- 4.1** These savings accounts carry mark-up at the rates ranging from 5.50 to 12.25% (30 June 2021: 5.40% to 9.00%) per annum.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

5. INVESTMENTS

At fair value through profit or loss - held for trading

Government securities	5.1	<u>843,138</u>	123,626
Term Finance Certificates	5.2	<u>11,362</u>	33,724
		<u><u>854,500</u></u>	<u><u>157,350</u></u>



5.1 Government securities

Issue Date	Tenor	Face value			Market value as at 31 December 2021	Market Value as a percentage of	
		As at 01 July 2021	Purchased during the period	Sold / matured during the period		Net assets	Total investments
(Rupees in '000)							
03-Jun-2021	03 Months	125,000	-	125,000	-	-	0.00%
03-Jun-2021	3 Months	-	125,000	125,000	-	-	0.00%
26-Aug-2021	6 Months	-	25,000	25,000	-	-	0.00%
26-Aug-2021	6 Months	-	100,000	-	100,000	98,508	8.44 11.53%
06-May-2021	6 Months	-	25,000	25,000	-	-	0.00%
26-Aug-2021	3 Months	-	25,000	25,000	-	-	0.00%
03-Jun-2021	6 Months	-	25,000	25,000	-	-	0.00%
04-Nov-2021	3 Months	-	750,000	-	750,000	744,630	63.82 87.14%
04-Nov-2021	3 Months	-	250,000	250,000	-	-	0.00%
						<u>843,138</u>	
						<u>123,626</u>	
Market Value as at December 31 2021							

5.2 Term finance certificates - unlisted

Name of the investee company	Number of certificates				Market value as at 31 December 2021	Market Value as a percentage of	
	As at 01 July 2021	Purchased during the period	Sold / matured during the period	As at 31 December 2021		Net assets	Total investments
Rupees in '000' -----%age-----							
JS Bank Limited (14-Dec-2016)	4,400	-	4,400	-	-	-	-
JS & Company Limited (18-Jul-2017)	5,000	-	-	5,000	11,362	0.97	1.67
						<u>11,362</u>	
						<u>33,724</u>	
Market Value as at December 31 2021							
31 December 2021 30 June 2021 Un-audited Audited Note -----(Rupees in '000)-----							

6 PAYABLE TO THE MANAGEMENT COMPANY

Remuneration of the Management Company	6.1	301	154
Sindh Sales Tax on remuneration of the Management Company	6.2	144	125
Federal Excise Duty on remuneration of the Management Company	6.3	654	654
Reimbursement of operational expenses to the Management Company	6.4	392	447
Selling and marketing expenses	6.5	1,531	1,387
		<u>3,022</u>	<u>2,766</u>



- 6.1 The Management Company has charged its remuneration at the rate 0.70% to 1.10% (30 June 2021: 1.1%) 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% (2020: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 1, 2011. This also includes Rs. 0.654 million (2021: Rs. 0.654 million) accrued on Federal Excise Duty (FED) on the remuneration of the Management Company as fully explained in note 8.3.
- 6.3 As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On June 30, 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after the 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after July 01, 2011 is ultra vires to the Constitution of Pakistan. On September 23, 2016, the Federal Board of Revenue (FBR) filed an appeal in the Honorable Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Pending the adjudication in the SCP, the Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 0.654 million. Had the provision of FED not been made, the net asset value per unit as at December 31, 2021 would have been higher by Rs.0.0063 per unit (2021: Rs. 0.0448 per unit).

Through Finance Act, 2016, FED on services rendered by Non-Banking Financial Institutions (NBFI) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn. Therefore, no provision for FED has been recorded after June 30, 2016.

- 6.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum upto 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets being the lower amount to the Fund.
- 6.5 SECP vide Circular No. 40 of 2016 dated 30 December 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (01 January 2017 till 31 December 2019) 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.



PAK OMAN INCOME FUND

	7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 December	30 June
				2021 Un-audited	2021 Audited
Auditors' remuneration payable				256	402
Withholding tax payable				149	547
Capital Gain Tax				7	7
Provision for Sindh Workers' Welfare Fund	7.1			-	2,541
Others				715	390
				1,127	3,887

7.1 SINDH WORKERS' WELFARE FUND

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.



PAK OMAN INCOME FUND

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9 EXPENSE RATIO

In accordance with the Directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for year ended December 31, 2021 is 2.89% which includes 0.24% representing government levy i.e. Sindh Sales Tax, SECP fee and provision for Sindh Worker's Welfare Fund.

10 TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Fund is required to distribute ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund has distributed such accounting income for the year ended June 30, 2018 to its unit holders. Accordingly, no provision in respect of taxation has been made in these financial statements.

	11	TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS	For the Half Year Ended 31 December	
			2021 Un-audited	2020 Un-audited
				Rupees (000)-----
11.1		<u>Transactions for the period:</u>		
		Pak Oman Asset Management Company Limited (Management Company)		
		Remuneration of the Management Company	1,033	1,242
		Sindh Sales tax on Remuneration of Management Company	134	161
		Reimbursement of operational expenses to the Management Company	103	113
		Selling and Marketing Charges	412	452
		Issuance of Nil (2020: 9,290,227) Units	-	100,000
		MCB Financial Services Limited - Trustee of the Fund		
		Remuneration of the Trustee	76	83
		Other Staff		
		Redemption of Nil (2020: 48,577) Units	-	(525)



PAK OMAN INCOME FUND

	December 31 2021	June 30 2021
	Un-audited	Audited
11.2 Investments / outstanding balances as at period / year end:		
-----Rupees (000')-----		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration payable to the Management Company	301	154
Sindh Sales Tax payable on Remuneration of the Management Company	144	125
Federal Excise Duty payable on Remuneration of the Management Company	654	654
Reimbursement of operational expenses to the Management Company	392	447
Selling & Marketing charges	1,531	1,387
MCB Financial Services Limited (Trustee)		
Remuneraiton of Trustee	50	29
Sindh Sales Tax on remenuration of Trustee		4
Pak Oman Investment Company Limited - Holding Company of Management Company of the Fund		
Outstanding 14,491,925 (30 June 2021: 14,491,925) units	163,275	156,543

12. 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 the market participants at the measurement date. Consequently, differences can arise between carrying value and the fair value estimates.

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies 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:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- 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 2); and



PAK OMAN INCOME FUND

- Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

	As at Dec 31, 2021						
	At Fair Value through profit or Loss	At Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							

Financial assets measured at fair value

Investments	854,500	-	-	854,500	-	854,500	-
Financial assets not measured at fair value							
Bank Balances	-	-	314,167	314,167	-	-	-
Profit Receivables	-	-	1,548	1,548	-	-	-
Deposits, Prepayments and other receivables	-	-	913	913	-	-	-
	854,500		316,628	1,171,128			

Financial liabilities not measured at fair value

Payable to Management Company	-	-	3,022	3,022	-	-	-
Payable to Trustee	-	-	50	50	-	-	-
Accrued expenses and other liabilities	-	-	1,292	1,292	-	-	-
	4,364		4,364				

As at June 30, 2021

	At Fair Value through profit or Loss	At Fair Value through Other Comprehensive Income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							

Financial assets measured at fair value

Investments	157,350	-	-	157,350	-	157,350	-
Financial assets not measured at fair value							
Bank Balances	-	-	7,261	7,261	-	-	-
Profit Receivables	-	-	1,240	1,240	-	-	-
Deposits, Prepayments and other receivables	-	-	811	811	-	-	-
	157,350		9,312	166,662			

Financial liabilities not measured at fair value

Payable to Management Company	-	-	2,766	2,766	-	-	-
Payable to Trustee	-	-	33	33	-	-	-
Accrued expenses and other liabilities	-	-	6,338	6,338	-	-	-
	9,137		9,137				



PAK OMAN INCOME FUND

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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

"PAK OMAN ISLAMIC ASSET ALLOCATION FUND 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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

Asset Manager Rating

AM3 ++ (Positive)

Trustee

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

Auditors

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

Bankers to The Fund

Bankislami Pakistan Limited
Bank Alfalah Limited
Dubai Islamic Bank Pakistan Limited
Nrsp Microfinance Bank Limited
Soneri Bank Limited
Silk Bank Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Pak Oman Islamic Asset Allocation Fund (POIAAF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

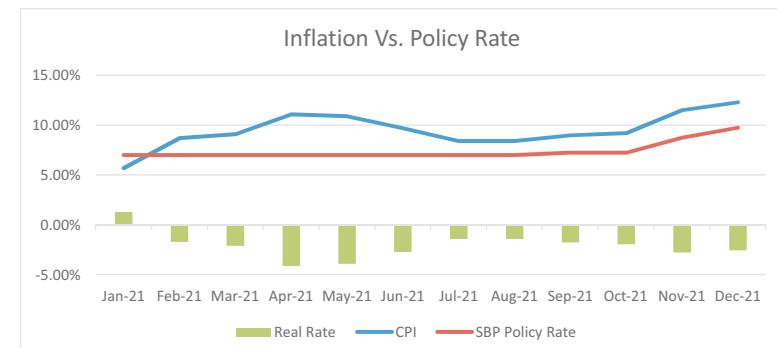
During 2HCY21, POIAAF delivered the return of -18.47% against the benchmark return of -3.89%. The total assets of the fund declined 21% during 2HCY21 to PKR 149.30 million. During 2QFY22, overall exposure against equities was significantly reduced from a high of 70% and averaged around 59%. The equity portion generated a return of -2.75% for the period against the broader market return of -2.47%, registering an under performance of 28bps.

Loss per unit (LPU)

LPU has not been disclosed as we feel that the determination of weighted average units for calculating LPU is not practicable for open-end funds.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased



interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Equity market review

Reclassification of Pakistan from MSCI EM to FM with growing pressure on CAD and rising interest rates amid uncertain geopolitics after the US withdrawal from Afghanistan has kept the KSE-100 index under pressure. Benchmark recorded meagre gain of 1.6% in CY21, while in US\$ term the index returned -8.2%. During the year, benchmark index recorded its highest level at 48,976.09 points on June 14, 2021, which was right after the PTI's government's key FY22 Budget speech on June 11, 2021. Market remained strong during the first half, however, rise in raw material and commodities prices and SBP's first hike of the year in Sept'21 tumbled the markets more 4,300 points from year high.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.



Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Director

Dated: February 28, 2022



متعلق کاظمی

آگے بڑھتے ہوئے، ہمیں یقین ہے کہ یکوئی مارکیٹ متعدد حرکات پر کارکردگی کا ظاہر ہو کرے گی۔ چھے جائزے پر IMF کے ساتھ حکومت کے معاملے کے بعد EFF کے تحت 1 بلین امریکی ڈالر کی تفہیم، میں اقاومی مارکیٹ میں متعدد کوک نیلامیوں کے ذریعہ فنڈ آئھا کرنے کی حکومت کی کوششوں کے ساتھ میکرو اور میکر زلوم و فراہم کرے گی۔ MSCI FM میں پاکستان کو تنزی و پیچ چھپ کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فویوکی آرکوھول دے گا۔ ہمارا یہی مانتا ہے کہ ماہی سال 23 کا بجٹ ایک پاپلٹ ٹکل اختیار کرے گا اور اس میں کاروبار و ستان پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتخابات سے قبل پیٹی آئی کا آخری بجٹ ہو۔

اطہار شکر

ہم اپنے قابل قدر سرمایکاروں کا شکر یاد کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ یورڈ میکر ریٹریٹ ایڈٹ اکچیپ کیش آف پاکستان، فنڈ کے ٹریشی اور پاکستان اسٹاک اکچیپ کے مسلسل تعاون اور حمایت کا شکر یاد کرتے ہیں۔ یورڈ آف ڈائریکٹرز اکٹھامیکی ٹیم کے عزم اور محنت کے لیے کی جانے والی کوششوں کو بھی سراہتی ہیں۔

منجانب یورڈ

ڈائریکٹر

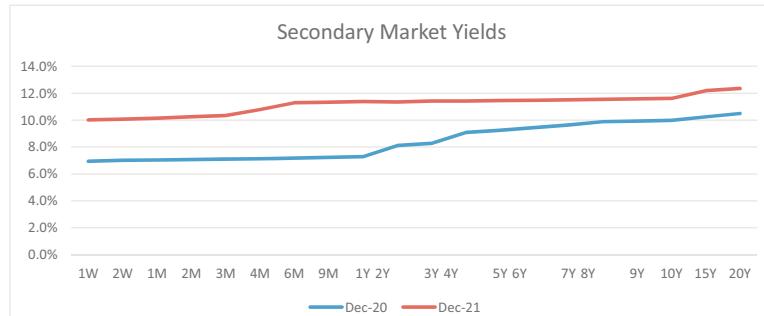
چیف ایگزیکٹو آفیسر

مورخ: 28 فروری 2022ء



متعلق اکٹھامیکٹ کا جائزہ

سال کے دوران، تو انہی کی قیمتوں اور ان پٹ لاگٹ میں اضافے کی وجہ سے اوسط CPI اٹڈیکس 9.5% نیصد تک بڑھ گیا۔ دوسرا طرف، یورڈ ایڈٹیوی اے پی کی قیمتوں میں اضافے اور اہم زرعی صنعتوں کے لیے حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیمتوں کی وجہ سے اشیائے خورد و نوش کی مہنگائی تیز رفتار سے بڑھی۔ نتیجتاً، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکوئر ریٹن کی پیہاوار میں اوسط 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے مل پر 400bps ~ کا اضافہ ہوا جو ستمبر 20 میں 7.28% نیصد سے دسمبر 21 میں 11.38% نیصد ہو گیا۔



اکٹھامیکٹ کا جائزہ

افغانستان سے امریکی اخلاقاء کے بعد غیر قانونی جغرافیائی سیاست کے درمیان CAD پر بڑھتے ہوئے دباؤ اور بڑھتی ہوئی شرح سود کے ساتھ MSCI EM سے FM میں پاکستان کی دوبارہ درجہ بندی نے 100-KSE-100 اٹڈیکس کو دباؤ میں رکھا ہوا ہے۔ ٹیکنارک نے CY21 میں 1.6% کا مجموعی اضافہ رکارڈ کیا، جبکہ امریکی ڈالر کے لحاظ سے اٹڈیکس 8.2%۔ واپس آی۔ سال کے دوران، ٹیکنارک اٹڈیکس نے 14 جون 2021 کو اپنی بلندتی میں 48,976.09 پاؤنس ریکارڈ کی، جو 11 جون 2021 کو پیٹی آئی کی حکومت کی ماہی سال 22 کی کلیدی بھٹکتے تقریر کے ٹھیک بعد تھی۔ بھلی شہماں کے دوران مارکیٹ محدود بری، تاہم خام مال اور اشیاء کی قیمتوں میں اضافہ اور ستمبر 21 میں ایٹھ بینک کے سال کے پہلے اضافے نے مارکیٹوں کو سال کی بلندتی میں 4,300 پاؤنس مرید گرا دیا۔





لوپنٹ ہولڈرز کوڈا اریکٹران کی رپورٹ

پاک اومان ایسٹ میجنت کمپنی لیمیٹڈ کے بورڈ آف ڈائریکٹرز (BOD)، پاک اومان اسلامک ایسٹ ایمپکشن فنڈ (POIAAF) کی میجنت کمپنی کے 31 دسمبر 2021ء کو ختم ہونے والی شماہی کے لئے مجمد عبوری مالیاتی گوشارے پیش کرتے ہوئے اظہار سرت کرتے ہیں۔

ترقی اور کارکردگی کا جائزہ

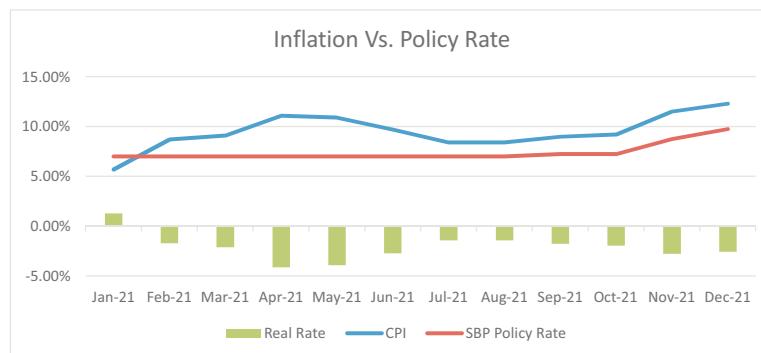
2HCY21 کے دوران، POIAAF نے -3.89% کی تباہی کر ریزن کے مقابلے میں 18.47%- کا سالانہ ریزن فراہم کیا۔ فنڈ کا ٹکل ایٹھ 2HCY21 کے دوران 21% کم ہو کر 149.30 ملین روپے ہو گئے۔ 2QFY22 کے دوران، ایکوئیز کے عرض مجموعی ایکپوزر سب سے زیادہ 70% اور اوسطاً تقریباً 59% سے نمایاں کم تھا۔ ایکوئیز پورشن 2.47%- کے برادر مارکیٹ ریزن کے مقابلے اس مدت کے لئے 2.75%۔ کاربیزن پیدا کی، جو 28bps کی ایتھ کارکردگی ظاہر کرتا ہے۔

(LPU) نیچے کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ LPU کا حساب لگانے کے لیے اوسط اکیویل کا تین اونصیٹ فنڈ کے لیے قابل عمل نہیں ہے۔

LPU کا اکتشاف نہیں کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ LPU کا حساب لگانے کے لیے اوسط اکیویل کا تین اونصیٹ فنڈ کے لیے قابل عمل نہیں ہے۔

اتقادی جائزہ

وابی پیاری سے منشی کے لیے حکومت کے فعال انداز اور محیثت کی سرگرمیوں میں جاہلی کی توقع سے زیادہ تیز رفتاری کی وجہ سے CY21 میں محیثت نے زبردست تبدیلی و کھدائی دی ہے۔ حکومت کی اپنی بنیاد پر نظر ثانی کے بعد، مالی سال 21 کے دوران ملک کے جی ڈی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دوران تو ہی پی آئی انڈکس اور اوسطاً 9.5% رہا، جو کمرکری یونک کے 7%-9% کے قریب مدین پروف افراد از رے معمولی زیادہ رہا۔ CY21 کی پہلی شماہی میں معاشری محاذ پر شہت محکمات دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ میں معمولی طور پر خسارے میں رہا، تم 21 کی بقیہ سہ ماہیوں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے دبا کوڑھا ہے، جس کی وجہ سے اشیت یونک نے بنیادی شرخوں میں 275bps اضافہ کر دیا۔



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

PAK OMAN ISLAMIC ASSET ALLOCATION FUND

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

Pak Oman Islamic Asset Allocation Fund, an open end scheme established under a Trust Deed dated May 27, 2008 executed between Pak Oman Asset Management Company Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee.

Digital Custodian Company Limited formerly MCB financial Services Limited was appointed as a new trustee in place of CDC under third supplemental Trust Deed dated 15 May 2012. Accordingly the Trust Deed was approved by SECP on 17 January 2012 under the Rules. However, the assets of the Fund were transferred on June 13, 2012.

1. Pak Oman Asset Management Company Limited, the Management Company of Pak Oman Islamic Asset Allocation Fund has, in all material respects, managed Pak Oman Islamic Asset Allocation Fund during the period ended 31st December 2021 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement

Karachi: February 25, 2022

Authorize signatory

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PAK OMAN ISLAMIC ASSET ALLOCATION FUND



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF PAK OMAN ISLAMIC ASSET ALLOCATION FUND

REVIEW ON REPORT OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities Pak Oman Islamic Asset Allocation Fund (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

 Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avis Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

Note	31 December 2021	30 June 2021
	Un-audited	Audited
	-----Rupees in '000-----	

ASSETS

Balances with Bank	4	65,634	83,751
Investments	5	2,640	112,694
Dividend and profit receivable		1,910	1,657
Advances, deposits, prepayments and other receivables		87,018	4,371
Total assets		157,202	202,473

LIABILITIES

Payable to Management Company	6	1,117	1,194
Payable to Trustee		64	46
Payable to the Securities and Exchange Commission of Pakistan		55	38
Accrued expenses and other liabilities	7	6,669	11,533
Total liabilities		7,905	12,811

NET ASSETS

UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)	149,297	189,661
--	----------------	----------------

CONTINGENCIES AND COMMITMENTS

8

NUMBER OF UNITS IN ISSUE

3,695,577 3,827,630

NET ASSET VALUE PER UNIT

40.3988 49.5506

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	Note	For Half Year Ended 31 December		For Quarter Ended 31 December	
		2021	2020	2021	2020
		-----Rupees in '000-----			
(LOSS) / INCOME					
Profit on bank balances		2,062	2,060	1,054	990
Dividend income		2,713	1,532	1,394	1,197
Profit on Debt Instruments		-	2,789	-	1,131
Net capital (loss) / gain on sale of investments		(38,233)	11,320	(34,919)	4,412
Other Income		2,103	-	-	-
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(891)	747	27,624	2,243
		(32,246)	18,448	(4,847)	9,973
EXPENSES					
Remuneration of Asset Management Company	6.1	1,742	1,964	786	876
Sindh Sales Tax on Remuneration of the Management Company	6.2	227	255	103	114
Reimbursement of operational expenses to the Management Company	6.4	87	98	40	44
Selling and Marketing expense	6.5	348	393	157	175
Remuneration of MCB Financial Services Limited - Trustee		65	72	34	37
Annual fee to the Securities and Exchange Commission of Pakistan		17	20	13	15
Charity / Donation		-	290	(10)	279
Auditors' remuneration		262	304	131	192
Shariah Advisory Fee		314	313	157	156
Securities transaction cost		591	1,327	238	664
Printing and Stationary charges		15	16	7	8
Legal and professional charges		85	29	85	8
Fee and Subscription		205	20	102	16
Settlement and Bank charges		185	-	185	(119)
Provision for Workers' Welfare Fund		-	267	(92)	267
		4,143	5,368	1,936	2,732
Net (loss) / income for the period before taxation		(36,389)	13,080	(6,783)	7,241
Taxation	10	-	-	-	-
Net (loss) / income for the period after taxation		<u>(36,389)</u>	<u>13,080</u>	<u>(6,783)</u>	<u>7,241</u>
Allocation of Net (loss) / Income for the year:					
- Net (loss) / income for the period after taxation		(36,389)	13,080	(6,783)	7,241
- Income already paid on units redeemed		-	(2,814)	-	(796)
		<u>(36,389)</u>	<u>10,266</u>	<u>(6,783)</u>	<u>6,445</u>
Accounting income available for distribution:					
- Relating to capital gains		-	12,067	-	6,655
- Excluding capital gains		(36,389)	1,013	(6,783)	(210)
		<u>(36,389)</u>	<u>13,080</u>	<u>(6,783)</u>	<u>6,445</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	Note	For Half Year Ended 31 December		For Quarter Ended 31 December	
		2021	2020	2021	2020
		-----Rupees in '000-----			
Net (loss) / income for the period after taxation					
		(36,389)	13,080	(6,783)	7,241
Other comprehensive (loss) / income for the period					
		-	-	-	-
Total comprehensive (loss) / income for the period		<u>(36,389)</u>	<u>13,080</u>	<u>(6,783)</u>	<u>7,241</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Half Year Ended 31 December					
	2021			2020		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
-----Rupees in '000-----						
Net assets at the beginning of the period	207,634	(17,974)	189,661	255,131	(34,932)	220,199
Issue of 348,735 (2020: 5,237) units						
-Capital value (at net asset value per unit at the beginning of the period)	17,280	-	17,280	231	-	231
-Element of income / (loss)	(134)	-	(134)	10	-	10
	17,146	-	17,146	241	-	241
Redemption of 480,788 (2020: 1,088,903) units						
-Capital value (at net asset value per unit at the beginning of the period)	(23,823)	-	(23,823)	(48,000)	-	(48,000)
-Element of (income) / loss	2,702	-	2,702	(4)	(2,814)	(2,818)
	(21,121)	-	(21,121)	(48,004)	(2,814)	(50,818)
Total comprehensive loss for the period	-	(36,389)	(36,389)	-	13,080	13,080
Net assets at the end of the period	203,659	(54,363)	149,297	207,368	(24,666)	182,702
-----Rupees-----						
Accumulated loss brought forward comprising of:						
-Realized	(12,272)		(32,247)			
-Unrealised	(5,703)		(2,686)			
	(17,974)		(34,932)			
Accounting income available for distribution:						
-Relating to capital gains						
-Excluding capital gains	(36,389)		(12,067)			
	(36,389)		(1,801)			
			10,266			
Accumulated loss carried forward - net	(54,363)		(24,666)			
Accumulated loss carried forward comprising of:						
-Realized	(53,472)		12,067			
-Unrealised	(891)		(36,733)			
	(54,363)		(24,666)			
-----Rupees-----						
Net asset value at the beginning of the period	49,5506		49,5506			
Net asset value at the end of the period	40,3988		47,6861			

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	If Year Ended 31 Decem 2021 2020	
	Note	-----Rupees in '000-----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / gain for the period after taxation		(36,389) 13,080
Adjustments:		
Net capital loss/ (gain) on sale of investments		38,233 (11,320)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		891 (747)
		39,124 (12,067)
(Increase) / decrease in assets		
Investments - net		70,930 62,170
Dividend and profit receivable		(253) 133
Advances, deposits, prepayments and other receivables		(82,647) 12,463
		(11,970) 74,766
(Decrease) / increase in liabilities		
Payable to Management Company		(77) (566)
Payable to Trustee		18 (2)
Payable to the Securities and Exchange Commission of Pakistan		17 (24)
Accrued expenses and other liabilities		(4,864) 7,051
		(4,906) 6,459
Net cash (used in) / generated from operating activities		(14,142) 82,238
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issue of units		17,146 241
Net payments against redemption of units		(21,121) (50,818)
Net cash used in financing activities		(3,975) (50,577)
Net (decrease) / increase in cash and cash equivalents		(18,117) 31,661
Cash and cash equivalents at the beginning of the period		83,751 41,869
Cash and cash equivalents at the end of the period	4	65,634 73,530

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

**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 2021**

1 LEGAL STATUS AND NATURE OF BUSINESS

Pak Oman Islamic Advantage Asset Allocation Fund (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Limited as the Management Company and Digital Custodian Company Limited (Formerly MCB Financial Services Limited (MCBFSL)). The trust deed was approved on 15 May 2015 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (The NBFC Rules) and was executed on 18 March 2011.

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, Pakistan.

The Fund is an Shariah compliant open-ended mutual fund 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 its unit holders competitive returns from a portfolio of low credit risk with maximum possible preservation of capital via investing primarily in Government Securities.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at August 06, 2021. and a stability rating of 1 Year -1 Star, 3 Year -2 Star, 5 Year -1 Star by JCR-VIS to the Fund as at August 16, 2021.

Title to the assets of the Fund are held in the name of Digital Custodian Company Limited (Formerly MCB Financial Services Limited (MCBFSL)) as trustee of the Fund.

2 STATEMENT OF COMPLIANCE

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

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 information give a true and fair view of the state of the Fund's affairs as at 31 December 2021.



3 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 information as at and for the year ended 30 June 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	Rupees-----	

4 CASH AND BANK BALANCES

Balances with banks:

- in saving accounts

4.1	65,634	83,751
-----	---------------	---------------

4.1 The rate of return on these accounts ranges between 5.50% - 10.25% (30 June 2021: 6.00% and 8.00%) per annum.

5 INVESTMENTS

At fair value through profit or loss - held for trading

-Investment in listed equity securities	5.1	2,640	112,694
		2,640	112,694

5.1 Listed equity securities

At fair value through profit or loss - equity securities

Shares of listed companies- fully paid ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of Investee Company	Number of Shares				Rupees in '000		%-----			
	As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
COMMERCIAL BANKS										
MEEZAN BANK LIMITED	60,321	-	50	59,985	386	39	52	1.97%	0.03%	-
	60,321	-	50	59,985	386	39	52	1.97%	0.03%	-
TEXTILE COMPOSITE										
NISHAT MILLS LIMITED	58,000	-	-	58,000	-	-	-	-	-	-
	58,000	-	-	58,000	-	-	-	-	-	-
CEMENT										
D.G. KHAN CEMENT COMPANY LIMITED	96,000	64,000	-	130,000	30,000	3,349	2,488	94.24%	1.67%	0.017%
FAUJI CEMENT COMPANY LIMITED	299,000	90,000	-	389,000	-	-	-	-	-	-
LUCKY CEMENT LIMITED	5,000	6,800	-	11,800	-	-	-	-	-	-
Power Cement Limited	887,000	-	-	887,000	-	-	-	-	-	-
MAPLE LEAF CEMENT FACTORY LIMITED	78,815	177,000	-	255,756	59	2	2	-	-	-
PIONEER CEMENT LIMITED	29,000	-	-	29,000	-	-	-	-	-	-
	1,394,815	337,800	-	1,702,556	30,059	3,351	2,490	94.24%	1.67%	-

COMMERCIAL BANKS	60,321	-	50	59,985	386	39	52	1.97%	0.03%	-
MEEZAN BANK LIMITED	60,321	-	50	59,985	386	39	52	1.97%	0.03%	-
TEXTILE COMPOSITE										
NISHAT MILLS LIMITED	58,000	-	-	58,000	-	-	-	-	-	-
	58,000	-	-	58,000	-	-	-	-	-	-
CEMENT										
D.G. KHAN CEMENT COMPANY LIMITED	96,000	64,000	-	130,000	30,000	3,349	2,488	94.24%	1.67%	0.017%
FAUJI CEMENT COMPANY LIMITED	299,000	90,000	-	389,000	-	-	-	-	-	-
LUCKY CEMENT LIMITED	5,000	6,800	-	11,800	-	-	-	-	-	-
Power Cement Limited	887,000	-	-	887,000	-	-	-	-	-	-
MAPLE LEAF CEMENT FACTORY LIMITED	78,815	177,000	-	255,756	59	2	2	-	-	-
PIONEER CEMENT LIMITED	29,000	-	-	29,000	-	-	-	-	-	-
	1,394,815	337,800	-	1,702,556	30,059	3,351	2,490	94.24%	1.67%	-



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

Name of Investee Company	Number of Shares			Rupees in '000		%.....			
	As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets
REFINERY									
National Refinery	7,500	-	-	7,500	-	-	-	-	-
Cnergyco Pk LTD	452,000	574,000	-	1,026,000	-	-	-	-	-
	459,500	574,000	-	1,033,500	-	-	-	-	-
POWER GENERATION AND DISTRIBUTION									
K-ELECTRIC LIMITED	465,000	500,000	-	965,000	-	-	-	-	-
THE HUB POWER COMPANY LIMITED	126,000	50,000	-	176,000	-	-	-	-	-
	591,000	550,000	-	1,141,000	-	-	-	-	-
OIL AND GAS MARKETING COMPANIES									
PAKISTAN STATE OIL COMPANY LIMITED	34,281	10,000	-	44,000	281	62	51	1.93%	0.03%
SUI NORTHERN GAS PIPELINES LIMITED	-	359,000	-	359,000	-	-	-	-	-
	34,281	369,000	-	403,000	281	62	51	1.93%	0.03%
OIL AND GAS EXPLORATION COMPANIES									
OIL & GAS DEVELOPMENT COMPANY LIMITED	-	83,000	-	83,000	-	-	-	-	-
PAKISTAN PETROLEUM LIMITED	63,162	170,000	-	233,162	-	-	-	-	-
	63,162	253,000	-	316,162	-	-	-	-	-
GLASS AND CERAMICS									
Ghani Global Glass Limited	-	426,500	-	426,500	-	-	-	-	-
	-	426,500	-	426,500	-	-	-	-	-
ENGINEERING									
Mughal Iron & Steel	54,500	-	-	54,500	-	-	-	-	-
International Steel Ltd	-	21,000	-	21,000	-	-	-	-	-
	54,500	21,000	-	75,500	-	-	-	-	-
CABLE & ELECTRICAL GOODS									
WAVES SINGER PAKISTAN LIMITED	-	309,000	-	309,000	-	-	-	-	-
	-	309,000	-	309,000	-	-	-	-	-
TECHNOLOGY AND COMMUNICATION SYSTEMS LIMITED									
	-	2,300	-	2,300	-	-	-	-	-
	-	2,300	-	2,300	-	-	-	-	-
PHARMACEUTICALS									
THE SEARLE COMPANY LIMITED	325	-	-	325	79	47	1.78%	0.03%	0.001%
	325	-	-	325	79	47	1.78%	0.03%	0.001%
CHEMICALS									
ENGRO POLYMER & CHEMICALS LIMITED	147,000	-	-	147,000	-	-	-	-	-
AL-SHAHEER	-	395,000	-	395,000	-	-	-	-	-
	147,000	395,000	-	542,000	-	-	-	-	-
FOODS AND PERSONAL CARE PRODUCTS									
TREET CORPORATION LIMITED	-	240,000	-	240,000	-	-	-	-	-
	-	240,000	-	240,000	-	-	-	-	-
Vanaspati & Allied Industries									
UNITY FOODS LIMITED	163,000	138,000	-	301,000	-	-	-	-	-
Unity Foods Limited-LOR	-	48,689	-	48,689	-	-	-	-	-
	163,000	186,689	-	349,689	-	-	-	-	-
MISCELLANEOUS									
Siddiqsons Tin Plate Ltd	391,000	225,000	-	616,000	-	-	-	-	-
Pakistan Aluminium Beverage Cans Limited	-	125,000	-	125,000	-	-	-	-	-
	391,000	350,000	-	741,000	-	-	-	-	-
Total as at 31 December 2021					3,531	2,640	99.92%	1.76%	
Total as at 30 June 2021					118,379	112,694			



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

5.1.1 Investments include shares with market value of Rs. 2.149 million (30 June 2021: Rs. 6.7275 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trade in accordance with circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

6	PAYABLE TO MANAGEMENT COMPANY	Note	31 December 2021		30 June 2021	
			Un-audited		Audited	
	Remuneration of the Management Company	6.1	165	221		
	Sindh sales tax payable on remuneration of the Management Company	6.2	54	108		
	Federal Excise Duty payable on remuneration of the Management Company	6.3	718	718		
	Reimbursement of operational expenses to the Management Company	6.4	26	29		
	Reimbursement of selling and marketing charges to the Management Company	6.5	154	118		
			1,117	1,194		

6.1 The Management Company has charged its remuneration at the rate of 2% (30 June 2021: 2%) 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 2021: 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 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. 0.718 million (30 June 2021: Rs. 0.718 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 2021 would have been higher by Rs. 0.1943 (30 June 2021: Rs. 0.1876) per unit.



- 6.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund..
- 6.5** SECP vide Circular No. 40 of 2016 dated 30 December 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (01 January 2017 till 31 December 2019) 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 2021		30 June 2021	
		Un-audited	Rupees in '000-----	Audited	
7 ACCRUED EXPENSES AND OTHER LIABILITIES					
Auditors' remuneration payable		715		453	
Printing charges payable		146		130	
Withholding tax and capital gains tax payable		809		771	
Provision for Sindh Workers' Welfare Fund	7.1	-		2,108	
Transaction charges payable		722		-	
Payable against Shariah advisory fee		948		634	
Settlement charges payable		991		-	
Fund Rating Fee payable		187		-	
Payable against purchase of investment		-		4,350	
Other Payable		2,151		3,087	
		6,669		11,533	

7.1 "As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.



During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund."

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 4.87% (30 June 2021: 4.69%) which includes 0.50% (30 June 2021: 0.68%) 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 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity 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.

	For the half year ended 31 December	
	2021 Un-audited	2020 -----Rupees in '000-----
11 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES		
11.1 Details of transaction with related parties during the period are as follows:		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration of the Management Company	1,742	1,964
Sindh Sales tax on Remuneration of Management Company	227	255
Reimbursement of operational expenses to the Management Company	87	98
Selling and Marketing expense	348	393
MCB Financial Services Limited - Trustee of the Fund		
Remuneration of the Trustee	65	72



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

31 December 30 June
2021 2021
Un-audited Audited

11.2 Details of balances with related parties as at the period / year end are as follows: -----Rupees in '000-----

Pak Oman Asset Management Company Limited (Management Company)

Remuneration payable to the management company	165	221
Sindh Sales tax payable on remuneration of the Management Company	54	108
Federal Excise Duty payable on remuneration of the Management Company	718	718
Reimbursement of operational expenses to the Management Company	26	29
Marketing and advertising fee payable	154	118
Payable against Shariah Advisor Fee	-	634

MCB Financial Services Limited- the Trustee

Trustee fee payable	57	41
SST on Trustee fee payable	7	5

Pak Oman Investment Company Limited - holding company of the Management Company*

Outstanding 928,857 (30 June 2021: 46,025,412.33) units - at net asset value	37,526	46,025
--	--------	--------

Askari Bank Limited*

Outstanding 922,180 (30 June 2021: 992,180) units - at net asset value	40,084	49,163
--	--------	--------

Sui Southern Gas Non Executive Staff Gratuity Fund*

Outstanding 656,188 (30 June 2021: 656,188) units - at net asset value	26,510	32,515
--	--------	--------

Sui Southern Gas Non Executive Staff Provident Fund*

Outstanding 610,407 (30 June 2021: 610,407) units - at net asset value	24,660	30,246
--	--------	--------

*This represents 10% or more of the unit holding of the fund

12 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. Consequently, differences can arise between carrying values and the fair value estimates.

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

Fair value of investments is determined as per the policy disclosed in note 3.2.8 to these financial statements.



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

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

- Level 1: Quoted price (unadjusted) in an active market for identical assets or liabilities that the entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The following table analysis within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	As at Dec 31, 2021						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
----- (Rupees in '000) -----							
On-balance sheet Financial Instruments							
Financial assets measured at fair value							
Investments	2,640	-	-	2,640	2,640	-	-
Financial assets not measured at fair value							
Bank Balances	-	-	65,634	65,634	-	-	-
Profit Receivables	-	-	1,910	1,910	-	-	-
Deposits, Prepayments and other receivables	-	-	87,018	87,018	-	-	-
	2,640	-	154,562	157,202			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	1,117	1,117	-	-	-
Payable to Trustee	-	-	64	64	-	-	-
Accrued expenses and other liabilities	-	-	6,724	6,724	-	-	-
	-	-	7,905	7,905			



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

As at June 30, 2021							
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							
Financial assets measured at fair value							
Investments	112,694	-	-	112,694	-	-	-
Financial assets not measured at fair value							
Bank Balances	-	-	83,751	83,751	-	-	-
Profit Receivables	-	-	1,657	1,657	-	-	-
Deposits, Prepayments and other receivables	-	-	4,371	4,371	-	-	-
	112,694	-	89,779	202,473			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	1,194	1,194	-	-	-
Payable to Trustee	-	-	46	46	-	-	-
Accrued expenses and other liabilities	-	-	11,571	11,571	-	-	-
	-	-	12,811	12,811			

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

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.



PAK OMAN ISLAMIC ASSET ALLOCATION FUND

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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 ASSET ALLOCATION FUND 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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

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, Beaumont Road,
Karachi-75530

Bankers to The Fund

Bank Alfalah Limited
AlBaraka Bank
Askari Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Silkbank Limited
Khushhali Bank Limited
NRSP Microfinance Bank Limited
JS Bank Limited
Zarai Taraqiati Bank Limited
Summit Bank Limited
The First MicroFinanceBank Limited
Dubai Islamic Bank Pakistan Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Askari Asset Allocation Fund (AAAF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Summary of significant matter - Revocation of AAAF

As per regulation 54, sub-regulation 3(a) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulation), the net assets of an Open End Scheme Shall be Rs.100 million at all times during the life of scheme and all existing Open End Schemes shall ensure compliance with this minimum scheme size by the first day of July, 2012.

Subject to above, if at any time the size any Open End Scheme falls below the minimum size as specified above, the Management Company shall ensure compliance within three months of the breach and if the fund size remains below the minimum fund size limit for consecutive ninety days, the Asset Management Company shall immediately intimate the grounds to the Commission upon which it believes that the Open End Scheme is still commercially viable and its objective can still be achieved.

The size of the Fund fell below the above-mentioned limit on various occasions during the period ended Dec 31, 2021. From November 23, 2021 to December 31, 2021; the size of the Fund for consecutive 39 days was below Rs.100 million. As at December 31, 2021; the size of the Fund remained below the limit of Rs. 100 million.

Subsequent to the period ended December 31, 2021; in accordance with the Regulation 45(A)(1d) of the Non-Banking Finance Companies Regulations, 2008 which lays down the conditions for revocation of open ended scheme can be made; the Management Company of the Fund on receiving a sizeable redemption; was in the opinion that the Fund was no longer commercially viable as expenses will start eroding the assets of the Fund which would not be in the benefit of the then existing unitholders. Therefore, the Management Company after obtaining the consent of the Trustee; revoked the Fund on January 5, 2022.

Development and performance review

During the period of Jul-Jan'21, AAAF delivered the return of -17.38% against the benchmark return of -1.65%. The total assets of the fund declined 16% during 2HCY21 to PKR 97.66 million. During 2QFY22, AAAF maintained an average exposure of 42% in equities spread over key sectors. The equity portion generated a return of -2.79% for the period vs the KSE index return of -2.47%, clocking in a 32bps negative performance.

Loss per unit (LPU)

LPU has not been disclosed as we feel that the determination of weighted average units for calculating LPU is not practicable for open-end funds.

Equity market review

Reclassification of Pakistan from MSCI EM to FM with growing pressure on CAD and rising interest rates amid uncertain geopolitics after the US withdrawal from Afghanistan has kept the KSE-100 index under

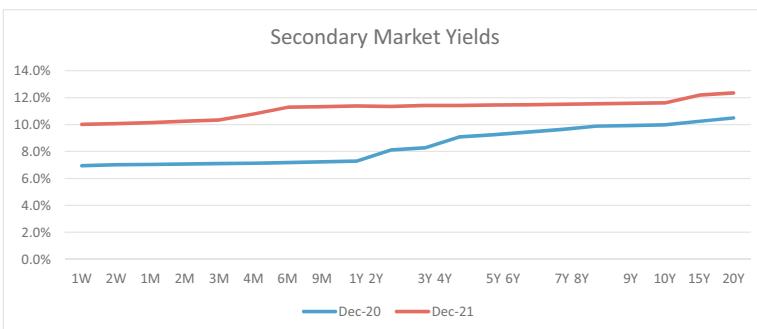


pressure. Benchmark recorded meagre gain of 1.6% in CY21, while in US\$ term the index returned -8.2%. During the year, benchmark index recorded its highest level at 48,976.09 points on June 14, 2021, which was right after the PTI's government's key FY22 Budget speech on June 11, 2021. Market remained strong during the first half, however, rise in raw material and commodities prices and SBP's first hike of the year in Sept'21 tumbled the markets more 4,300 points from year high.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.



Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Director

Dated: February 28, 2022



امہار تکلیر
ہم اپنے قابل تدریس رایکارڈ کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سیکورٹیز ایڈا چینچ کیشن آف پاکستان، فنڈ کے ٹرستی اور پاکستان اسٹاک ایچینچ کے مسلح تعاون اور حمایت کا شکریہ ادا کرتے ہیں۔ بورڈ آف ڈائریکٹرز انتظامی کی ٹیم کے عوام اور محنت کے لیے کی جانے والی کوششوں کو بھی سراتے ہیں۔

ڈائریکٹر

منجانب بورڈ

چیف ایگزیکٹو افسر
مورخ: 28 فروری 2022ء

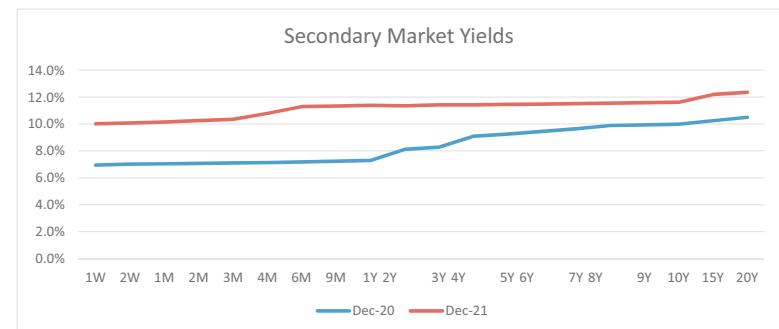


آئی کی حکومت کی ماں 22 کی کلیدی بجت تقریر کے ٹھیک بعد تھی۔ پہلی ششماہی کے دوران مارکیٹ مضبوط رہی، ہاتھ مال اور اشیاء کی قیمتوں میں اضافہ اور ستمبر 21 میں اسٹیٹ بینک کے سال کے پہلے اضافہ نے مارکیٹ کو سال کی بلند ترین سطح سے 4,300 پاؤنس مزید گرا دیا۔



مستقل ائمہ مارکیٹ کا جائزہ

سال کے دوران تو نئی کی قیمتوں اور ان پٹ لاگت میں اضافے کی وجہ سے اوس طبق CPI انڈکس 9.5% پیش کیا۔ دوسری طرف، یوریا / ڈی اے پی کی قیمتوں میں اضافے اور اہم زرعی مصنوعات کے لیے حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیمتوں کی وجہ سے اشیائے خودرو و کوشاں کی مہنگائی تیز رفتاری سے بڑھی۔ تینجاً، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سیکورٹیز کی بیدار میں اوس طبا 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے بل پر 400bps ~ کا اضافہ ہوا جو ستمبر 20 میں 7.28% پیش مدد سے دسمبر 21 میں 11.38% پیش مدد ہو گیا۔



مستقبل کا نظر

آگے بڑھتے ہوئے، ہمیں لیکن ہے کہ ایکوئی مارکیٹ متعدد حرکات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معاهدے کے بعد EFF کے تحت 1 ملین امریکی ڈالر کی قیمتیں، ہمیں الاقوامی مارکیٹ میں متعدد سکوک نیلامیوں کے ذریعہ فنڈا کشنا کرنے کی حکومت کی کوششوں کے ساتھ بند و ایکٹریز کو مد فراہم کرے گی۔ MSCI FM میں پاکستان کو کشی و دفعہ مختص کرنے کے لیے MSCI کا معمول کا جائزہ غیر لکلی پورٹ فولیو کی آمد کو کو دے گا۔ ہمارا یہ کہی مانتا ہے کہ ماں سال 23 کا جیت ایک پاپولٹ ٹشکن اختیار کرے گا اور اس میں کاروبار و مستانہ پالیسیاں شامل ہوں گی، بشرطیکہ یہ 2023 کے عام انتخابات سے قبل پیٹی آئی کا آخری بحث ہو۔



لیونٹ ہولڈرز کوڈ ائر یکٹران کی ریورٹ

پاک امن ایسٹ میجنٹ کمپنی لیمیڈ کے یورڈ آئر کیمپرز (BOD) عکری ایسٹ ایلوکشن فنڈ (AAAF) کی میجنٹ کمپنی کے 31 دسمبر 2021 کو ختم ہونے والی شماہی کے لئے نیمودیوری مالیتی گھوارے پیش کرتے ہوئے اعلیٰ مرست کرتے ہیں۔

اہم معاملہ کا خلاصہ—AAAF کی تفییض

نام بینگان فائناں پہنچا ایڈنڈو ٹیکنالوجیز پریمیر ریکارڈز، 2008 (این بی ایف سی ریکارڈز) کے شارطے 54، ذلیل صابطہ(a) کے مطابق، اپن ایئیڈ ایکیم کے خاص اعانت ایکیم کی تزمیں زندگی کے دوران ہر وقت 100 میلین روپے ہوں گے اور تم م موجودہ اپن ایڈنڈ ایکیم جولائی 2012 کے پہلے دن تک ایکیم کے اس کم از کم سائز کی قابل کوئینیٹی بیان میں گی۔

مندرجہ بالا کے حوالہ سے، اگر کسی بھی وقت کسی اینڈ اسکیم کا سائز اور پریمیاں کردہ کم از کم سائز سے بیچتا ہے، تو مخفیت کمی خلاف ورزی کے تین ماہ کے اندر تعقیب کی جائے گی اور اگر فرنڈ کا سائز لگاتار نوے دنوں تک فتنے کے سائز کی کم از کم حد سے بیچ رہتا ہے تو، اخاذ مخفیت کمی فوری طور پر کیشن کو ان وجوہات سے آگاہ کرے گی جن پر اسے تعقیب کئے جاؤں یہاں پر اسکے بھی سچانی طور پر قائل نہیں ہے اور اسکی بھی اس کا مفہوم حاصل کی جا سکتا ہے۔

31 دسمبر 2021 کو ختم ہونے والی مدت کے دوران مختلف موقع پر فتنہ کا جموجمہ اور بیان کردہ عدد سے بیچھے آگیا۔ 23 نومبر 2021 سے 31 دسمبر 2021 تک، مسلسل 39 ہنوں تک فتنہ کا جموجمہ 100 ملین روپے سے کم تر رہا۔ جیسا کہ 31 دسمبر 2021 کو، فتنہ کا سارا 100 ملین روپے کی حد سے بیچھے رہا۔

31: سبتمبر 2021 کو ختم ہونے والی مدت کے بعد: نان بیناگ فناں کینیز رکولیشن، 2008 کے صابطے (A) 45 کے مطابق جس میں اپن ایڈیشن اسیکم کو منسوخ کرنے کی شرائط دیاں کی گئی ہیں؛ یہوے پیانے پر یہ مکان حاصل کرنے پر فتنی میجنت کپنی: اس رائے پر تھی کہ فتنہ اب تجارتی طور پر قابل عمل نہیں رہا کیونکہ اخراجات فتنہ کے ااثاروں کو کم کرنا شروع کر دیں گے جو موسمو یونیٹ ہولڈرز کے خلاف میں نہیں ہوگا۔ لہذا، میجنت کپنی نے تڑپی کی رخصامدی حاصل کرنے کے بعد: 5 جون 2022 کو فتنہ کو منسوخ کر دیا۔

ترقی اور کارکردگی کا حائزہ

2HCY21 کے دوران، AAAF نے 1.65% کی پتھر مارک ریٹن کے مقابلہ میں 17.38% کا سالانہ بیرون فراہم کیا۔ فائدے کی ادائیگی 2HCY21 کے دوران 16% کم ہو کر 97.66 ملین روپے ہو گئے۔ 2QFY22 کے دوران، AAAF نے اہم شعبوں میں پہلی ہوئی ایکوٹسٹریز میں 42% کی اوسط ایکسپوٹ روپرٹ ارکھا۔ ایکوٹسٹریز کی پورشی KSE 100 میکس% 2.47% متف适用ت کے مقابلہ میں بدلت کے لئے 2.79% متف适用ت پیدا کی، جوکہ 32bps متف适用ت کارکروگی رہی۔

فی لوٹ نقصان (LPU)

LPU کا انکشاف نہیں کیا گپا ہے کیونکہ ہمیں لگتا ہے کہ LPU کا حساب لگانے کے لیے اوسط اکا یوں کا تعین اور یہ ایڈ فنڈز کے لیے قابل عمل نہیں ہے۔

ایکویٹ مارکیٹ کا جائزہ

افغانستان امریکی اخلاع کے بعد غیر یقینی جنرا فلی سیاست کے درمیان CAD پر بڑھتے ہوئے دباؤ اور بڑھتی ہوئی شرح سودے کے ساتھ EM سے MSCI میں پاکستان کی دباؤہ درجہ ندی نے 100-امیکس کوڈ باہمیں رکھا ہوا ہے۔ بیچارک نے CY21 میں 1.6% کا معمولی اضافہ رکارڈ کیا، جبکہ امریکی ڈالر کے لحاظ سے اونٹریکس 8.2%۔ وہ اپنے سال کے دروان، بیچارک امیکس نے 14 جون 2021 کو ایک بلند ترین سطح 48,976.09 پاؤش رکارڈ کی، جو 11 جون 2021 کوئی ثی



CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

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



TRUSTEE REPORT TO THE UNIT HOLDERS

ASKARI ASSET ALLOCATION FUND

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

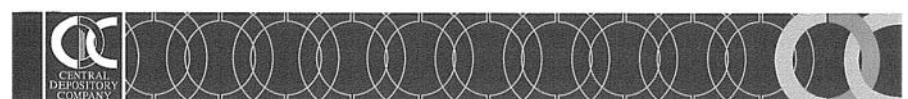
We Central Depository Company of Pakistan Limited, being the Trustee of Askari Asset Allocation Fund (the Fund) are of the opinion that Pak Oman Asset Management Company Limited being the Management Company of the Fund has in all material respects with the exception of below paragraph, managed the Fund during the six months period ended December 31, 2021 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 and the constitutive documents of the Fund.

We would like to draw Unit Holders attention toward the fact that the Management Company has decided to proceed with the revocation of the Fund as they believe that continuation of the Fund is not commercially viable due to reduction in Fund size. Accordingly, the winding up process has been started from January 5, 2022 and investment of the unit holders will be distributed by the Trustee in proportion to their respective interest in the net asset of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 24, 2022





ASKARI ASSET ALLOCATION FUND



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF ASKARI ASSET ALLOCATION FUND

REPORT ON REVIEW OF FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of asset and liabilities of Askari Asset Allocation Fund (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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.

Emphasis of Matter

We draw attention to note number 1.1 to the financial information which states that the financial information has been prepared on net realizable basis as the Fund has not been considered as going concern. Our opinion is not qualified in respect of this matter

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

Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



ASKARI ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

Note	31 December 2021	30 June 2021
	Un-audited	Audited

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

ASSETS

Balances with Bank
Investments
Receivable against sale of investments
Mark-up accrued and dividend receivable
Advances, deposits, prepayments and other receivables
Total assets

4	44,031	17,649
5	51	89,848
	40,673	-
	415	541
	17,986	18,431
	103,156	126,469

LIABILITIES

Payable to Management Company
Payable to Trustee
Payable to the Securities and Exchange Commission of Pakistan
Dividend payable
Accrued expenses and other liabilities
Total liabilities

6	4,789	4,761
	18	22
	11	22
	-	4
7	675	5,707
	5,493	10,516

NET ASSETS

UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)

97,663 **115,953**

CONTINGENCIES AND COMMITMENTS

8

NUMBER OF UNITS IN ISSUE

2,684,007 **2,685,180**

NET ASSET VALUE PER UNIT

36.3870 **43.1827**

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



ASKARI ASSET ALLOCATION FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021

	For the half year ended 31 December 2021 2020				For the quarter ended 31 December 2021 2020			
	Note -----Rupees in '000-----				-----Rupees in '000-----			
	(LOSS) / INCOME							
Profit on bank balances		929	734	589	394			
Profit on Debt Securities		416	1,496	(584)	496			
Dividend income		756	805	605	654			
Other Income		1,080	-	1,080	-			
Net capital (loss) / gain on sale of investments		(18,549)	5,808	(22,051)	2,306			
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(16)	1,813	1,055	2,884			
		(15,384)	10,656	(19,306)	6,734			
EXPENSES								
Remuneration of Asset Management Company	6.1	1,065	1,094	520	549			
Sindh Sales Tax on Remuneration of the Management Company	6.2	138	142	67	71			
Reimbursement of operational expenses to the Management Company	6.4	53	55	26	28			
Selling and Marketing expense	6.5	212	219	103	110			
Remuneration of Central Depository Company of Pakistan Limited - Trustee		120	123	59	62			
Annual fee to the Securities and Exchange Commission of Pakistan		11	11	6	6			
Auditors' remuneration		254	334	146	226			
Legal and professional charges		85	55	64	34			
Securities transaction cost		875	1,014	466	605			
Printing and stationary charges		17	16	9	8			
Fee and Subscription		18	18	17	17			
Settlement and Bank charges		12	16	1	5			
Provision for Sindh Workers Welfare Fund		-	151	(51)	100			
Total expenses		2,860	3,248	1,433	1,821			
Net (loss) / income for the period before taxation		(18,244)	7,407	(20,739)	4,913			
Taxation	10	-	-	-	-			
Net (loss) / income for the period after taxation		(18,244)	7,407	(20,739)	4,913			
Allocation of Net (loss) / income for the period:								
- Net (loss) / income for the period after taxation		(18,244)	7,407	(20,739)	4,913			
- Income already paid on units redeemed		-	(45)	-	-			
		(18,244)	7,362	(20,739)	4,913			
Accounting income available for distribution:								
- Relating to capital gains		-	5,808	-	2,155			
- Excluding capital gains		(18,244)	1,554	(20,739)	2,758			
		(18,244)	7,362	(20,739)	4,913			

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



ASKARI ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021

	For the half year ended 31 December 2021 2020		For the quarter ended 31 December 2021 2020	
	-----Rupees in '000-----		-----Rupees in '000-----	
	Net (loss) / income for the period after taxation			
	(18,244)	7,407	(20,739)	4,913
Total comprehensive (loss) / income for the period	(18,244)	7,407	(20,739)	4,913

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



ASKARI ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	31 December					
	2021			2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
-----Rupees in '000-----						
Net assets at the beginning of the period	382,236	(266,283)	115,953	381,629	(276,337)	105,292
Issue of 28 (2020: 49,217) units	1	-	1	1,940	-	1,940
-Capital value (at net asset value per unit at the beginning of the period)	-	-	-	53	53	53
-Element of (loss) / income	1	-	1	1,993	-	1,993
Redemption of 1,200 (2020: 34,362) units	(52)	-	(52)	(1,355)	-	(1,355)
-Capital value (at net asset value per unit at the beginning of the period)	5	-	5	-	(45)	(45)
-Element of (loss) / income	(47)	-	(47)	(1,355)	(45)	(1,400)
Total comprehensive loss for the period	-	(18,244)	(18,244)	-	7,407	7,407
Distribution during the year	-	-	-	-	-	-
Net assets at the end of the period	382,190	(284,527)	97,663	382,267	(268,975)	113,292
-----Rupees-----						
Undistributed loss brought forward comprising of:						
-Realized	(264,913)			(274,322)		
-Unrealised	(1,370)			(2,015)		
	(266,283)			(276,337)		
Accounting loss available for distribution:						
-Relating to capital gains	-			5,808		
-Excluding capital gains	(18,244)			1,554		
	(18,244)			7,362		
Undistributed loss carried forward - net	(284,527)			(268,975)		
	-----Rupees-----					
Net asset value at the beginning of the period	43,1827			43,1827		
Net asset value at the end of the period	36,3870			42,1794		

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



ASKARI ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

31 December			
Note	-----Rupees in '000-----	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period after taxation	(18,244)	7,407	
Adjustments:			
Net capital loss / (gain) on sale of investments	18,549	(5,808)	
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	16	(1,813)	
	18,565	(7,621)	
Decrease / (Increase) in assets			
Investments - net	71,232	(2,533)	
Receivable from sale of investments	(40,673)	(10,925)	
Mark-up accrued and dividend receivable	126	977	
Advances, deposits, prepayments and other receivables	445	4,809	
	31,130	(7,672)	
(Decrease) / Increase in liabilities			
Payable to Asset Management Company	28	779	
Payable to the Central Depository Company of Pakistan Limited - Trustee	(4)	1	
Payable to the Securities and Exchange Commission of Pakistan	(11)	(13)	
Payable against purchase of investment	(4)	(1,255)	
Accrued expenses and other liabilities	(5,032)	5,095	
	(5,023)	4,607	
Net cash generated from / (used in) operating activities		26,428	(3,279)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issue of units	1	1,993	
Cash dividend	-	-	
Net payments against redemption of units	(47)	(1,400)	
Net cash (used in) generated from financing activities		(46)	593
Net increase / (decrease) in cash and cash equivalents		26,382	(2,686)
Cash and cash equivalents at the beginning of the period	17,649	17,419	
Cash and cash equivalents at the end of the period		44,031	14,733
The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.			
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, 2021			
	15		



ASKARI ASSET ALLOCATION FUND

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

Askari Asset Allocation Fund (the Fund) was established under a Trust deed executed between Askari Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee on 17 January 2007. The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) in February 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, plot 83-C, 12th commercial street, DHA Phase-II Extension, Karachi.

The Fund is an open ended mutual fund categorised as an 'asset allocation scheme' by the Management Company and is listed on the Pakistan Stock Exchange Limited. The units are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

The objective of the Fund is to invest in equity securities as well as debt securities including government securities, commercial papers and various other money market instruments.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at August 06, 2021, and a stability rating of 1 Year -1 Star, 3 Year -2 Star, 5 Year -1 Star by JCR-VIS to the Fund as at August 16, 2021.

Title to the assets of the Fund are held in the name of CDC as a trustee of the Fund.

1.1 Going Concerns

As per regulation 54, sub-regulation 3(a) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulation), the net assets of an Open End Scheme Shall be Rs.100 million at all times during the life of scheme and all existing Open End Schemes shall ensure compliance with this minimum scheme size by the first day of July, 2012.

Subject to above, if at any time the size any Open End Scheme falls below the minimum size as specified above, the Management Company shall ensure compliance within three months of the breach and if the fund size remains below the minimum fund size limit for consecutive ninety days, the Asset Management Company shall immediately intimate the grounds to the Commission upon which it believes that the Open End Scheme is still commercially viable and its objective can still be achieved.

The size of the Fund fell below the above-mentioned limit on various occasions during the period ended Dec 31, 2021. From November 23, 2021 to December 31, 2021; the size of the Fund for consecutive 39 days was below Rs.100 million. As at December 31, 2021; the size of the Fund remained below the limit of Rs. 100 million.

Subsequent to the period ended December 31, 2021; in accordance with the Regulation 45(A)(1d) of the Non-Banking Finance Companies Regulations, 2008 which lays down the conditions for revocation of open ended scheme can be made; the Management Company of the Fund on receiving a sizeable redemption; was in the opinion that the Fund was no longer commercially viable as expenses will start eroding the assets of the Fund which would not be in the benefit of the then existing unitholders. Therefore, the Management Company after



ASKARI ASSET ALLOCATION FUND

obtaining the consent of the Trustee; revoked the Fund on January 5, 2022 and the Trustee has been informed to the Security Exchange commission of Pakistan on December 31, 2021.

Based on the aforementioned facts and circumstances, the Fund has not been considered as Going Concern and accordingly this Financial information have been prepared on realizable value basis. As at December 31, 2021 the carrying values of the assets are approximately equal to their realizable value, therefore no adjustment is requirement in the carrying values of the assets.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These condensed interim financial information 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 information does not include all the information and disclosures required in the annual financial information and should be read in conjunction with the annual published financial statements of the Fund for the year ended 31 December 2021.

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 information give a true and fair view of the state of the Fund's affairs as at 31 December 2021.

3 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 30 June 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
4 CASH AND BANK BALANCES		Note -----Rupees in '000-----
Balances with banks: - in saving accounts	4.1 <u>44,031</u>	17,649

4.1 The rate of return on these accounts ranges between 5.50% - 12.25% (30 June 2021: 6.25% and 9.00%) per annum.



ASKARI ASSET ALLOCATION FUND

							31 December 2021	30 June 2021	
							Un-audited	Audited	
						Note	-----Rupees in '000-----		
5	INVESTMENTS								
	At fair value through profit or loss - held for trading								
	Listed equity securities			5.1		51	51	71,865	
						51	51	71,865	
	Term finance certificates			5.2		-	-	17,983	
						-	-	17,983	
							51	51	
							89,848	89,848	
5.1	Listed equity securities								
	At fair value through profit or loss - equity securities								
	Shares of listed companies- fully paid ordinary shares with a face value of Rs 10 each unless stated other wise								
	Name of Investee Company	Number of Shares				Rupees '000		Percentage	
		As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments
	COMMERCIAL BANKS								
	MEEZAN BANK LIMITED	21,000	-	-	21,000	-	-	-	-
	HABIB BANK LIMITED	-	32,000	-	32,000	-	-	-	-
	UNITED BANK LIMITED	18,000	-	-	18,000	-	-	-	-
		39,000	32,000	-	71,000	-	-	-	-
	TEXTILE COMPOSITE								
	GUL AHMED TEXTILE MILLS LIMITED	600	-	-	600	30	28	54.90%	0.03%
	Nishat Mills Limited	34,500	-	-	34,500	-	-	-	-
		35,100	-	-	34,500	600	30	28	54.90%
									0.03%
	CEMENT								
	D.G. KHAN CEMENT COMPANY LIMITED	46,000	27,000	-	73,000	-	-	-	-
	POWER CEMENT LIMITED	334,000	-	-	334,000	-	-	-	-
	Fauji Cement	296,000	-	-	296,000	-	-	-	-
	Lucky Cement	-	3,900	-	3,900	-	-	-	-
	MAPLE LEAF CEMENT FACTORY LIMITED	48,000	25,000	-	73,000	-	-	-	-
	PIONEER CEMENT LIMITED	18,000	-	-	18,000	-	-	-	-
		742,000	55,900	-	797,900	-	-	-	-
	POWER GENERATION AND DISTRIBUTION								
	K-ELECTRIC LIMITED	-	290,000	-	290,000	-	-	-	-
	Kot Addu Power Company Limited	-	30,000	-	30,000	-	-	-	-
	THE HUB POWER COMPANY LIMITED	-	27,000	-	27,000	-	-	-	-
		-	347,000	-	347,000	-	-	-	-
	OIL AND GAS MARKETING COMPANIES								
	Energyco Pk Limited (Byco Petroleum Limited)	139,000	320,000	-	459,000	-	-	-	-
	PAKISTAN STATE OIL COMPANY LIMITED	10,000	-	-	10,000	-	-	-	-
	SUI NORTHERN GAS PIPELINES LIMITED	-	114,000	-	114,000	-	-	-	-
		149,000	434,000	-	583,000	-	-	-	-



ASKARI ASSET ALLOCATION FUND

Name of Investee Company	Number of Shares				Rupees '000		Percentage			
	As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
OIL AND GAS EXPLORATION COMPANIES										
OIL & GAS DEVELOPMENT COMPANY LIMITED	-	36,000	-	36,000	-	-	-	-	-	-
PAKISTAN PETROLEUM LIMITED	-	65,500	-	65,500	-	-	-	-	-	-
	-	101,500	-	101,500	-	-	-	-	-	-
ENGINEERING										
INTERNATIONAL STEELS LIMITED	11,300	-	-	11,300	-	-	-	-	-	-
MUGHAL IRON AND STEEL INDUSTRIES LTD	22,000	-	-	22,000	-	-	-	-	-	-
	33,300	-	-	33,300	-	-	-	-	-	-
CABLE & ELECTRICAL GOODS										
WAVES SINGER PAKISTAN LIMITED	-	92,000	-	92,000	-	-	-	-	-	-
	-	92,000	-	92,000	-	-	-	-	-	-
FERTILIZER										
FAUJI FERTILIZER BIN QASIM LIMITED	124,000	-	-	124,000	-	-	-	-	-	-
	124,000	-	-	124,000	-	-	-	-	-	-
PHARMACEUTICALS										
THE SEARLE COMPANY LIMITED	112	-	-	112	27	16	31.37%	0.02%	-	-
	112	-	-	112	27	16	31.37%	0.02%	-	-
CHEMICALS										
ENGRO POLYMER & CHEMICALS LIMITED	145,000	-	-	145,000	-	-	-	-	-	-
	145,000	-	-	145,000	-	-	-	-	-	-
FOODS AND PERSONAL CARE PRODUCTS										
Al Shaheer Corporation Limited	488	119,000	-	119,000	488	9	7	13.73%	0.01%	-
Treet Corporation Limited	-	105,000	-	105,000	-	-	-	-	-	-
Unity Foods Limited	75,000	-	-	75,000	-	-	-	-	-	-
Unity Foods Limited - LOR	-	13,356	-	13,356	-	-	-	-	-	-
	75,488	237,356	-	312,356	488	9	7	13.73%	0.01%	-
Technology and Communication										
TRG Pak Ltd	45,975	26,000	-	71,975	-	-	-	-	-	-
Systems Limited	-	1,500	-	1,500	-	-	-	-	-	-
NETSOL Technologies Pakistan	26,000	49,000	-	75,000	-	-	-	-	-	-
	71,975	76,500	-	148,475	-	-	-	-	-	-
Glass & Ceramic										
Ghani Global Glass Limited	75,000	131,000	-	206,000	-	-	-	-	-	-
	75,000	131,000	-	206,000	-	-	-	-	-	-
Refinery										
National Refinery Limited	5,000	-	-	5,000	-	-	-	-	-	-
	5,000	-	-	5,000	-	-	-	-	-	-
TRANSPORT										
Pakistan International Bulk Terminal Limited	572,500	-	-	572,500	-	-	-	-	-	-
	572,500	-	-	572,500	-	-	-	-	-	-
MISCELLANEOUS										
Pakistan Aluminium Beverages Cans Limited	-	48,000	-	48,000	-	-	-	-	-	-
	-	48,000	-	48,000	-	-	-	-	-	-
Total as at 31 December 2021						67	51	105.29%	4.07%	
Total as at 30 June 2021						75,114	71,865			



ASKARI ASSET ALLOCATION FUND

5.2 Term finance certificates - unlisted

Name of the investee company	Number of certificate			Market value as at 31 December 2021	Investment as a percentage of		
	As at 01 July 2021	Purchased during the year	Sold / matured during the year		Net assets	Market value of total investments	Issue size
All term finance certificates have a face value of Rs. 5,000 each unless							
JS Bank Limited (29-Dec-2017)	175	-	175	-	-	-	-
	<u>175</u>	<u>-</u>	<u>175</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Market Value as at 31 December 2021							-
Market Value as at 30 June 2021							<u>17,983</u>

5.2.1 Other particulars of term finance certificates outstanding as at 31 December 2021 are as follows:

Name of the investee company	Face value	Mark-up rate per annum	Rating	Issue date	Maturity date
JS Bank Limited (2nd issue)	99,840	6 months KIBOR offer rate + 1.4%	Not rated	29-Dec-17	29-Dec-24
				31 December 2021	30 June 2021
				Un-audited	Audited
6 PAYABLE TO MANAGEMENT COMPANY			Note -----	Rupees '000-----	
Remuneration of the Management Company	6.1	168		195	
Sindh sales tax payable on remuneration of the Management Company	6.2	351		354	
Federal Excise Duty payable on remuneration of the Management Company	6.3	2,830		2,830	
Sales Load Payable		59		59	
Reimbursement of operational expenses to the Management Company	6.4	419		384	
Marketing and advertising fee payable	6.5	962		939	
	<u>4,789</u>	<u>4,761</u>			

6.1 The Management Company has charged its remuneration at the rate of 2% (30 June 2021: 2%) 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 2021: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from 01 July 2011.

6.3 As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from 13 June 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.



ASKARI ASSET ALLOCATION FUND

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. 2,830 million (30 June 2020: Rs. 2,830 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 2021 would have been higher by Rs. 1,0542 (30 June 2021: Rs. 1,0538) per unit.

6.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund..

6.5 SECP vide Circular No. 40 of 2016 dated 30 December 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (01 January 2017 till 31 December 2019) 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.

7 ACCRUED EXPENSES AND OTHER LIABILITIES	Note -----	31 December 2021	30 June 2021
		Un-audited	Audited
Auditors' remuneration payable		251	402
Payable against Purchase of Investment		-	4,156
Printing charges payable		7	8
Withholding and capital gain tax payable		81	75
Transaction charges payable		305	120
Provision for Sindh Workers' Welfare Fund	7.1	-	947
Listing Fee Payable		16	-
Legal and Professional Charges Payable		15	-
		<u>675</u>	<u>5,707</u>



ASKARI ASSET ALLOCATION FUND

7.1 "As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 5.50% which includes 0.65% 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 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as a asset allocation 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.



ASKARI ASSET ALLOCATION FUND

11 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

	For the half year ended 31 December		
	2021	2020	Un-audited
-----Rupees in '000-----			

11.1 Details of transaction with related parties during the period are as follows:

Pak Oman Asset Management Company Limited (Management Company)

Reumeration of the Management Company	1,065	1,094
Sindh Sales tax on Remuneration of Management Company	138	142
Reimbursement of operational expenses to the Management Company	53	55
Selling and Marketing expense	212	219

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	106	109
SST on Remuneration of the Trustee	14	14

11.2 Details of balances with related parties as at the period / year end are as follows:

	31 December	30 June
	2021	2021
-----Un-audited-----		-----Audited-----
-----Rupees in '000-----		

Pak Oman Asset Management Company Limited (Management Company)

Remuneration payable to the management company	168	195
Sindh Sales tax payable on remuneration of the Management Company	351	354
Federal Excise Duty payable on remuneration of the Management Company	2,830	2,830
Reimbursement of operational expenses to the Management Company	419	384
Marketing and advertising fee payable	962	939

Central Depository Company of Pakistan Limited (Trustee)

Remuneration payable	18	19
SST on Remuneration Payable	-	3
Security Deposit	100	100

Askari Bank Limited* (Unit holder of 10% or more units of the Fund)

Outstanding 2,500,000 Units (30 June 2021: 2,500,000)]	90,968	107,957
Balances with Bank	14,022	17,246
Cash Dividend	-	1,213
Profit Receivable on Bank Deposit	-	752

*This represennts 10% or more of the unit holding of the fund

12 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 the market participants at the measurement date. Consequently, differences can arise between carrying value and the fair value estimates.



ASKARI ASSET ALLOCATION FUND

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.

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies 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:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- 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 2); and
- Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

As at Dec 31, 2021						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2
	(Rupees in '000)					
On-balance sheet Financial Instruments						
Financial assets measured at fair value						
Investments	51	-	-	51	51	-
Financial assets not measured at fair value						
Bank Balances	-	-	44,031	44,031	-	-
Profit Receivables	-	-	415	415	-	-
Deposits, Prepayments and other receivables	-	-	58,659	58,659	-	-
	51	-	103,105	103,156		
Financial liabilities not measured at fair value						
Payable to Management Company	-	-	4,789	4,789	-	-
Payable to Trustee	-	-	18	18	-	-
Accrued expenses and other liabilities	-	-	686	686	-	-
	-	-	5,493	5,493		



ASKARI ASSET ALLOCATION FUND

As at June 30, 2021						
At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
(Rupees in '000)						
On-balance sheet Financial Instruments						
Financial assets measured at fair value						
Investments	89,848	-	-	89,848	71,865	17,983
Financial assets not measured at fair value						
Bank Balances	-	-	17,649	17,649	-	-
Profit Receivables	-	-	541	541	-	-
Deposits, Prepayments and other receivables	-	-	18,431	18,431	-	-
	89,848	-	36,621	126,469		
Financial liabilities not measured at fair value						
Payable to Management Company	-	-	4,761	4,761	-	-
Payable to Trustee	-	-	22	22	-	-
Accrued expenses and other liabilities	-	-	5,733	5,733	-	-
	-	-	10,516	10,516		

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest thousand rupee.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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 CASH FUND aims to provide diversified portfolio and return that is risk adjusted to suit investors at large, on a consistent basis."



FUND INFORMATION

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Website : www.pakomanfunds.com

Board of Director of The Management Company

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

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

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, Beaumont Road,
Karachi-75530

Bankers to The Fund

Askari Bank Limited
Allied Bank Limited
Bank Al-Habib Limited
Bank Alfalah Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Dubai Islamic Bank Pakistan Limited
Zarai Taraqiati Bank Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Askari Cash Fund (ACF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

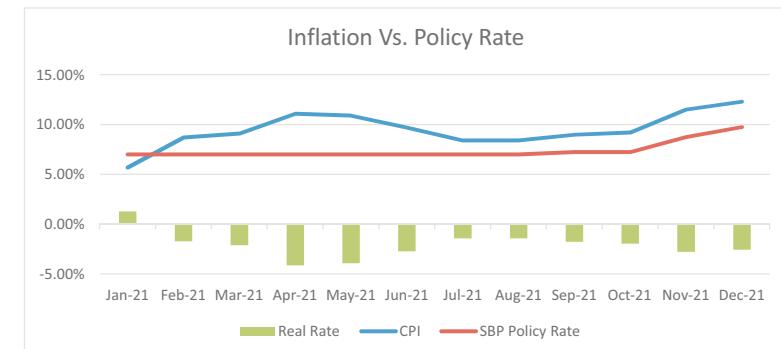
During 2HCY21, ACF delivered annualized return of 9.12% against the benchmark return of 7.09%. The total assets of the fund jumped 81% during 2HCY21 to PKR 2,846.36 million. By end of Dec-21, exposure against T-Bills was eased completely and funds were diverted towards bank deposits as commercial banks have long standing practice of offering attractive deposit rates due to their Quarter-end. Exposure against cash deposits accounted for 96.92% of the fund size.

Earning per unit (EPU)

EPU has not been disclosed as we feel that the determination of weighted average units for calculating EPU is not practicable for open-end funds.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased



interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Dated: February 28, 2022



مستقبل کا نظر

آگے ہوئے ہیں لیکن ہے کہ ایکیت مدد و خرکات پر کارکردگی کا مظاہرہ کرے گی۔ پھر جائزے پر IMF کے ساتھ حکومت کے معاملے کے بعد کے EFF تحت 1 ملین امریکی ڈالر کی تثیم، میں الاقوامی ایکیت میں متعدد سکوک بیان میں کے ذریعہ فیڈ اکٹھا کرنے کی حکومت کی کوششوں کے ساتھ بندہ اور ٹکیزہ کو مد و فراہم کرے گی۔ MSCI FM میں پاکستان کو نئی و شیخ مختص کرنے کے لیے MSCI کا مجموعہ کا جائزہ غیر ملکی پورٹ فولیو کی آمد کو کھول دے گا۔ ہمارا یہی مانتا ہے کہ مالی سال 23 کا بجٹ ایک پاپلٹ ٹکل اختیار کرے گا اور اس میں کاربود و ستانہ پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتباہات سے قبل پہلی آئی کا آخری بحث ہو۔



انہار تکر

ہم اپنے قابل تدریس مایکرو ٹکل ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سکیوریٹیز ایڈا پھنچ کیشن آف پاکستان، فڈ کے ٹریئن اور پاکستان اسٹاک ایکٹھ کے مسلسل تعاوون اور حمایت کا شکریہ ادا کرتے ہیں۔ بورڈ آف ڈائریکٹرز انتظامیہ کی ٹیم کے عزم اور محنت کے لیے کی جانے والی کوششوں کو بھی سراہت ہے۔

منابع بورڈ

چیف ایگریکٹو فیسر

مورخ: 28 فروری 2022ء

ڈائریکٹر



لوپنٹ ہولڈرز کوڈ ائریکٹران کی رپورٹ

پاک اومان ایسٹ میجنت کمپنی لمبینڈ کے یورڈ آف ڈائریکٹرز (BOD)، عسکری کیش فنڈ (ACF) کی میجنت کمپنی کے 31 دسمبر 2021 کو ختم ہونے والی شماں کے لئے نجد عبوری مالیاتی گوشوارے پیش کرتے ہوئے اطمینان سرت کرتے ہیں۔

ترقی اور کارکردگی کا جائزہ

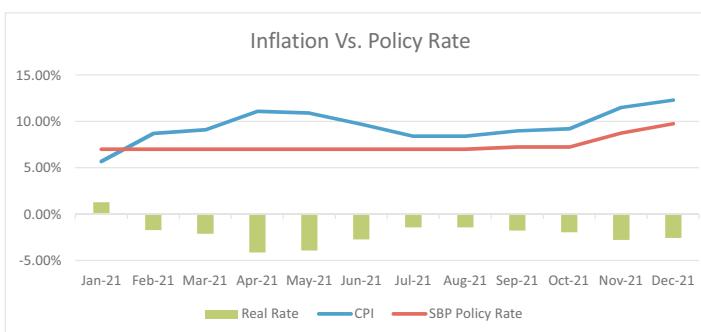
2HCY21 کے دوران، ACF نے 7.09% کے بیش مارک ریجن کے مقابلے میں 9.12% کا سالانہ بین فراہم کیا۔ فنڈ کے کل اتنا ہے 2HCY21 کے دوران 2,846.36 ملین روپے ہو گئے۔ دسمبر 21 کے اختتام تک، اُب کے عوض ایک پوسٹ رکمل طور پر کم کر دیا گیا اور فنڈ زیکٹ ڈیپارٹس کی طرف منتقل کر دیئے گئے کیونکہ اپنی س ماہی کے اختتام کی وجہ سے کرشل بینکوں نے پُرکش ڈیپارٹ ریٹس پیش کرنے کی طویل سیڈنگ مگ پر کیٹس کی۔ کیش ڈیپارٹس کے عوض ایک پوسٹ رکمل سائز کا کیوٹ 96.92% ہمار کیا۔

فی یوٹ آمنی (EPU)

EPU کا انکشاف نہیں کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ EPU کا حساب لگانے کے لیے اوسط اکائیوں کا قیمت اور پن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

اتھاری چائزہ

وابی پیاری سے منٹنے کے لیے حکومت کے فعال انداز اور محیثت کی سرگرمیوں میں جعلی کی توقع سے زیادہ تیز رفتاری کی وجہ سے 21 CY21 میں محیثت نے زبردست تبدیلی و کھانی دی ہے۔ حکومت کی اپنی بیاندہ پر نظر ٹھانی کے بعد، مالی سال 21 کے دوران ملک کے ہی ڈی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دوران تو ہی پی آئی انڈکس اس طے 9.5% رہا، جو کہ مرکزی بینک کے 7% - 9% کے قریب مدینی بیف افراد از رسمے معمولی زیادہ رہا۔ 21 CY21 کی بیانیں شماں میں معاشرہ مذاہ پر بثت محکمات دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ میلنس معمولی طور پر خسارے میں رہتا ہم، 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے دبا کو بڑھایا، جس کی وجہ سے اسٹینٹ بینک نے بندی شرخوں میں 275bps اضافہ کر دیا۔



مستقل اکم اکریٹ کا جائزہ

سال کے دوران، توانائی کی قیتوں اور ان پٹ لائلگت میں اضافے کی وجہ سے اوسط CPI انڈکس 9.5 فیصد تک بڑھ گیا۔ دوسری طرف، یوریا/ڈی اے پی کی قیتوں میں اضافے اور اہم رعنی صنعتوں کے لیے حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیتوں کی وجہ سے اشیائے خودرو/ٹوٹ کی ہنگامی تیز رفتاری سے بڑھی۔ نتیجے، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیو ریٹریٹ پیداوار میں اوسطاً 275bps کا اضافہ ہوا۔ جس کے ساتھ 1 سال کے میں پر 400bps کا اضافہ ہوا جو دسمبر 2021 میں 7.28 فیصد سے دسمبر 21 میں 11.38 فیصد ہو گیا۔



CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

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



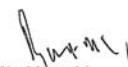
TRUSTEE REPORT TO THE UNIT HOLDERS

ASKARI CASH FUND (Formerly Askari Sovereign Cash Fund)

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 Cash Fund (formerly Askari Sovereign Cash Fund) (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 managed the Fund during the six months period ended December 31, 2021 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 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 24, 2022





**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE UNIT HOLDERS OF ASKARI CASH FUND
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of asset and liabilities of Askari Cash Fund (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2021**

31 December 2021 30 June 2021

Un-audited Audited

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

Assets

4	2,826,097	1,592,042
5	-	-
	23,727	7,847
	22,720	22,889
	2,872,544	1,622,778

Liabilities

6	21,552	22,069
	249	251
	195	369
	-	3,268
7	4,185	22,133
	26,181	48,090

NET ASSETS

2,846,363 1,574,688

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)

2,846,363 1,574,688

CONTINGENCIES AND COMMITMENTS

8 - -

NUMBER OF UNITS IN ISSUE

26,629,027 15,408,987

NET ASSET VALUE PER UNIT

106.8895 102.1929

The annexed notes from 1 to 14 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 CASH FUND

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For the half year ended 31 December		For the quarter ended 31 December	
	2021	2020	2021	2020
	Note	-----Rupees in ('000)-----	-----Rupees in ('000)-----	
Income				
Return / mark-up on:				
-government securities	34,345	52,082	3,414	29,720
-bank and term deposit receipts	53,531	16,927	36,557	7,254
Other income	11,537	62	11,537	-
Income From LOP	60	-	60	-
Net (loss) / gain on sale of investments	(363)	310	(571)	310
Net unrealised (loss) on remeasurement of investments at fair value through profit or loss'	-	(661)	252	(630)
Total income	99,110	68,720	51,249	36,654
Expenses				
Remuneration of Asset Management Company	6.1	3,563	3,390	1,897
Sindh Sales Tax on Remuneration of the Management Company	6.2	463	441	246
Reimbursement of operational expenses to the Management Company	6.4	1,016	969	538
Remuneration of trustee inclusive of sales tax		702	712	393
Annual fees to the Securities & Exchange Commission of Pakistan		204	194	164
Auditors' remuneration		253	336	158
Fees and subscription		123	119	(4)
Printing and stationary expenses		15	16	(47)
Securities transaction cost		107	132	55
Legal and professional Charges		85	45	85
Bank and settlement charges		11	23	3
Provision for Sindh Workers' Welfare Fund		-	1,247	-
		6,542	7,624	3,488
				4,110
Net income for the period before taxation	92,568	61,096	47,761	32,544
Taxation	10	-	-	-
Net income for the period after taxation	92,568	61,096	47,761	32,544
Allocation of Net Income for the year				
- Net income for the period after taxation	92,568	61,096	47,761	32,544
- Income already paid on units redeemed	(21,753)	(24,730)	(7,576)	(17,234)
	70,815	36,366	40,185	15,310
Accounting income available for distribution				
-Relating to capital gains	-	-	-	-
-Excluding capital gains	70,815	36,366	40,185	15,310
	70,815	36,366	40,185	15,310

The annexed notes from 1 to 14 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 CASH FUND

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For the half year ended 31 December		For the quarter ended 31 December	
	2021	2020	2021	2020
	Note	-----Rupees in ('000)-----	-----Rupees in ('000)-----	
Net income for the period after taxation				
	92,568	61,096	47,761	32,544
Total comprehensive income for the period	92,568	61,096	47,761	32,544

The annexed notes from 1 to 14 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 CASH FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	31 December					
	2021		2020			
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
-----Rupees in ('000)-----						
Net assets at the beginning of the period	1,540,792	33,896	1,574,688	1,314,427	13,526	1,327,953
Issue of 32,126,744 (2020: 29,242,983) units						
-Capital value (at net asset value per unit at the beginning of the period)	3,283,125	-	3,283,125	2,961,759	-	2,961,759
-Element of income	85,727		85,727	21,901		21,901
	3,368,852	-	3,368,852	2,983,660	-	2,983,660
Redemption of 20,906,704 (2020: 26,373,201) units						
-Capital value (at net asset value per unit at the beginning of the period)	(2,136,517)	-	(2,136,517)	(2,671,104)	-	(2,671,104)
-Element of income	(31,475)	(21,753)	(53,228)	(12,202)	(24,730)	(36,932)
	(2,167,992)	(21,753)	(2,189,745)	(2,683,306)	(24,730)	(2,708,036)
Distribution during the period	-	-	-	-	(14,509)	(14,509)
Total comprehensive income for the period	-	92,568	92,568	-	61,096	61,096
Net assets at the end of the period	2,741,652	104,711	2,846,363	1,614,781	35,383	1,650,164
Undistributed income brought forward comprising of:						
-Realized	33,896			13,526		
-Unrealised	-			-		
	33,896			13,526		
Distribution during the period	-			(14,509)		
Accounting income available for distribution:						
-Relating to capital gains	-			-		
-Excluding capital gains	70,815			36,366		
	70,815			36,366		
Undistributed income carried forward - net	104,711			35,383		
Undistributed income carried forward comprising of:						
-Realized	104,711			36,044		
-Unrealised	-			(661)		
	104,711			35,383		
			-----Rupees-----			
Net asset value at the beginning of the period	102,1929			101,2810		
Net asset value at the end of the period	106,8895			103,2556		

The annexed notes from 1 to 14 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 CASH FUND

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	31 December		
	Note	-----Rupees in ('000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period after taxation			
		92,568	61,096
Adjustments for:			
Net loss / (gain) on sale of investments		363	(310)
Net unrealised loss appreciation on remeasurement of investments at fair value through profit or loss'		-	661
Provision for Sindh Workers Welfare Fund		-	1,247
		363	1,598
(Increase) / Decrease in assets			
Investments - Net		(363)	(562,404)
Receivable against transfer of units		-	-
Profit receivable on bank balances		(15,880)	(1,953)
Advances, prepayment and other receivables		169	(7,405)
		(16,074)	(571,762)
(Decrease) / Increase in liabilities			
Payable to Asset Management Company		(517)	(631)
Payable to Central Depository Company of Pakistan Limited - Trustee		(2)	31
Payable to the Securities & Exchange Commission of Pakistan		(174)	(162)
Dividend Payable		(3,268)	(19,079)
Accrued expenses and other liabilities		(17,948)	861,575
		(21,909)	841,734
Net cash generated from / (used in) operating activities		54,948	332,666
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units		3,368,852	2,983,660
Cash distribution		-	(14,509)
Net payments against redemption of units		(2,189,745)	(2,708,036)
Net cash generated from financing activities		1,179,107	261,115
Net increase in cash and cash equivalents		1,234,055	593,781
Cash and cash equivalents at the beginning of the period		1,592,042	1,054,210
Cash and cash equivalents at the end of the period	4	2,826,097	1,647,991

The annexed notes from 1 to 14 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 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

Askari Cash Fund (formerly: Askari Sovereign Cash Fund) (the Fund) was established under a Trust deed executed between Askari Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee on 09 December 2011. The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) in 25 June 2009.

Pak Oman Asset Management Company Limited (POAMCL) has acquired 100% shares of Askari Investment Management Limited (AIML) from Askari Bank Limited on May 31, 2017 under share purchase agreement dated April 10, 2017. Subsequently, on June 29, 2017, PAOMCL has filed amalgamation scheme, under Section 282 (L) of the Companies Ordinance 1984, which has been approved by SECP via its order dated October 12, 2017. The effective date of merger of POAMCL and AIML is October 30, 2017 as per the above mentioned order.

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, Pakistan.

The Fund is an open-ended mutual fund classified as an "Money Market 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 with a high level of liquidity along with extremely low credit and price volatility

The Fund primarily invests in government securities and other authorized investments enabling the investors to manage their liquidity efficiently.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at 06 August 2021. Furthermore, JCR-VIS has assigned a rating of "AA+(f)" to the Fund as at 17 December 2021.

Title to the assets of the Fund are held in the name of CDC as a trustee of the Fund.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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



- International Financial Reporting Standards (IFRS) 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 Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 requirements of the Trust Deed differ from the IFRS, 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 requirements of the Trust Deed have been followed.

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 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

4. BALANCE WITH BANKS

-Saving accounts	4.1	2,826,097	1,592,042
------------------	------------	------------------	------------------

4.1 These savings accounts carry mark-up at the rates ranging from 5.50% to 12.00% (30 June 2021: 5.25% to 7.00%) per annum.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

5. INVESTMENTS

At fair value through profit or loss - held for trading

Government securities	5.1	-	-
		-	-



5.1 Government securities

Carrying value before marked to market as at 31 December 2021

6. PAYABLE TO THE MANAGEMENT COMPANY

	31 December 2021	30 June 2021
Note	Un-audited Audited -----(Rupees in '000)-----	
6.1	884	1,182
6.2	2,660	2,789
6.3	17,757	17,757
6.4	237	327
	11	11
	3	3
	21,552	22,069

6.1 The Management Company has charged its remuneration at the rate of 0.35% (30 June 2021: 0.35%) 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% (2021: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 1, 2011. This also includes Rs. 17.757 million (June 30 2021: Rs. 17.757 million) accrued on Federal Excise Duty (FED) on the remuneration of the Management Company as fully explained in note 8.3.



- 6.3** As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from 13 June 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 17.757 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at December 31, 2021 would have been higher by Rs. 0.67 (June 30, 2021: Rs. 1.15) per unit.

Through Finance Act, 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn. Therefore, no provision for FED has been recorded since July 1, 2017.

- 6.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum upto 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets being the lower amount to the Fund.

		31 December 2021	30 June 2021
		Un-audited	Audited
7.	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	-----Rupees in ('000)-----
Auditors' remuneration payable		317	435
Printing charges payable		120	-
Withholding tax payable		795	4,178
Capital Gain Tax payable		978	4,324
Provision for Sindh Workers' Welfare Fund	7.1	-	11,537
Legal and professional charges payable		255	181
Others		1,720	1,478
		4,185	22,133

7.1 WORKERS' WELFARE FUND SINDH WORKERS' WELFARE FUND

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the



total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9. EXPENSE RATIO

In accordance with the Directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund for year ended December 31, 2021 is 0.65% which includes 0.09% representing government levy i.e. Sindh Sales Tax, SECP fee and provision for Sindh Worker's Welfare Fund.

10. TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Fund is required to distribute ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund intends to distribute such accounting income for the year ended June 30, 2021 to its unit holders. Accordingly, no provision in respect of taxation has been made in these financial statements.



11. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

	For half year ended 31 December	
	2021	2020
Un-audited		
Rupees in ('000)		
11.1 Transactions for the period:		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration of the Management Company	3,563	3,390
Sindh Sales tax on Remuneration of Management Company	463	441
Reimbursement of operational expenses to the Management Company	1,016	969
Askari Bank Limited		
(Unit holder of 10% or more units of the Fund)		
Profit on balances with banks	21	160
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee inclusive of sales tax	702	712
Pak Oman Micro Finance Bank Limited (Common directorship)		
Issuance of Nil (2021:29) units	-	3
Guil Ahmed Energy Limited		
(Unit holder of 10% or more units of the Fund)		
Issue of 10,953,746 (2020: 5,155,663) units	752,015	526,109
Redemption of 2,002,053 (2020: 1,969,965) units	(209,566)	(202,193)
Habib Metropolitan Bank Ltd		
(Unit holder of 10% or more units of the Fund)		
Issue of 2,635,190 (2020:Nil) units	275,000	-
Redemption of 2,635,190 (2020:Nil) units	(277,798)	-
Sadia Amir		
(Unit holder of 10% or more units of the Fund)		
Issue of 2,635,190 (2020:4,681,253) units	275,000	487,304
Redemption of 2,635,190 (2020:7,837,655) units	(277,798)	(803,062)
Key Management Personnel**		
Issuance of 92,422.7134 (2020: 19,663) units	9,510	2,000
Redemption of 55,707 (2020: 19,663) units	(5,377)	2,002
Other Staff		
Redemption of (2020: Nil) units	-	36



ASKARI CASH FUND

	31 December 2021 Un-audited	30 June 2021 Audited
	Note -----Rupees in ('000)-----	
11.2 Investments / outstanding balances as at period / year end		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration of the Management Company	884	1,182
Sindh Sales Tax on remuneration of the Management Company	2,660	2,789
Federal Excise Duty on remuneration of the Management Company	17,757	17,757
Reimbursement of operational expenses to the Management Company	237	327
Reimbursement of selling and marketing expenses	11	11
Sales Load Payable	3	3
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	230	220
Sindh Sales Tax on remuneration of the Trustee	19	31
Pak Oman Micro Finance Bank Limited		
Outstanding Nil (30 June 2021: 3050) units - at net asset value	-	316
Dividend Paid - Relinvest	-	26
Askari Bank Limited		
(Unit holder of 10% or more units of the fund)		
Outstanding 369,053 (30 June 2021: 3,170,767) units - at net asset value	39,448	141,047
Habib Metropolitan Bank Limited		
Outstanding Nil (30 June 2021: 1,977,059) units - at net asset value	-	202,042
Dividend Paid - Relinvest	-	4,745
Gul Ahmed Energy Limited		
Outstanding 3,226,930 (30 June 2021: 3,226,930) units - at net asset value	548,605	344,925
Sadia Amir		
Outstanding 2,422,128.5817 (30 June 2021: 2,503,810.7313) units - at net asset value	258,900	202,042
Key Management Personnel**		
Outstanding 35,041 (30 June 2021: 107,600) units - at net asset value	3,746	1,557
Dividend Payable	-	7
Other Staff		
Outstanding Nil (30 June 2021: Nil) units - at net asset value	-	-

** Current year transactions with these persons have not been disclosed as they did not remain connected persons during the year.

** Prior year transactions with these persons have not been disclosed as they became connected persons during the year.

12. 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



ASKARI CASH FUND

an orderly transaction between the market participants at the measurement date. Consequently, differences can arise between carrying value and the fair value estimates.

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature

The Fund classifies 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:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- 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 2); and
- Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

	At Fair Value through Profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 2	Level 3
	As at Dec 31, 2021 -----					(Rupees in '000) -----
On-balance sheet Financial Instruments						
Financial assets measured at fair value						
Investments	-	-	-	-	-	-
Financial assets not measured at fair value						
Bank Balances	-	-	-	2,826,097	2,826,097	-
Profit Receivables	-	-	-	23,727	23,727	-
Deposits, Prepayments and other receivables	-	-	-	22,720	22,720	-
	-	-	-	2,872,544	2,872,544	-
Financial liabilities not measured at fair value						
Payable to Management Company	-	-	-	21,552	21,552	-
Payable to Trustee	-	-	-	249	249	-
Accrued expenses and other liabilities	-	-	-	4,380	4,380	-
	-	-	-	26,181	26,181	-



ASKARI CASH FUND

As at June 30, 2021							
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	/	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							
Financial assets measured at fair value							
Investments	-	-	-	-	-	-	-
Financial assets not measured at fair value							
Bank Balances	-	-	1,592,042	1,592,042	-	-	-
Profit Receivables	-	-	7,847	7,847	-	-	-
Deposits, Prepayments and other receivables	-	-	22,889	22,889	-	-	-
	-	-	1,622,778	1,622,778			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	22,069	22,069	-	-	-
Payable to Trustee	-	-	251	251	-	-	-
Accrued expenses and other liabilities	-	-	25,770	25,770	-	-	-
	-	-	48,090	48,090			

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value

13. GENERAL

Figures have been rounded off to the nearest thousand rupees.

14. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

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, Beaumont 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 Taraqiat 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.



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Askari High Yield Scheme (AHYS) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

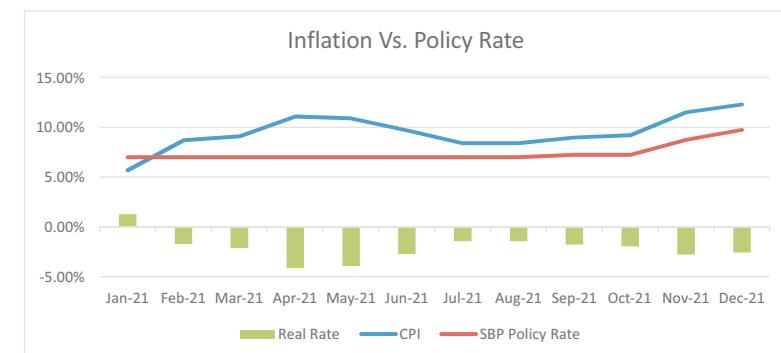
During 2HCY21, AHYS delivered annualized return of 8.63% against the benchmark return of 9.24%. The total assets of the fund dipped 19% during 2HCY21 to PKR 1,726.02 million. By the end of second half, investment in corporate debt was maintained at 20.60%. Exposure against T-Bill was eased completely while 71.50% of the allocation was made against bank deposits with banks.

Earning per unit (EPU)

EPU has not been disclosed as we feel that the determination of weighted average units for calculating EPU is not practicable for open-end funds.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government



securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Dated: February 28, 2022



مستقبل کا نظر

آگے بڑھتے ہوئے، ہمیں لقین ہے کہ ایکی مارکیٹ متعدد حکمات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معاهدے کے بعد EFF کے تحت 1 ملین امریکی ڈالر کی تفہیم، میں الاقوامی مارکیٹ میں متعدد سکوک نیلامیوں کے ذریعہ فیڈر اکٹھا کرنے کی حکومت کی کوششوں کے ساتھ مبکروانہ بیکیز کو مدوفرا ہم کرے گی۔ MSCI FM میں پاکستان کو کثری و پیچ مختص کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فولیو کی آمد کو ہو دے گا۔ ہمارا یہی مانتا ہے کہ ہائی سال 23 کا بیجٹ ایک پاپولٹ ٹکل اختیار کرے گا اور اس میں کاربود و ستابنڈ پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتخابات سے قبل پہلی آئی کا آخری بھیت ہو۔

انہا توکر

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ یورڈ سکیو رٹیز اینڈ ایجنٹس کیشن آف پاکستان، فنڈ کے ہرٹی اور پاکستان انساک ایجنٹس کے مسلسل تعاون اور حمایت کا شکریہ ادا کرتے ہیں۔ یورڈ آف ڈائریکٹرز ایٹھامیکی ٹائم کے ہر زمانہ وہی کوششوں کو بھی سراہتے ہیں۔

منابع بورڈ

چین ایگریکٹو افسر

مومن: 28 فروری 2022ء

ڈائریکٹر



لپنٹ ہولڈرز کوڈا اسکریپٹ ان کی رپورٹ

پاک او مان ایسٹ میجنٹ کمپنی لمبینڈ کے بورڈ آف ڈائریکٹرز (BOD)، عسکری ہائی میلڈ اسکیم (AHYS) کی میجنٹ کمپنی کے 31 دسمبر 2021ء کو فتح ہونے والی ششماہی کے لئے نجیم عبوری مالیاتی گوشارے پیش کرتے ہوئے اطہار مرست کرتے ہیں۔

ترقی اور کارکردگی کا جائزہ

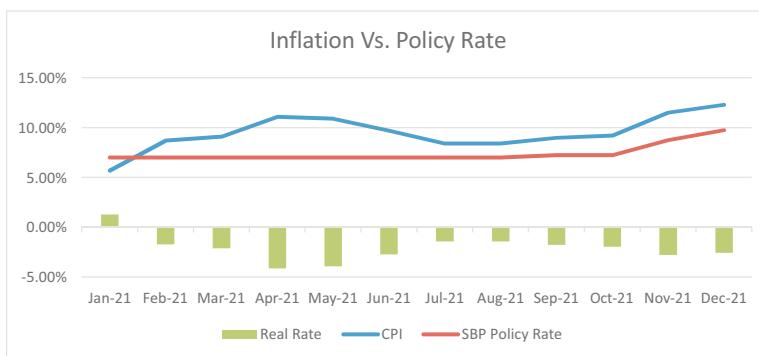
AHYS نے 9.24% کے پیش ما رک ریزن کے مقابلے میں 8.63% کا سالانہ ریزن فراہم کیا۔ فنڈ کے کل اٹاٹے 2HCY21 کے دوران، 1,726.02 ملین روپے ہو گئے۔ دوسرا ششماہی کے اختتام تک، کارپوریٹ ڈیبٹ میں سرمایکاری 20.60 فیصد پر قرار رہی۔ اُنہیں بل کے عوض ایک پاؤز کو کمل طور پر کم کر دیا گیا جیسا ملکیکش کا 71.50% 71 بینک ڈپاٹس کے پاس بینک ڈپاٹس کے لیے رکھا گیا۔

فی پونٹ آمدی (EPU)

EPU کا انشاف نہیں کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ EPU کا حساب لگانے کے لیے اوسط اکاؤنیوں کا تعین اور پن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

اتھادی جائزہ

وہی پیاری سے منتنے کے لیے حکومت کے فعل اندماز اور معیشت کی سرگرمیوں میں جاہلی کی توقع سے زیادہ تیز رفتاری کی وجہ سے CY21 میں معیشت نے زبردست تبدیلی کھائی دی ہے۔ حکومت کی اپنی بنیاد پر نظر ثانی کے بعد، مالی سال 21 کے دوران ملک کے جی ڈی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دوران تو ہی پی آئی انڈیکس اوس 9.5% رہا، جو کم رکزی بیک کے 7% - 9% کے قریب مدتنی ہدف افراط ازرسے معمولی زیادہ رہا۔ CY21 کی پہلی ششماہی میں معاشری محاذ پر شبکت دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ بیلنس معمولی طور پر خسارے میں رہا، تاہم، CY21 کی بقیہ سہ ماہیوں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے دبا کر بڑھایا، جس کی وجہ سے اشیائی بیک نے بنیادی شرخوں میں 275bps اضافہ کر دیا۔



مستقل اکم مارکیٹ کا جائزہ

سال کے دوران، تو انالی کی قیتوں اور ان پٹ لگت میں اضافے کی وجہ سے اوسط CPI انڈیکس 9.5 فیصد تک بڑھ گیا۔ دوسرا طرف، یوریا/ڈی اے پی کی قیتوں میں اضافہ اور اہم رسمی صنعت کی جامب سے اعلان کردہ زیادہ امدادی قیتوں کی وجہ سے اشیائی خودرو ڈوش کی بہنگانی تیز رفتاری سے بڑھی، مکری بیک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیوریٹیز کی پیداوار میں اوسطاً 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے مل پر 400bps کا اضافہ ہوا جو دسمبر 2021 میں 7.28 فیصد سے دسمبر 21 میں 11.38 فیصد ہو گیا۔



CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

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CDC House, 99-B, Block 'B'
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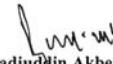
TRUSTEE REPORT TO THE UNIT HOLDERS

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 managed the Fund during the six months period ended December 31, 2021 in accordance with the provisions of the following:

- Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- 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.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 25, 2022



**INDEPENDENT AUDITOR'S REVIEW REPORT****TO THE UNIT HOLDERS OF ASKARI HIGH YIELD SCHEME FUND****REVIEW ON REPORT OF 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, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

RSM Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.


**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2021**

	31 December 2021	30 June 2021
	Un-audited	Audited
	Note	Rupees
Assets		
Balances with bank	4	1,306,316,494
Investments	5	347,761,738
Accrued profit ,advances, prepayment and other receivables		28,795,735
Security deposits		58,631,998
Investment property		42,881,500
Total assets		1,784,387,465
Liabilities		
Payable to Asset Management Company	6	44,844,959
Payable to Trustee		370,254
Payable to the Securities & Exchange Commission of Pakistan		187,486
Payable against Redemption of Units		458,023
Dividend payable		69,227
Accrued expenses and other liabilities	7	12,427,904
Total liabilities		58,357,853
NET ASSETS		1,726,029,612
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,726,029,612
CONTINGENCIES AND COMMITMENTS	8	
NUMBER OF UNITS IN ISSUE		16,039,463
NET ASSET VALUE PER UNIT		107.6114
		20,688,465
		103.1229

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



ASKARI HIGH YIELD SCHEME

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

Income	For the Half Year Ended 31 December		For the Quarter Ended 31 December		
	Note	2021	2020	2021	2020
		Rupees			
Profit on saving and term deposits		45,701,309	21,407,077	25,811,157	14,371,179
Income from government securities		38,884,956	54,189,131	33,264,484	32,246,928
Other income		19,027,875	7,751,500	(16,645,136)	5,800,000
Net gain / (loss) on sale of investments		5,636,717	(12,325,147)	4,338,621	(3,320,919)
Net unrealised (diminution) / appreciation on remeasurement of investments 'at fair value through profit or loss'		(6,889,944)	20,266,352	(6,405,252)	9,229,488
		102,360,913	91,288,913	40,363,874	58,326,676
Expenses					
Remuneration of Asset Management Company	6.1	14,063,192	12,795,390	6,919,857	7,998,227
Sindh Sales Tax on Remuneration of the Management Company	6.2	1,828,215	1,663,401	899,583	1,039,770
Reimbursement of operational expenses to the Management Company	6.4	937,544	853,179	461,320	533,368
Advertisement & Selling Expense	6.5	3,750,182	3,411,951	1,845,289	5,132,707
Remuneration of Central Depository Company of Pakistan Limited - Trustee		794,574	702,275	390,972	431,314
Annual fees to the Securities & Exchange Commission of Pakistan		187,511	170,605	92,265	106,643
Bank and settlement charges		195,997	14,570	195,997	5,570
Fees & subscription		18,032	14,021	9,016	13,238
Security transaction cost		293,353	653,979	149,040	338,434
Auditors' remuneration		505,632	624,971	252,816	396,117
Printing charges		15,456	16,171	7,728	8,417
Legal and professional charges		-	26,782	-	5,452
Provision for Sindh Workers' Welfare Fund		-	1,406,832	-	845,009
		22,589,688	22,354,127	11,223,883	16,854,266
Net income for the period before taxation		79,771,225	68,934,786	29,139,991	41,472,410
Taxation	10	-	-	-	-
Net income for the period after taxation		79,771,225	68,934,786	29,139,991	41,472,410
Allocation of Net Income for the year:					
- Net income for the period after taxation		79,771,225	68,934,786	29,139,991	41,472,410
- Income already paid on units redeemed		(10,103,778)	(15,414,727)	(10,103,778)	(14,033,270)
		69,667,447	53,520,059	19,036,213	27,439,140
Accounting income available for distribution:					
-Relating to capital gains		-	7,941,205	-	5,908,569
-Excluding capital gains		69,667,447	45,578,854	19,036,213	21,530,571
		69,667,447	53,520,059	19,036,213	27,439,140

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



ASKARI HIGH YIELD SCHEME

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For the half year ended 31 December		For the quarter ended 31 December	
	2021	2020	2021	2020
		Rupees		
Net income for the period after taxation	79,771,225	68,934,786	29,139,991	41,472,410
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	79,771,225	68,934,786	29,139,991	41,472,410

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



ASKARI HIGH YIELD SCHEME

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	31 December					
	2021			2020		
	Capital Value	Undistributed Income	Net Assets	Capital Value	Undistributed Income	Net Assets
Rupees						
Net assets at the beginning of the period	1,977,206,671	156,247,203	2,133,453,875	1,022,159,567	145,382,116	1,167,541,683
Issue of 6,211,378 (2020: 27,378,775) units						
-Capital value (at net asset value per unit at the beginning of the period)	640,535,413	-	640,535,413	2,807,285,416	-	2,807,285,416
-Element of (loss) / income	13,309,287	-	13,309,287	73,611,074	-	73,611,074
	653,844,700	-	653,844,700	2,880,896,490	-	2,880,896,490
Redemption of 10,860,380 (2020: 10,128,661) units						
-Capital value (at net asset value per unit at the beginning of the period)	(1,119,953,932)	-	(1,119,953,932)	(1,038,543,251)	-	(1,038,543,251)
-Element of (loss) / income	(10,982,478)	(10,103,778)	(21,086,256)	(9,285,211)	(15,414,727)	(24,699,938)
	(1,130,936,410)	(10,103,778)	(1,141,040,188)	(1,047,828,462)	(15,414,727)	(1,063,243,189)
Total comprehensive income for the period	-	79,771,225	79,771,225	-	68,934,786	68,934,786
Net assets at the end of the period	1,500,114,961	225,914,650	1,726,029,612	2,855,227,595	198,902,175	3,054,129,770
Undistributed income brought forward comprising of:						
-Realized	136,068,289		161,022,035			
-Unrealised	20,178,914		(15,639,919)			
	156,247,203		145,382,116			
Accounting income available for distribution:						
-Relating to capital gains	-		7,941,205			
-Excluding capital gains	69,667,447		45,578,854			
	69,667,447		53,520,059			
Undistributed income carried forward - net	225,914,650		198,902,175			
Undistributed income carried forward comprising of:						
Undistributed income carried forward - net						
-Realized	232,804,594		178,635,823			
-Unrealized	(6,889,944)		20,266,352			
	225,914,650		198,902,175			
Rupees						
Net asset value at the beginning of the period	103,1229		102,5351			
Net asset value at the end of the period	107,6114		106,6482			

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

**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 2021**

	Half year Ended 31 December	
	2021	2020
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	79,771,225	68,934,786
Adjustments for:		
Net (gain) / loss on sale of investments	(5,636,717)	12,325,147
Net unrealised diminution / (appreciation) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	6,889,944	(20,266,352)
Provision for Sindh Workers Welfare Fund	-	1,406,832
	1,253,227	(6,534,373)
Decrease / (Increase) in assets		
Investments - Net	1,014,571,015	(964,890,739)
Receivable against sale of units	33,659,822	(2,425,000)
Accrued profit , deposits, advances, prepayment and other receivables	(55,681,998)	14,874,448
Non-current assets classified as 'held-for-sale'	-	(1,951,500)
	992,548,839	(954,392,791)
(Decrease) in liabilities		
Payable to Asset Management Company	(3,167,251)	(4,115,024)
Payable to Trustee	81,388	99,511
Payable to the Securities & Exchange Commission of Pakistan	(211,114)	9,583
Payable against Redemption of Units	458,023	458,023
Dividend payable	(25,522,633)	(14,599,821)
Accrued expenses and other liabilities	(186,852,801)	851,207
	(215,214,388)	(17,296,521)
Net cash generated from / (used in) operating activities	858,358,903	(909,288,899)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	653,844,700	2,880,896,490
Payments against redemption of units	(1,141,040,188)	(1,063,243,189)
Net cash (used in) / generated from financing activities	(487,195,488)	1,817,653,301
Net increase in cash and cash equivalents	371,163,415	908,364,402
Cash and cash equivalents at the beginning of the period	935,153,079	423,793,700
Cash and cash equivalents at the end of the period	4 1,306,316,494	1,332,158,102

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

**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 2021**

1 LEGAL STATUS AND NATURE OF BUSINESS

Askari High Yield (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Company Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee on 05 December 2005. The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) on 19 February 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, Pakistan.

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++" to the Management Company as at 06 August 2021. Furthermore, JCR-VIS has assigned a rating of "A(f)" to the Fund as at 17 August 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 information has 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 information does not include all the information and disclosures required in the annual financial information and should be read in conjunction with the annual published financial information of the Fund for the year ended 30 June 2021.

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 information give a true and fair view of the state of the Fund's affairs as at 31 December 2021.

2.1 These financial information has 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 VIIIA 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 VIIIA 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 VIIIA 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 30 June 2021.

3 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 information as at and for the year ended 30 June 2021.

		31 December 2020	30 June 2021
		Un-audited	Un-audited
	BALANCES WITH BANKS	Note -----Rupees-----	
4	In savings accounts	4.1	<u>1,306,316,494</u> <u>935,153,079</u>
4.1 The rate of return on these accounts ranges between 5.50% - 12.25% (30 June 2021: 6.50% and 9.00%) per annum.			
	INVESTMENTS	31 December 2021	30 June 2021
	At fair value through profit or loss - held for trading	Note	-----Rupees-----
5	Government securities		
	- Market treasury bills	5.1.1	-
	- Pakistan investment bonds	5.1.2	467,584,500
	- GoP Ijarah	5.1.3	-
			567,035,600
	Debt securities		
	- Term finance certificates - unlisted	5.2.1	128,911,713
	- Term finance certificates - listed	5.2.2	195,415,897
	- Sukuk certificates - listed	5.2.3	10,250,000
	- Sukuk certificates - unlisted	5.2.4	13,184,128
			347,761,738 433,824,313
	Debt securities		
	- Equity Securities-RBFS		-
			362,726,067
			347,761,738 1,363,585,980



ASKARI HIGH YIELD SCHEME

5.1 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 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2021	Purchased during the year	Sold / matured during the year	As at 31 December 2021	Provision Held	Carrying value	Market value	Appreciation / Dimunition
Rupees									
6-May-21	06 Month	100,000,000	-	100,000,000	-	-	-	-	-
2-Jul-21	03 Month	-	100,000,000	100,000,000	-	-	-	-	-
26-Aug-21	06 Month	-	500,000,000	500,000,000	-	-	-	-	-
9-Sep-21	06 Month	-	100,000,000	100,000,000	-	-	-	-	-
4-Nov-21	03 Month	-	70,000,000	70,000,000	-	-	-	-	-
4-Nov-21	03 Month	-	357,500,000	357,500,000	-	-	-	-	-
4-Nov-21	03 Month	-	72,500,000	72,500,000	-	-	-	-	-
21-Oct-21	03 Month	-	500,000,000	500,000,000	-	-	-	-	-
15-Jul-21	03 Month	-	150,000,000	150,000,000	-	-	-	-	-
2-Dec-21	03 Month	-	100,000,000	100,000,000	-	-	-	-	-
2-Dec-21	03 Month	-	400,000,000	400,000,000	-	-	-	-	-
16-Dec-21	06 Month	-	400,000,000	400,000,000	-	-	-	-	-
31 December 2021		100,000,000	2,750,000,000	2,850,000,000	-	-	-	-	-
30 June 2021					99,451,743	99,451,100	(643)		

5.1.2 Pakistan Investment Bonds

Issue date	Tenor	Face value			Balance as at 31 December 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2021	Purchased during the year	Sold / matured during the year	As at 31 December 2021	Provision Held	Carrying value	Market value	Appreciation / Dimunition
Rupees									
15-Oct-20	05 Years	500,000,000	-	500,000,000	-	-	-	-	-
5-Aug-21	03 Years	250,000,000	250,000,000	-	-	-	-	-	-
22-Oct-20	03 Years	200,000,000	200,000,000	-	-	-	-	-	-
6-May-21	05 Years	300,000,000	300,000,000	-	-	-	-	-	-
6-May-21	05 Years	200,000,000	200,000,000	-	-	-	-	-	-
5-Aug-21	03 Years	-	200,000,000	200,000,000	-	-	-	-	-
31 December 2021		500,000,000	1,150,000,000	1,650,000,000	-	-	-	-	-
30 June 2021					471,197,815	467,584,500	(3,613,315)		

5.1.3 GOP Ijarah Sukus

Issue date	Tenor	Face value			Balance as at 31 December 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2021	Purchased during the year	Sold / matured during the year	As at 31 December 2021	Provision Held	Carrying value	Market value	Appreciation / Dimunition
Rupees									
29-Jul-20	05 Years	-	100,000,000	100,000,000	-	-	-	-	-
31 December 2021		-	100,000,000	100,000,000	-	-	-	-	-
30 June 2021					-	-	-	-	-

5.2 Debt Securities

5.2.1 Term Finance Certificates - unlisted

Name of Investee Company	Number of certificates			Balance as at 31 December 2021			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, 2021	Purchased during the period	Sold / matured during the period	As at 31 December 2021	Carrying value	Provision Held	Market value	Appreciation / Dimunition	
Rupees									
(Certificates having a face value of Rs. 5,000 each unless stated)									
Samba Bank Limited (01-Mar-2021)	1,250	-	-	1,250	124,975,000	-	128,911,713	3,936,713	7.47%
31 December 2021					124,975,000	-	128,911,713	3,936,713	7.47%
June 30, 2021					125,000,000	-	125,000,000	-	37.07%



ASKARI HIGH YIELD SCHEME

5.2.2 Term Finance Certificates - listed

Name of Investee Company	Number of certificates			Balance as at 31 December 2021			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, 2021	Purchased during the period	Sold / matured during the period	As at 31 December 2021	Carrying value	Provision Held	Market value	Appreciation / (Dimunition)	
Rupees									
(Certificates having a face value of Rs. 5,000 each unless stated)									
JS Bank Limited (29-Dec-2017)	2,000	-	-	740	1,260	137,384,754	-	127,245,082	(10,139,672)
JS Bank Limited (14-Dec-2016)	4,000	-	-	4,000	-	-	-	-	-
Jhangir Siddiqui & Company Limited (1-	30,000	-	-	-	30,000	68,926,928	-	68,170,815	(756,113)
31 December 2021	36,000	-	4,740	31,260	206,311,682	-	195,415,897	(10,895,785)	11.32% 56.19%
June 30, 2021					254,581,697	-	278,167,647	23,582,052	

5.2.3 Sukuk Certificates - listed

Name of Investee Company	Number of certificates			Balance as at 31 December 2021			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, 2021	Purchased during the period	Sold / matured during the period	As at 31 December 2021	Carrying value	Provision Held	Market value	Appreciation / (Dimunition)	
Rupees									
(Certificates having a face value of Rs. 100,000 each unless stated)									
The Hub Power Company Ltd. - (19-03-2	100	-	-	100	10,240,000	-	10,250,000	10,000	0.59% 2.95%
31 December 2021	100	-	-	100	10,240,000	-	10,250,000	10,000	0.59% 2.95%
June 30, 2021					10,000,000	-	10,240,000	240,000	

5.2.4 Sukuk Certificates - unlisted

Name of Investee Company	Number of certificates			Balance as at 31 December 2021			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, 2021	Purchased during the period	Sold / matured during the period	As at 31 December 2021	Carrying value	Provision Held	Market value	Appreciation / (Dimunition)	
Rupees									
(Certificates having a face value of Rs. 5,000 each)									
TPL Corporation Limited (13-Apr-16)	35	-	-	35	13,125,000	-	13,184,128	59,128	0.76% 3.79%
31 December 2021	35	-	-	35	13,125,000	-	13,184,128	59,128	0.76% 3.79%
June 30, 2021					20,416,866	-	20,416,866	-	

Term Finance Certificates - listed	December 31, 2021			June 30, 2021		
	Carrying value	Provision held	Net carrying	Carrying value	Provision held	Net carrying
(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						
Agitech Limited (29-Nov-07)	59,952,000	59,952,000	-	59,952,000	59,952,000	-
Agitech Limited (01-Jul-11)	11,875,000	11,875,000	-	11,875,000	11,875,000	-
Azgard Nine Limited (04-Dec-07) - (note: 6.3)	13,007,615	13,007,615	-	13,007,615	13,007,615	-
Dewan Cement Limited	125,000,000	125,000,000	-	125,000,000	125,000,000	-
Summit Bank Limited (27-Oct-11)	24,926					



ASKARI HIGH YIELD SCHEME

		31 December 2021	30 June 2021
	Note	Un-audited	Audited
		-----Rupees-----	
6	PAYABLE TO PAK OMAN ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)		
	Remuneration of the Management Company	6.1	2,373,653
	Sindh sales tax payable on remuneration of the Management Company	6.2	6,475,479
	Federal Excise Duty payable on remuneration of the Management Company	6.3	33,368,337
	Reimbursement of operational expenses to the Management Company	6.4	156,467
	Selling and Marketing expenses	6.5	1,987,328
	Sales load payable		483,695
		44,844,959	48,012,210

- 6.1** The Management Company has charged its remuneration at the rate of 1.5% (30 June 2021: 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 2021: 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 subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 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. 33.37 million (30 June 2021: Rs. 33.37 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. 2.08 (30 June 2021: Rs. 1.61) per unit.



ASKARI HIGH YIELD SCHEME

6.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

6.5 SECP vide Circular No. 40 of 2016 dated 30 December 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (01 January 2017 till 31 December 2019) 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.

		31 December 2021	30 June 2021
	Note	Un-audited	Audited
		-----Rupees-----	
7	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Withholding and Capital Gain Tax	1,668,029	7,952,217
	Auditors Remuneration Payable	754,120	330,032
	Printing Charges Payable	218,529	203,074
	Listing Fee Payable	18,032	-
	Other payables	8,543,449	31,606,942
	Payable against purchase of investments	-	138,511,491
	Settlement charges	1,225,745	1,634,105
	Dividend Payable	-	-
	Provision for Sindh Workers Welfare Fund	7.1	19,042,844
		12,427,904	199,280,705

7.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP



ASKARI HIGH YIELD SCHEME

level and has also been taken up with the SECP and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 2.47% which includes 0.29% 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.

	For the half year ended	
	31 December	
	2021	2020
Un-audited		

11.1 Transactions for the period:

Pak Oman Asset Management Company Limited (Management Company)	2021	2020
Remuneration of the Management Company	14,063,192	12,795,390
Sindh Sales tax on Remuneration of Management Company	1,828,215	1,663,401
Reimbursement of operational expenses to the Management Company	937,544	853,179
Advertisement & Selling Expense	3,750,182	3,411,951
Askari Bank Limited		
Issue of Nil (2020: 2,866,904) units	-	300,000,000
Redemption of Nil (2020: Nil) units	-	-
Profit on Bank Deposits	138,862	94,243
Bank Charges	-	13,500
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	703,163	621,482
Sindh Sales Tax on Remuneration of the Trustee	91,411	80,793
Pak Oman Investment Company Limited		
Issue of Nil (2020: 3,254,359) units	-	345,000,000
Fauji Oil Terminal & Distribution Co. Ltd		
Issue of Nil (2020: 4,734,595) units	-	502,392,843



ASKARI HIGH YIELD SCHEME

For the half year ended	
31 December	
2021	2020
Un-audited	

31 December	30 June
2021	2021
Un-audited	Audited
Rupees	

Nishat Mills Limited Employees Provident Fund Trust

Issue of Nil (2020: 5,798,313) units
Redemption of Nil (2020: 3,722,678) units

Other Staff

Redemption of Nil (2020: 10) units

11.2 Outstanding balances as at period / year end

Pak Oman Asset Management Company Limited (Management Company)

Remuneration of the Management Company	2,373,653	5,476,185
Sindh sales tax payable on remuneration of the Management Company	6,475,479	6,878,808
Federal Excise Duty payable on remuneration of the Management Company	33,368,337	33,368,337
Reimbursement of operational expenses to the Management Company	156,467	363,303
Selling and Marketing expenses	1,987,328	1,441,882
Sales load payable	483,695	483,695

Central Depository Company of Pakistan Limited (Trustee)

Remuneration payable	370,254	288,866
Security Deposits	100,000	100,000

Askari Bank Limited

Outstanding 4,666,006,6431 (30 June 2021: 4,666,006,6431) units - at net asset value	502,115,507	481,172,136
Cash Dividend	-	29,300,170

Sindh Province Pension Fund

Outstanding Nil (30 June 2021: 1,745,044) units - at net asset value	-	129,084,426
Reinvestment Nil (30 June 2021 : 172,932) units	-	8,766,956

The Bank Of Punjab Employees Gratuity Fund

Outstanding Nil (30 June 2021: 1,745,044) units - at net asset value	-	124,694,801
Reinvestment Nil (30 June 2021 : 70,205) units	-	7,236,064

Nishat Mills Limited Employees Provident Fund Trust

Outstanding Nil (30 June 2021: 3,952,137) units - at net asset value	-	407,555,835
Reinvestment Nil (30 June 2021 : 136,850) units	-	14,105,227

Key Personnel of Management Company

Outstanding Nil (30 June 2021: 17,576) units - at net asset value	-	1,812,510
Reinvestment Nil (30 June 2021 : 535) units	-	55,171

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



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).
- 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).

As at Dec 31, 2021							
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees)							
Financial assets measured at fair value							
Investments	347,761,738	-	-	347,761,738	205,665,897	142,095,841	-
Financial assets not measured at fair value							
Bank Balances	-	-	1,306,316,494	1,306,316,494	-	-	-
Profit Receivables	-	-	28,795,735	28,795,735	-	-	-
Deposits, Prepayments and other receivables	-	-	58,631,998	58,631,998	-	-	-
	347,761,738	-	1,393,744,227	1,741,505,965			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	44,844,959	44,844,959	-	-	-
Payable to Trustee	-	-	370,254	370,254	-	-	-
Accrued expenses and other liabilities	-	-	13,142,640	13,142,640	-	-	-
	-	-	58,357,853	58,357,853			



	As at June 30, 2021						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees)							
Financial assets measured at fair value							
Investments	1,363,585,980	-	-	1,363,585,980	288,407,647	145,416,666	-
Financial assets not measured at fair value							
Bank Balances	-	-	935,153,079	935,153,079	-	-	-
Profit Receivables	-	-	62,455,557	62,455,557	-	-	-
Deposits, Prepayments and other receivables	-	-	2,950,000	2,950,000	-	-	-
	1,363,585,980	-	1,000,558,636	2,364,144,616			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	48,012,210	48,012,210	-	-	-
Payable to Trustee	-	-	288,866	288,866	-	-	-
Accrued expenses and other liabilities	-	-	225,271,165	225,271,165	-	-	-
	-	-	273,572,241	273,572,241			

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest Rupee.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



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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 SOVEREIGN YIELD ENHANCER FUND 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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

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, Beaumont Road,
Karachi-75530

Bankers to The Fund

Askari Bank Limited
Bank Alfalah Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
Khushhali Bank Limited
Summit Bank Limited
NRSP Microfinance Bank Limited
The First MicroFinanceBank Limited
Zarai Taraqiat Bank Limited
Dubai Islamic Bank Pakistan Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Askari Sovereign Yield Enhancer (ASYE) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

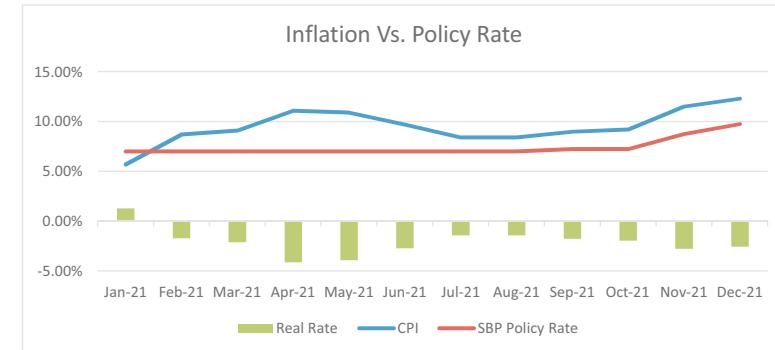
During 2HCY21, ASYE delivered annualized return of 8.35% against the benchmark return of 8.56%. The total assets of the fund dipped 14% during 2HCY21 to PKR 184.14 million. By the end of period, investment in PIBs settled at 48.30%, while exposure in Ijara and T-Bills settled at 24.68% and 12.13% respectively.

Earning per unit (EPU)

EPU has not been disclosed as we feel that the determination of weighted average units for calculating EPU is not practicable for open-end funds.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government



securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Equity market review

Reclassification of Pakistan from MSCI EM to FM with growing pressure on CAD and rising interest rates amid uncertain geopolitics after the US withdrawal from Afghanistan has kept the KSE-100 index under pressure. Benchmark recorded meagre gain of 1.6% in CY21, while in US\$ term the index returned -8.2%. During the year, benchmark index recorded its highest level at 48,976.09 points on June 14, 2021, which was right after the PTI's government's key FY22 Budget speech on June 11, 2021. Market remained strong during the first half, however, rise in raw material and commodities prices and SBP's first hike of the year in Sept'21 tumbled the markets more 4,300 points from year high.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.



Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Director

Dated: February 28, 2022



انٹہار تکفلر
ہم اپنے قابل قدر سرمایہ کاروں کا شکر پیدا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سیکورٹیز ایڈ آچھنگی میشن آف پاکستان، فنڈ کے ٹرستی اور پاکستان اسٹاک آچھنگی کے مسئلہ تعاون اور حمایت کا شکر پیدا کرتے ہیں۔ بورڈ آف ڈائریکٹرز انتظامی کی ٹیم کے عزم اور محنت کے لیے کی جانے والی کوششوں کو بھی سراتے ہیں۔

منجانب بورڈ

ڈائریکٹر

چief ایگزیکٹو فیسر
مورخ: 28 فروری 2022ء



اضافے اور ہم زرعی مصنوعات کے لیے حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیمتیں کی وجہ سے اشیائے خود دنوں کی مہنگائی تیز رفتاری سے بڑھی۔ نتیجتاً، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیوٹیز کی پیہم اور میں اوسٹا 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے بل پر 400bps ~ کا اضافہ ہوا جو دسمبر 2021 میں 7.28% سے دسمبر 21 میں 11.38% تک پہنچ گیا۔



اکٹیویٹی مارکیٹ کا جائزہ

انغاماتان سے امریکی اخلاقاء کے بعد غیر لقینی جغرافیائی سیاست کے درمیان CAD پر بڑھتے ہوئے دباؤ اور بڑھتی ہوئی شرح سود کے ساتھ MSCI EM میں FM سے اضافہ کرنے کی دوبارہ دلچسپی نے 100-KSE انڈسکس کو دباؤ میں رکھا ہوا ہے۔ پیش ما رک نے CY21 میں 1.6% کا معمولی اضافہ ریکارڈ کی، جبکہ امریکی ڈالر کے لحاظ سے انڈسکس 8.2% واپس آیا۔ سال کے دوران، پیش ما رک نے 14 جون 2021 کو اپنی بلند ترین سطح 48,976.09 پاؤنس ریکارڈ کی، جو 11 جون 2021 کو اپنی آئی کی حکومت کی مالی سال 22 کی کلیدی بجٹ تقریر کے ٹھیک بعد تھی۔ پہلی ششماہی کے دوران مارکیٹ مضمون ترین ہی تاہم خام مال اور اضافہ کی قیمتیں میں اضافہ اور ستمبر 21 میں اسٹیٹ بینک کے سال کے پہلے اضافے مارکیٹ کو سال کی بلند ترین سطح سے 4,300 پاؤنس مزید گرا دیا۔



مستقبل کا نظر

آگے بڑھتے ہوئے ہمیں یقین ہے کہ اکٹیویٹی مارکیٹ متعدد محکمات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معاملہ کے بعد EFF کے تحت 1 بیلین امریکی ڈالر کی قیمتیں، میں الاقوامی مارکیٹ میں متعدد مکوك بیان میں کے دریے فنڈا کھانا کرنے کی حکومت کی کوششوں کے ساتھ میکرو اونڈا یونیورسٹی کو مدد فراہم کرے گی۔ MSCI FM میں پاکستان کو نئی روشنی ملنا کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹفولیو یوکی آمد کو کھول دے گا۔ ہمارا یہی مانتا ہے کہ مالی سال 23 کا بجٹ ایک پاپولسٹ شکل اختیار کرے گا اور اس میں کاربود و ستابند پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتخابات سے قبل پہلی آئی آخوندی بجٹ ہو۔



لوپنٹ ہولڈرز کوڈا اسٹریکٹر ان کی رپورٹ

پاک اومان ایسٹ میجنت کمپنی لمبڈ کے یورڈ آف ڈائریکٹریز (BOD) ، عسکری سورین یلڈ انہنسر (ASYF) کی میجنت کمپنی کے 31 دسمبر 2021 کو ختم ہونے والی ششماہی کے لئے نمودیوری بالیائی گوشارے پیش کرتے ہوئے اظہار سرت کرتے ہیں۔

ترقی اور کارکردگی کا جائزہ

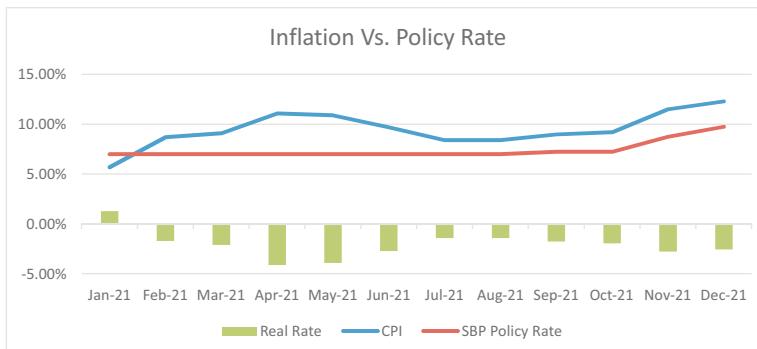
2HCY21 کے دوران، ASYE نے 8.56% کے پیش مارک ریٹرن کے مقابلے میں 8.35% کا سالانہ ریٹرن فراہم کیا۔ فنڈ کے کل اٹھے 2HCY21 کے دوران 14% کم ہو کر 184.14 ملین روپے ہو گئے۔ مدت کے اختتام تک، PIBs میں سرمایہ کاری 48.30% میں کی گئی، اجرہ اور بیٹی میں ایک پیوڑہ بالترتیب 24.68% اور 12.13% طے کیا گیا۔

فی پونٹ آمنی (EPU)

EPU کا اکشاف نہیں کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ EPU کا حساب لگانے کے لیے اوسط اکائیوں کا تعین اپنے ایڈ فنڈز کے لیے قابل عمل نہیں ہے۔

اتصادی جائزہ

وابی بیماری سے منٹے کے فعال انداز اور معیشت کی سرگرمیوں میں بھالی کی توقع سے زیادہ تیرز قاری کی وجہ سے CY21 میں معیشت نے زبردست تبدیلی و کھدائی دی ہے۔ حکومت کی اپنی بنیاد پر نظر ثانی کے بعد، ماہ سال 21 کے دوران ملک کے جی ڈی پی میں 5.37% نیمداشناہی و سال کے دوران تو یہی پی آئندہ کس اوسٹھا 9.5% رہا، جو کہ مرکزی بینک کے 7% - 9% کے قریب مدی ہدف افراط زر سے معمولی زیادہ رہا۔ CY21 کی پہلی ششماہی میں معاشری محاذ پر شہت محکمات دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ میں معمولی طور پر خسارے میں رہا تاہم، CY21 کی بقیہ سماں ہیوں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 بیلین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے دباو کو بڑھایا، جس کی وجہ سے اٹیٹ بینک نے نیادی شروع میں 1275bps اضافہ کر دیا۔



مستقل اکاؤنٹ کا جائزہ

سال کے دوران، تو یا تی کی قیتوں اور ان پت لگت میں اضافے کی وجہ سے اوسط CPI انڈکس 9.5% نیصد تک بڑھ گیا۔ دوسروی طرف، یوریا / ڈی اے پی کی قیتوں میں



CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

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



TRUSTEE REPORT TO THE UNIT HOLDERS

ASKARI SOVEREIGN YIELD ENHANCER

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 Sovereign Yield Enhancer (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 managed the Fund during the six months period ended December 31, 2021 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 24, 2022





ASKARI SOVEREIGN YIELD ENHANCER



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF ASKARI SOVEREIGN YIELD ENHANCER

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim Statement of Asset and Liabilities of Askari Sovereign Yield Enhancer Fund (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

✓ Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



ASKARI SOVEREIGN YIELD ENHANCER

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

Note	31 December 2021	30 June 2021
	Un-audited	Audited
	Note -----(Rupees in '000)-----	

Assets

Balances with bank	4	17,921	55,246
Investments	5	172,757	168,065
Mark up accrued		1,791	4,618
Deposits, prepayments and other receivables		1,951	1,950
Total assets		194,420	229,879

Liabilities

Payable to Management Company	6	8,129	8,139
Payable to Trustee		12	16
Payable to the Securities & Exchange Commission of Pakistan		25	47
Dividend payable		487	3,578
Accrued expenses and other liabilities	7	1,624	4,908
Total liabilities		10,277	16,689

NET ASSETS

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	184,143	213,190
---	----------------	----------------

CONTINGENCIES AND COMMITMENTS

NUMBER OF UNITS IN ISSUE	1,717,223	2,071,815
---------------------------------	------------------	------------------

NET ASSET VALUE PER UNIT	107.2334	102.9004
---------------------------------	-----------------	-----------------

The annexed notes from 1 to 14 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 SOVEREIGN YIELD ENHANCER

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

Note	For the half year ended 31 December		For the quarter ended 31 December	
	2021	2020	2021	2020
	(Rupees in '000)			
Income				
Profit on saving and term deposits	2,842	1,959	1,581	1,236
Income from government securities	7,306	7,808	3,406	3,611
Income from term finance certificates	-	-	-	-
Other income	3,225	-	-	-
Capital gain on sale of investments - net	(180)	(2,510)	543	(2,298)
Net unrealised (dimunition) / appreciation on remeasurement of investments at fair value through profit or loss*	(357)	(3,634)	(899)	842
Total income	12,836	3,623	4,631	3,391
Expenses				
Remuneration of the Management Company	6.1	1,653	1,642	792
Sindh Sales Tax on remuneration of the Management Company	6.2	215	213	103
Reimbursement of operational expenses to the Management Company	6.4	122	122	58
Remuneration of Central Depository Company Limited - Trustee		90	103	36
Annual fees to the Securities & Exchange Commission of Pakistan		24	24	11
Auditors' remuneration		288	377	144
Fees and Subscription		119	119	59
Securities transaction cost		227	190	123
Printing expenses		16	16	8
Bank Settlement and Other Charges		25	13	25
Legal and professional charges		19	57	19
Selling and Marketing		490	-	237
Provision for Sindh Workers' Welfare Fund	7.1	-	15	-
		3,288	2,891	1,615
				1,231
Net income for the period before taxation	9,548	731	3,016	2,160
Taxation	10	-	-	-
Net income for the period after taxation	9,548	731	3,016	2,160
Allocation of Net Income for the year:				
- Net income for the period after taxation	9,548	731	3,016	2,160
- Income already paid on units redeemed	(2,106)	(59)	(59)	(59)
	7,442	672	2,957	2,101
Accounting income available for distribution:				
-Relating to capital gains	-	-	-	-
-Excluding capital gains	7,442	672	2,957	2,101
	7,442	672	2,957	2,101

The annexed notes from 1 to 14 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 SOVEREIGN YIELD ENHANCER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For the half year ended 31 December		For the quarter ended 31 December	
	2021	2020	2021	2020
	Rupees in ('000)			
Net income for the period after taxation	9,548	731	3,016	2,160
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	9,548	731	3,016	2,160

The annexed notes from 1 to 14 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 SOVEREIGN YIELD ENHANCER

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	Half Year Ended December 31					
	2021		2020			
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
----- (Rupees in '000)-----						
Net assets at the beginning of the period	203,909	9,281	213,192	233,524	8,706	242,230
Issue of 2,365,062 (2020: 98,410) units						
-Capital value (at net asset value per unit at the beginning of the period)	243,364	-	243,364	10,099	-	10,099
-Element of (loss) / income	6,637	-	6,637	(85)	-	(85)
	250,001	-	250,001	10,014	-	10,014
Redemption of 2,719,654 (2020: 250,097) units						
-Capital value (at net asset value per unit at the beginning of the period)	(279,853)	-	(279,853)	(25,665)	-	(25,665)
-Element of (loss) / income	(6,637)	(2,108)	(8,745)	85	(59)	26
	(286,490)	(2,108)	(288,598)	(25,580)	(59)	(25,639)
Total comprehensive income for the period	-	9,548	9,548	-	731	731
Net assets at the end of the period	167,420	16,721	184,143	217,958	9,378	227,336
Undistributed income brought forward comprising of:						
-Realized	9,845		8,927			
-Unrealised	(564)		(221)			
	9,281		8,706			
Accounting income available for distribution:						
-Relating to capital gains	-		-			
-Excluding capital gains	7,442		672			
	7,442		9,378			
Undistributed income carried forward - net	16,723		9,378			
Undistributed income carried forward comprising of:						
-Realized	(537)		(6,144)			
-Unrealised	17,260		15,522			
	16,723		9,378			
----- Rupees-----						
Net asset value at the beginning of the period	102,9004		102,6206			
Net asset value at the end of the period	107,2334		102,9252			

The annexed notes from 1 to 14 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 SOVEREIGN YIELD ENHANCER

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

Note	Half Year Ended December 31	
	2021 ----- (Rupees in '000)-----	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	9,548	731
Adjustments for:		
Capital gain on sale of investments - net	180	2,510
Net unrealised gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	357	3,634
Provision for Sindh Workers Welfare Fund	-	15
	537	6,159
(Increase) / decrease in assets		
Investments - Net	(5,229)	79,753
Mark up accrued	2,827	570
Deposits, prepayments and other receivables	(1)	(41)
	(2,403)	80,282
Increase / (decrease) in liabilities		
Payable to Management Company	(10)	(129)
Payable to Trustee	(4)	(2)
Payable to the Securities & Exchange Commission of Pakistan	(22)	(18)
Dividend payable	(3,091)	(15,248)
Accrued expenses and other liabilities	(3,285)	98,344
	(6,412)	82,947
Mark-up on bank balances and term deposits received	-	-
Mark-up on term finance certificates received	-	-
Mark-up on government securities received	-	-
Net cash generated from operating activities	1,270	170,119
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	250,001	10,014
Cash distribution	-	-
Payments against redemption of units	(288,596)	(25,639)
	(38,595)	(15,625)
Net cash used in financing activities	(37,325)	154,494
Net (decrease) / increase in cash and cash equivalents	55,246	10,383
Cash and cash equivalents at the beginning of the period	4	17,921
Cash and cash equivalents at the end of the period	107,2334	102,9252

The annexed notes from 1 to 14 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 SOVEREIGN YIELD ENHANCER

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

Askari Sovereign Yield Enhancer (the Fund) was established under a Trust deed executed between Askari Investment Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee on December 09, 2011. The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) in December 23, 2011.

Pak Oman Asset Management Company Limited (POAMCL) has acquired 100% shares of Askari Investment Management Limited (AIML) from Askari Bank Limited on May 31, 2017 under share purchase agreement dated April 10, 2017. PAOMCL has filed amalgamation scheme, under Section 282 (L) of the Companies Ordinance 1984, which has been approved by SECP via its order dated October 12, 2017. The effective date of merger of POAMCL and AIML is October 30, 2017 as per the above mentioned order."

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 Finance and Trade Centre, First Floor, Tower A, Karachi, Pakistan.

The Fund is an open-ended mutual fund classified as an "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 generate relatively higher yield than the conventional bank deposits, from a portfolio constituted of credit worthy sovereign instruments and banking sector fixed income instruments and deposits.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company. Furthermore, JCR-VIS has assigned a rating of "AA-(f)" to the Fund.

Title to the assets of the Fund are held in the name of CDC as a trustee of the Fund.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;



ASKARI SOVEREIGN YIELD ENHANCER

- 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 Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 requirements of the Trust Deed differ from the IFRS Standards, 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 requirements of the Trust Deed have been followed.

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 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
4. BALANCE WITH BANKS	Note -----(Rupees in '000)-----	
-Saving accounts	4.1 <u>17,921</u>	55,246
4.1	These savings accounts carry mark-up at the rates ranging from 5.75% to 11.25% (30 June 2021: 6.50% to 8.00%) per annum.	
5. INVESTMENTS	Note -----(Rupees in '000)-----	
At fair value through profit or loss - held for trading		
Government Securities	5.1 24,627	123,832
Pakistan Investment Bonds	5.1.2 98,040	44,232
GOP Ijara	5.2 50,090	-
	<u>172,757</u>	<u>168,065</u>



ASKARI SOVEREIGN YIELD ENHANCER

5.1 Government securities

Issue Date	Tenor	Face value			Market value as at 31 December 2021	Market Value as a percentage of	
		As at 01 July 2021	Purchased during the period	Sold / matured during the period		Net assets	Market value of total investments
(Rupees in '000)							
3-Jun-21	3 Months	100,000	-	100,000	-	-	-
16-Jul-20	12 Months	25,000	-	25,000	-	-	-
3-Jun-21	3 Months	-	55,000	55,000	-	-	-
26-Aug-21	6 Months	-	175,000	150,000	25,000	24,627	13.37% 14.26%
15-Jul-21	3 Months	-	200,000	200,000	-	-	0.00%
9-Sep-21	6 Months	-	100,000	100,000	-	-	0.00%
						24,627	13.37% 14.26%
Market Value as at 30-June 2021							
							123,832

5.1.2 Pakistan Investment Bonds

Issue Date	Tenor	Face value			Market value as at 31 December 2021	Market Value as a percentage of	
		As at 01 July 2021	Purchased during the period	Sold / matured during the period		Net assets	Market value of total investments
(Rupees in '000)							
10-Dec-2020	10 Years	50,000	-	50,000	-	0.00%	0.00%
22-Oct-2020	10 Years	-	200,000	200,000	-	0.00%	0.00%
06-May-2021	10 Years	-	100,000	100,000	98,040	53.24%	56.75%
						98,040	53.24% 56.75%
Market Value as at 30 June 2021							
							44,232

5.2 GOP Ijara

Issue Date	Face value			Market value as at 31 December 2021	Market Value as a percentage of	
	As at 01 July 2021	Purchased during the period	Sold / matured during the period		Net assets	Market value of total investments
(Rupees in '000)						
09-Dec-2020	100,000	50,000	50,000	50,090	27.20%	28.99%
					50,090	27.20% 53.24%
Market Value as at 30 June 2021						
						-



ASKARI SOVEREIGN YIELD ENHANCER

31 December 2021	30 June 2021
Un-audited	Audited

Note -----	(Rupees in '000)-----
6.1	262
6.2	34
6.3	7,469
6.4	364
	<u>8,129</u>
	<u>8,139</u>

6. PAYABLE TO THE MANAGEMENT COMPANY

Remuneration of the Management Company 6.1 **262** 254
 Sindh Sales Tax on remuneration of the Management Company 6.2 **34** 33
 Federal Excise Duty on remuneration of the Management Company 6.3 **7,469** 7,469
 Reimbursement of operational expenses to the Management Company 6.4 **364** 383
8,129 **8,139**

6.1 The Management Company has charged its remuneration at the rate of 1.35% (30 June 2021: 1.35%) 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 2021: 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 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. 7,469 million (30 June 2021: Rs. 7,469 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 2021 would have been higher by Rs. 4.35 (30 June 2021: Rs. 3.60) per unit.

6.4 This represents reimbursement of certain expenses to the Management Company. As per



ASKARI SOVEREIGN YIELD ENHANCER

regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

7. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 December 2021	30 June 2021
		Un-audited	Audited
		-----Rupees in ('000)-----	
Auditors' remuneration payable		346	505
Capital gain tax		1	1
Withholding tax payable		405	317
Provision for Sindh Workers' Welfare Fund	7.1	-	3,225
Legal and professional charges payable		19	66
Selling and Advertising payable		536	559
Others		317	235
		1,624	4,349

7.1 PROVISION FOR SINDH WORKERS' WELFARE FUND

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in



ASKARI SOVEREIGN YIELD ENHANCER

the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 12, 2021 amounted to Rs. 3.225 million. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 2.44% which includes 0.12% 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 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

	31 December 2021	2020
	Un-audited	
	-----(Rupees in '000)-----	
11.1 Transactions for the period:		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration of the Management Company	1,653	1,642
Sindh Sales tax on Remuneration of Management Company	215	213
Reimbursement of operational expenses to the Management Company	122	122
Askari Bank Limited		
Profit on balances with banks	11	1
Bank Charges	-	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	80	91
Sindh Sales Tax on remuneration of the Trustee	10	12



ASKARI SOVEREIGN YIELD ENHANCER

	31 December 2021	30 June 2021	Un-audited	Audited
	-----(Rupees in '000)-----			
11.2 Investments / outstanding balances as at period / year end				
Pak Oman Asset Management Company Limited (Management Company)				
Remuneration payable to the Management Company	262	254		
Reimbursement of operational expenses to the Management Company	364	383		
Sindh Sales Tax on remuneration of the Management Company	34	33		
Federal Excise Duty payable on Remuneration of the Management Company	7,469	7,469		
Askari Bank Limited*				
Balances with banks	306	600		
Outstanding 1,000,000 (30 June 2021: 1,000,000) units - at net asset value	107,233	102,900		
Dividend payable	-	3,091		
Hommie Jamshed Nusserwanjee Charitable Trust*				
Outstanding 277,706.7061 (30 June 2021: 277,706.7061) units - at net asset value	29,779	28,576		
Central Depository Company of Pakistan Limited (Trustee)				
Remuneration payable to the Trustee	11	14		
SST on Remuneration payable to the Trustee	1	2		
Security deposit	100	100		
Key Management Personnel of the Management Company				
Outstanding Ni (June 2021: 10) Units	-	3		

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

12. 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 the market participants at the measurement date. Consequently, differences can arise between carrying value and the fair value estimates.

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies 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:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Fair value measurements using inputs other than quoted prices included within level 1 that



ASKARI SOVEREIGN YIELD ENHANCER

are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and

- Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

	As at Dec 31, 2021						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							
Financial assets measured at fair value							
Investments	172,757	-	-	172,757	-	172,757	-
Financial assets not measured at fair value							
Bank Balances	-	-	17,921	17,921	-	-	-
Profit Receivables	-	-	1,791	1,791	-	-	-
Deposits, Prepayments and other receivables	-	-	1,951	1,951	-	-	-
	172,757	-	21,663	194,420			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	8,129	8,129	-	-	-
Payable to Trustee	-	-	12	12	-	-	-
Accrued expenses and other liabilities	-	-	2,136	2,136	-	-	-
	-	-	10,277	10,277			
As at June 30, 2021							
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							
Financial assets measured at fair value							
Investments	168,065	-	-	168,065	-	168,065	-
Financial assets not measured at fair value							
Bank Balances	-	-	55,246	55,246	-	-	-
Profit Receivables	-	-	4,618	4,618	-	-	-
Deposits, Prepayments and other receivables	-	-	1,950	1,950	-	-	-
	168,065	-	61,814	229,879			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	8,139	8,139	-	-	-
Payable to Trustee	-	-	16	16	-	-	-
Accrued expenses and other liabilities	-	-	8,533	8,533	-	-	-
	-	-	16,688	16,688			



ASKARI SOVEREIGN YIELD ENHANCER

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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

"PAK OMAN
ADVANTAGE ASSET ALLOCATION FUND
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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

Asset Manager Rating

AM3 ++ (Positive)

Trustee

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

Auditors

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

Bankers to The Fund

Bank Alfalah Limited
BankIslami Pakistan Limited
JS Bank Limited
Khushhali Bank Limited
NRSP Microfinance Bank Limited
The First MicroFinanceBank Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Pak Oman Advantage Asset Allocation Fund (POAAAF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

During 2HCY21, Pak Oman Advantage Asset Allocation Fund (POAAAF) delivered the return of -17.38% against the benchmark return of -3.13%. The total assets of the fund declined 17% during 2HCY21 to PKR 83.85 million. During 2QFY22, average exposure against equities was maintained at 55%. POAAF generated a return of -2.17% against the KSE 100 performance of -2.47%, generating an out performance of 30bps.

Summary of significant matter - Minimum fund size

As per regulation 54, sub-regulation 3(a) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulation), the net assets of an Open End Scheme Shall be Rs.100 million at all times during the life of scheme and all existing Open End Schemes shall ensure compliance with this minimum scheme size by the first day of July, 2012.

Subject to above, if at any time the size any Open End Scheme falls below the minimum size as specified above, the Management Company shall ensure compliance within three months of the breach and if the fund size remains below the minimum fund size limit for consecutive ninety days, the Asset Management Company shall immediately intimate the grounds to the Commission upon which it believes that the Open End Scheme is still commercially viable and its objective can still be achieved.

The size of the Fund fell below the above-mentioned limit on various occasions during the period ended Dec 31, 2021. From August 25, 2021 to December 31, 2021; the size of the Fund for consecutive 129 days was below Rs.100 million. As at December 31, 2021; the size of the Fund remained below the limit of Rs. 100 million.

Subsequent to the period ended December 31, 2021; the size of the Fund had increased to Rs. 104 million on January 21, 2022 and met the prescribed limit of minimum fund size when the Parent Company of the Management Company transferred its investment from another fund to Pak Oman Advantage Asset Allocation Fund. On January 27, 2022; the size of the Fund again fell below Rs. 100 million.

Loss per unit (LPU)

LPU has not been disclosed as we feel that the determination of weighted average units for calculating LPU is not practicable for open-end funds.

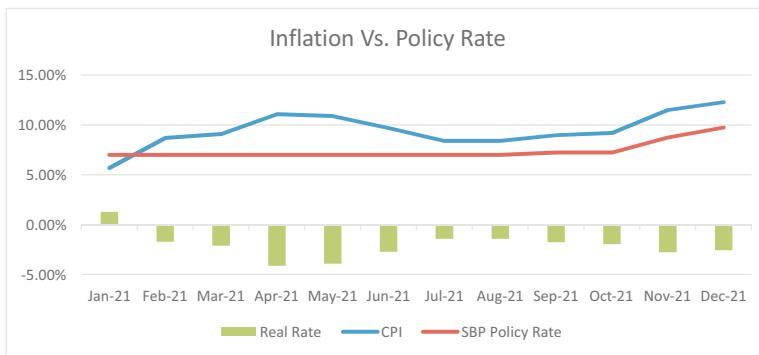
Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged



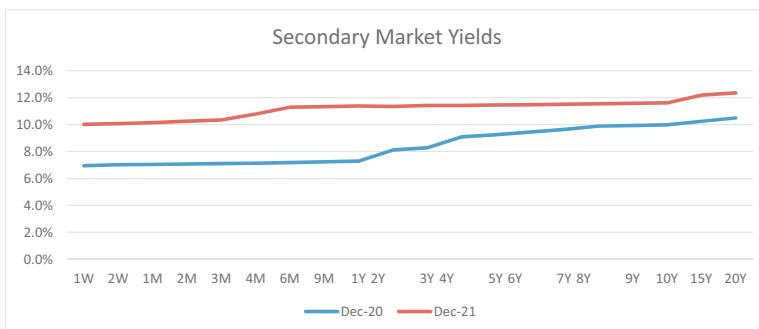
PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Equity market review

Reclassification of Pakistan from MSCI EM to FM with growing pressure on CAD and rising interest rates amid uncertain geopolitics after the US withdrawal from Afghanistan has kept the KSE-100 index under pressure. Benchmark recorded meagre gain of 1.6% in CY21, while in US\$ term the index returned -8.2%. During the year, benchmark index recorded its highest level at 48,976.09 points on June 14, 2021, which was right after the PTI's government's key FY22 Budget speech on June 11, 2021. Market remained strong during the first half, however, rise in raw material and commodities prices and SBP's first hike of the year in Sept'21 tumbled the markets more 4,300 points from year high.



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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

Chief Executive Officer

Director

Dated: February 28, 2022



مستقبل کا نظر

آگے بڑھتے ہوئے، ہمیں یقین ہے کہ کامیابی مارکیٹ متعدد محکمات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معابرے کے بعد EFF کے تحت 1 امدادی امریکی ڈالر کی قیمت، میں الاقوامی مارکیٹ میں متعدد سکوک یا میوں کے ذریعہ فنڈ اکٹھا کرنے کی حکومت کی کوششوں کے ساتھ میکرو ائنڈیکٹرز کو مد弗ہ ہم کرے گی۔ MSCI FM میں پاکستان کو کثری و پیچ مقص کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فویوکی آمد کو کھول دے گا۔ ہمارا یہ بھی مانتا ہے کہ مالی سال 23 کا بجٹ ایک پاپسٹ ٹکل اقتدار کرے گا اور اس میں کاروبار و سناہ پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتخابات سے تپ پیٹی آئی کا آخری بجٹ ہو۔

اظہار شکر

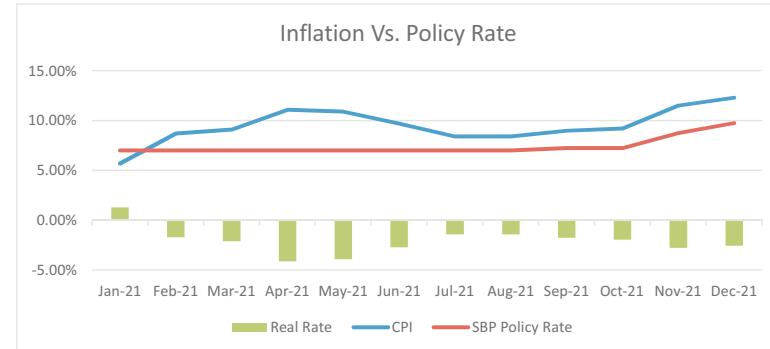
ہم اپنے قابل قدر سرمایہ کاروں کا شکر یاد کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سکیورٹیز ایڈا ٹکچ کیشن آف پاکستان، فنڈ کے ٹرستی اور پاکستان اسٹاک ٹکچ کے مسئلہ تعاون اور حمایت کا شکر یاد کرتے ہیں۔ بورڈ آف ڈائریکٹر راستہ نامیکی ٹیم کے عزم اور محنت کے لیے کی جانے والی کوششوں کو بھی سراہتی ہیں۔

منجانب بورڈ

ڈائریکٹر

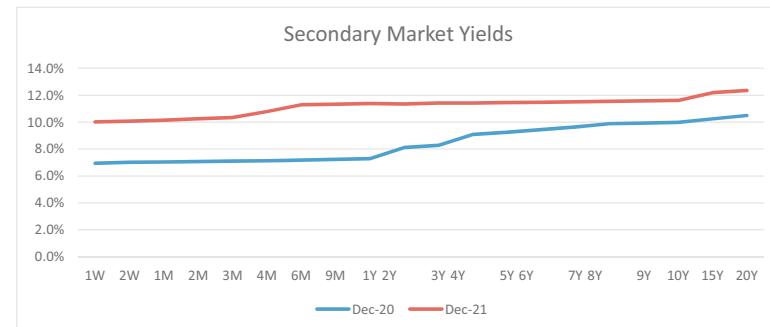
چیف ایگزیکٹو افسر

مورخ: 28 فروری 2022



مستقبل کا نظر

سال کے دوران، بولانی کی قیتوں اور ان پت لائلٹ میں اضافے کی وجہ سے اوسط CPI ائنڈیکس 9.5% کا نصف تک بڑھ گیا۔ دوسری طرف، یوریاً ڈی اے پی کی قیتوں میں اضافے اور اہم زرعی مصنوعات کے لیے حکومت کی جانب سے اعلان کردہ امدادی قیتوں کی وجہ سے اشیا نے خود دنوں کی مہنگائی تیز رفتار سے بڑھی۔ نتیجتاً، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیورٹیز کی پیداوار میں اوسط 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے بل پر 400bps ~ کا اضافہ ہوا جو سب سے 20 میں 28.7% نیصد ہو گیا۔



اکٹیوٹیٹ کا نظر

انداختان سے امریکی انجلاء کے بعد غیر یقینی جغرافیائی سیاست کے درمیان CAD پر بڑھتے ہوئے دیکھا اور بڑھتی ہوئی شرح سود کے ساتھ MSCI EM میں پاکستان کی دوبارہ درجہ بندی نے 100 ائنڈیکس کو باہمیں رکھا ہوا ہے۔ ٹکچ مارک نے CY21 میں 1.6% کا معمولی اضافہ رکارڈ کیا، جبکہ امریکی ڈالر کے لحاظ سے ائنڈیکس 8.2% واپس آیا۔ سال کے دوران، ٹکچ مارک ائنڈیکس نے 14 جون 2021 کو پنی بلند ترین سطھ 48,976.09 پاؤنس رکارڈ کی، جو 11 جون 2021 کو پنی آئی کی حکومت کی مالی سال 22 کی کلیدی بحث تقریر کے تھیں بعثتی۔ پہلی ششماہی کے دوران مارکیٹ مضبوط رہی، تاہم خام مال اور اشیاء کی قیتوں میں اضافہ اور سب سے اٹیٹ بینک کے سال کے پہلے اضافے مارکیٹوں کو سال کی بلند ترین سطھ سے 4,300 پاؤنس مزید کر دیا۔



لوپنٹ ہولڈرز کوڈ اریکٹران کی رپورٹ

پاک اومان ایسٹ میجنت کمپنی لیمیٹڈ کے بورڈ آف ڈائریکٹرز (BOD)، پاک اومان ایسٹ ایلوکیشن فنڈز (POAAAF) کی میجنت کمپنی کے 31 دسمبر 2021 کو ختم ہونے والی شماں کے لئے مخدوم عبوری مالیاتی گوشوارے پیش کرتے ہوئے اظہار صرفت کرتے ہیں۔

ترقی اور کارگی کا جائزہ

2HCY21 کے دران، پاک اومان ایسٹ ایلوکیشن فنڈز (POAAAF) نے 3.13% - کٹھن مارک ریزن کے مقابلے میں 17.38% - کاسالاریز انفرین فراہم کیا۔ فنڈ کے کل اٹھے 2HCY21 کے دران 17% کم ہو کر 83.85 ملین روپے ہو گئے۔ 2QFY22 کے دران، ایلوکیشن فنڈ کے عوض اوسٹ ایکسپریور 55% پر برقرار رہا۔ KSE 100 پر POAAF اٹھکس 2.47% - کارگردگی کے مقابلے 2.17% - منفعت پیدا کی، جو کہ 30bps کی بہتر کارگی ظاہر کر رہی ہے۔

اہم معاملہ کا خلاصہ - AAAF کی تفخیم

نام بینانگ فنا کنسٹرکٹن اینڈ نیفا نیڈ ایلوکیشن، 2008 (این بی ایف سی ریگیشن) کے ضابط 54، ذیلی ضابط (a) 3 کے مطابق، اوپن اینڈ اسکیم کے خاص اٹھے اسکیم کی تمام زندگی کے دران ہر وقت 100 ملین روپے ہوں گے اور تمام موجودہ اوپن اینڈ اسکیمیں جولائی 2012 کے پہلے دن تک اسکیم کے اس کم ازکم سائز کی قابلیت کو تینیں بنا سکیں گی۔

مندرجہ بالا کے حوالہ سے، اگر کسی بھی وقت کسی بھی اوپن اینڈ اسکیم کا سائز اور پر بیان کردہ کم ازکم سائز سے نیچے آتا ہے، تو میجنت کمپنی خلاف ورزی کے تین ماہ کے اندر تعیین کو تینیں بنا سکے گی اگر فنڈ کا سائز کا تاریخے دنوں تک فنڈ کے سائز کی کم ازکم حد سے نیچہ رہتا ہے تو، اٹھنے میجنت کمپنی فوری طور پر کیشن کو ان وجوہات سے آگاہ کرے گی جن پر اسے تعین ہے کہ اوپن اینڈ اسکیم ابھی تجارتی طور پر قابل عمل ہے اور ابھی بھی اس کا مقصود حاصل کیا جا سکتا ہے۔

31 دسمبر 2021 کو ختم ہونے والی مدت کے دران مختلف موقع پر فنڈ کا جم اور پر بیان کردہ حد سے نیچا گیا۔ 25 اگست 2021 سے 31 دسمبر 2021 تک: مسلسل 129 دنوں تک فنڈ کا جم 100 ملین روپے سے کم تھا۔ جیسا کہ 31 دسمبر 2021 کو، فنڈ کا سائز 100 ملین روپے کی حد سے نیچہ رہا۔

31 دسمبر 2021 کو ختم ہونے والی مدت کے بعد، فنڈ کا سائز 21 جوئی 2022 کو 104 ملین روپے تک بڑھ گیا اور فنڈ کا سائز کی کم ازکم مقررہ حد کو پورا کیا جب میجنت کمپنی کی پیش کمپنی نے پاک اومان ایسٹ ایلوکیشن فنڈ کو دوسرے فنڈ سے اپنی سرمایہ کاری تھنک کی۔ 27 جوئی 2022 کو، فنڈ کا سائز دوبارہ 100 ملین روپے سے نیچے رہا۔

فی پونڈ تھکان (LPU)

LPU کا اکشاف نہیں کیا گیا ہے کیونکہ یہیں میں لگتا ہے کہ LPU کا حساب لگانے کے لیے اسٹ اکیوں کا تین اوپن اینڈ فنڈ کے لیے قابل عمل نہیں ہے۔

اتقادی جائزہ

وابائی بیماری سے منٹے کے لیے حکومت کے فعال انداز اور محیثت کی سرگرمیوں میں بھالی کی توقع سے زیادہ تیرترقاری کی وجہ سے CY21 میں محیثت نے زبردست تبدیلی دکھائی دی ہے۔ حکومت کی اپنی بنیاد پر نظر ثانی کے بعد، مالی سال 21 کے دران ملک کے جن ذی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دران تو ہی پی آئی اٹھکس اوسٹ 9.5% رہا، جو کہ مرکزی بینک کے 7-9% کے قریب مدتنی ہرف افراہ ازر سے محدود رہا۔ CY21 کی بھلی ششماہی میں معافی محاذ پشت محکمات دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ میلن معمولی طور پر خسارے میں رہا، تاہم CY21 کی بقیہ سماں ہیوں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الان القوای اور عقاومی منڈیوں میں اشیاء کی قیتوں میں اضافے نے دران قیتوں کے دبا کو بڑھایا۔ جس کی وجہ سے اٹھیٹ بینک نے بنیادی شرحوں میں 275bps اضافہ کر دیا۔



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

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

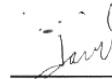
Pak Oman Advantage Asset Allocation Fund, an open end scheme established under a Trust Deed dated May 27, 2008 executed between Pak Oman Asset Management Company Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee.

Digital Custodian Company Limited formerly MCB financial Services Limited was appointed as a new trustee in place of CDC under third supplemental Trust Deed dated 15 May 2012. Accordingly the Trust Deed was approved by SECP on 17 January 2012 under the Rules. However, the assets of the Fund were transferred on June 13, 2012.

1. Pak Oman Asset Management Company Limited, the Management Company of Pak Oman Advantage Asset Allocation Fund has, in all material respects, managed Pak Oman Advantage Asset Allocation Fund during the period ended 31st December 2021 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement

The attention of the unit holders is drawn towards emphasis of matter mentioned independent auditor's review report in which net assets of the scheme at 31st December 2021 was 83.853 million below the prescribed limit of 100 million as per regulation 54 (3a) of NBFC regulation 2008.

Karachi: February 25, 2022


Authorize signatory



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of asset and liabilities of Pak Oman Advantage Asset Allocation Fund (the Fund) as at December 31, 2021 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 (hereinafter referred to as the "condensed interim financial information"), for the six month period ended December 31, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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.

Emphasis of Matter

Without qualifying our conclusion, we draw attention to the fact that the fund Net Asset Value as at December 31, 2021 was 83.853 million which is below the prescribed benchmark of 100 million as per regulation no 54 (3a) of Non-Banking Finance Company's regulations 2008. These conditions, along with the other matters set forth in Note number 1.1 indicate the existence of a material uncertainty which may cast significant doubt about the Fund's ability to continue as a going concern.

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

Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
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RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

31 December 2021 30 June 2021

Un-audited Audited

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

Assets

Balances with Bank
Investments
Dividend receivable and markup accrued
Deposits, prepayments and other receivables
Total assets

4	40,190	17,425
5	41,874	88,315
	560	519
	5,001	4,887
	87,625	111,145

Liabilities

Payable to Management Company
Payable to Trustee
Payable to the Securities and Exchange Commission of Pakistan
Payable against purchase of equity securities
Dividend payable
Accrued expenses and other liabilities
Total liabilities

6	1,118	1,122
	25	26
	29	19
	-	4,025
	1,360	1,360
7	1,240	3,100
	3,772	9,652

NET ASSETS

UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)

83,853 101,493

CONTINGENCIES AND COMMITMENTS

8

NUMBER OF UNITS IN ISSUE

2,031,198 2,031,103

NET ASSET VALUE PER UNIT

41.2824 49.9695

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

(LOSS) / INCOME	For the Half Year Ended 31 December 2021		For the Quarter Ended 31 December 2020	
	Note	Rupees in (000')	Note	Rupees in (000')
	-----	-----	-----	-----
Mark-up income on saving accounts		1,019		865
Mark-up Income on term finance certificates		195		402
Mark-up income on Sukuk certificates		-		36
Mark-up income on Pakistan Investment Bonds		-		(36)
Dividend income		779		666
Other Income		1,838		(548)
Capital (loss) / gain on sale of investments		(6,933)		806
Unrealised (loss) / gain on revaluation of marketable securities at fair value through profit or loss		(12,399)		647
		(15,501)		2,902
		11,754		(22,467)
				6,630
EXPENSES				
Remuneration of the Management Company	6.1	931	971	437
Sindh Sales Tax on remuneration of the Management Company	6.2	120	126	56
Reimbursement of operational expenses to the Management Company	6.3	47	49	22
Selling and Marketing expense	6.4	186	-	170
Remuneration of Trustee		34	36	32
Annual fee to the Securities and Exchange Commission of Pakistan		9	10	4
Auditors' remuneration		256	291	148
Securities transaction cost		427	1,121	(73)
Printing and Stationary charges		16	16	8
Legal and professional charges		85	29	64
Fees and Subscription		18	17	14
Settlement and Bank charges		3	-	3
Provision for Sindh Workers' Welfare Fund		-	184	(78)
Total expenses		2,132	2,847	807
Taxation	10	-	-	-
Net income / (loss) for the period before taxation		(17,633)	8,907	(23,274)
Allocation of Net income for the period:				
- Net loss for the period after taxation		(17,633)	8,907	(23,274)
- Income already paid on units redeemed		-	(235)	-
		(17,633)	8,672	(23,274)
Accounting income available for distribution:				
- Relating to capital gains		-	8,983	5,148
- Excluding capital gains		(17,633)	(311)	(23,274)
		(17,633)	8,672	(23,274)
				4,870

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021**

	For the Half Year Ended 31 December 2021		For the Quarter Ended 31 December 2020	
	Note	Rupees in (000')	Note	Rupees in (000')
	-----	-----	-----	-----
Net (loss) / income for the period after taxation		(17,633)	8,907	(23,274)
Other comprehensive (loss) / income for the period		-	-	-
Total comprehensive (loss) / income for the period		(17,633)	8,907	(23,274)
				5,105

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	31 December		
	2021	2020	
	Capital Value	Undistributed Income	Total
	Rupees in ('000)	Rupees in ('000)	Rupees in ('000)
Net assets at the beginning of the period	97,537	3,956	101,493
Issuance of 15,237 (2020: 1,221) units			
-Capital value (at net asset value per unit at the beginning of the period)	761	-	761
-Element of (loss) / income	(32)	-	(32)
	729	-	729
Redemption of 15,142 (2020: 72,016) units			
-Capital value (at net asset value per unit at the beginning of the period)	(757)	-	(757)
-Element of (loss) / income	21	-	21
	(736)	-	(736)
Total comprehensive income for the period	-	(17,633)	(17,633)
Dividend Distribution	-	-	-
Net assets at the end of the period	97,530	(13,677)	83,853
Undistributed income brought forward comprising of:			
-Realized	5,730		(3,664)
-Unrealised	(1,774)		(2,342)
	3,956		(6,006)
Accounting income available for distribution:			
-Relating to capital gains	-		8,983
-Excluding capital gains	(17,633)		(311)
	(17,633)		8,672
Undistributed income carried forward - net	(13,677)		2,666
Undistributed income carried forward comprising of:			
-Realized	(1,278)		1,564
-Unrealised	(12,399)		1,102
	(13,677)		2,666
	-----	Rupees-----	
Net asset value at the beginning of the period	49,9695		45,1865
Net asset value at the end of the period	41,2824		48,7961

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	31 December	
Note	-----	Rupees in ('000') -----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period after taxation		
	(17,633)	8,907
Adjustments for:		
Net loss / (gain) on sale of investments	6,933	(7,881)
Net unrealised diminution / (appreciation) on remeasurement of investments at fair value through profit or loss'	12,399	(1,102)
	19,332	(8,983)
Decrease in assets		
Investments - Net	27,108	15,028
Mark-up accrued	(41)	1,505
Deposits, prepayment and other receivable	(114)	(5,205)
	26,953	11,328
(Decrease) / Increase in liabilities		
Payable to Management Company	(4)	(39)
Payable to Trustee	(1)	-
Payable to the Securities & Exchange Commission of Pakistan	10	(10)
Payable against purchase of equity securities	(4,025)	-
Accrued expenses and other liabilities	(1,860)	6,534
	(5,880)	6,485
Net cash generated from operating activities	22,772	17,737
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	729	58
Payments against redemption of units	(736)	(3,490)
Net cash used in financing activities	(7)	(3,432)
Net increase in cash and cash equivalents	22,765	14,305
Cash and cash equivalents at the beginning of the period	17,425	20,663
Cash and cash equivalents at the end of the period	4	40,190
	40,190	34,968

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information.

**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 2021****1 LEGAL STATUS AND NATURE OF BUSINESS**

Pak Oman Advantage Asset Allocation Fund (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Limited as the Management Company and MCB Financial Services Limited (MCBFSL). The trust deed was approved on 02 June 2008 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (The NBFC Rules) and was executed on 18 March 2011.

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 Finance and Trade Centre, First Floor, Tower A, Karachi, Pakistan.

The Fund is an open-ended mutual fund classified as an "Asset Allocation" 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 Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at August 06,2021. and a stability rating of 1 Year -2 Star, 3 Year -2 Star, 5 Year -2 Star by PACRA to the Fund as at August 06, 2021.

Title to the assets of the Fund are held in the name of MCBFSL as trustee of the Fund.

1.1 Going Concern Status

As per regulation 54, sub-regulation 3(a) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulation), the net assets of an Open End Scheme Shall be Rs.100 million at all times during the life of scheme and all existing Open End Schemes shall ensure compliance with this minimum scheme size by the first day of July, 2012.

Subject to above, if at any time the size any Open End Scheme falls below the minimum size as specified above, the Management Company shall ensure compliance within three months of the breach and if the fund size remains below the minimum fund size limit for consecutive ninety days, the Asset Management Company shall immediately intimate the grounds to the Commission upon which it believes that the Open End Scheme is still commercially viable and its objective can still be achieved.

The size of the Fund fell below the above-mentioned limit on various occasions during the period ended Dec 31, 2021. From August 25, 2021 to December 31, 2021; the size of the Fund for consecutive 129 days was below Rs.100 million. As at December 31, 2021; the size of the Fund remained below the limit of Rs. 100 million.



Subsequent to the period ended December 31, 2021; the size of the Fund had increased to Rs. 104 million on January 21, 2022 and met the prescribed limit of minimum fund size when the Parent Company of the Management Company transferred its investment from another fund to Pak Oman Advantage Asset Allocation Fund. On January 27, 2022; the size of the Fund again fell below Rs. 100 million. The conditions stated above, indicate the existence of material uncertainties which may cast significant doubt about the fund's ability to continue as going concern.

1.2 Mitigating Factors

The Company has taken following steps to make the fund to continue as going concern:

- Implementation of a stronger investment strategy; POAMCL has been undergone HR changes and hired process of finalizing all key teams which will allow us to implement a stronger investment strategy that can fulfill all fiduciary duties.
- Research; we are aiming to build a stronger base in fundamental research, utilizing newly acquired resources for in-house research. We will also be casting a wider net to capture research from various brokerage houses and think tanks, to supplement our fundamental approach to fund management.
- Sales; with the improvement in returns, the investment team will be aiming to educate the sales team in key areas. This will translate into sticky business, where investors are buying our investment thesis and not just returns. This will allow a steady maintenance of AUMs.
- Despite the underperformance in returns, we have not experienced any redemption in the fund. This is because of tightly knit investor base that supports our vision. We look forward to further strengthening and growing our relationships.

The management has prepared future projections in line with the above mentioned factors which shows that the fund will remain going concern in future.

Based on the above the financial information have been prepared on the basis of going concern assumption.

2 STATEMENT OF COMPLIANCE

These condensed interim financial information 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



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

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 information does not include all the information and disclosures required in the annual financial information and should be read in conjunction with the annual published financial statements of the Fund for the year ended 30 June 2021.

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 information give a true and fair view of the state of the Fund's affairs as at 31 December 2021.

3 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 30 June 2021.

	31 December 2021	30 June 2021	Un-audited	Audited
Note -----Rupees in '000-----				

4 CASH AND BANK BALANCES

Balances with banks:				
- in saving accounts	4.1	40,190	17,425	

- 4.1** The rate of return on these accounts ranges between 2.75% - 8.745% (30 June 2021: 2.75% and 8.745%) per annum.

5 INVESTMENTS

At fair value through profit or loss - held for trading

Listed equity securities	5.1	41,874	79,578	
Term finance certificates	5.2	-	8,737	
	41,874	88,315		



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

5.1 Listed equity securities

At fair value through profit or loss - equity securities

Shares of listed companies- fully paid ordinary shares with a face value of Rs 10 each unless stated otherwise

Name of Investee Company	Number of Shares				Rupees		Percentage			
	As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
COMMERCIAL BANKS										
MEEZAN BANK LIMITED	18,468	-	55	18,100	423	43	57	0.14%	0.07%	-
HABIB BANK LIMITED	-	27,000	-	-	27,000	3,039	3,149	7.52%	3.76%	0.002%
UNITED BANK LIMITED	42,000	-	42,000	-	-	-	-	-	-	-
	60,468	27,000	55	60,100	27,423	3,082	3,206	7.66%	3.83%	
Glass & Ceramics										
Ghani Global Glass Limited	75,000	154,000	-	229,000	-	-	-	-	-	-
	75,000	154,000	-	229,000						
CEMENT										
D.G. KHAN CEMENT COMPANY LIMITED	40,500	26,844	-	10,344	57,000	6,261	4,728	11.29%	5.64%	0.032%
FAUJI CEMENT COMPANY LIMITED	258,000	40,000	-	186,000	112,000	2,546	2,057	4.91%	2.45%	0.081%
POWER CEMENT LIMITED	391,000	-	391,000	-	-	-	-	-	-	-
Lucky Cement	-	3,400	-	-	3,400	2,981	2,310	5.52%	2.75%	0.001%
MAPLE LEAF CEMENT FACTORY LIMITED	42,000	64,000	-	13,000	93,000	3,897	3,343	7.98%	3.99%	0.007%
PIONEER CEMENT LIMITED	16,000	-	4,000	12,000	1,573	1,065	2.54%	1.27%	0.006%	-
	74,500	134,244	-	604,344	277,400	17,258	13,503	32.24%	16.10%	
POWER GENERATION AND DISTRIBUTION										
K-ELECTRIC LIMITED	-	260,000	-	260,000	-	-	-	-	-	-
THE HUB POWER COMPANY LIMITED	-	36,000	-	13,000	23,000	1,608	1,641	3.92%	1.96%	-
KOT ADDU POWER COMPANY LIMITED	-	25,000	-	26,000	-	-	-	-	-	-
	-	322,000	-	299,000	23,000	1,608	1,641	3.92%	1.96%	
OIL AND GAS MARKETING COMPANIES										
PAKISTAN STATE OIL COMPANY LIMITED	12,284	-	-	12,000	284	61	50	0.12%	0.06%	-
SUI NORTHERN GAS PIPELINES LIMITED	-	129,000	-	70,000	59,000	2,937	1,974	4.71%	2.35%	0.009%
	12,284	129,000	-	82,000	59,284	2,998	2,024	4.83%	2.41%	
OIL AND GAS EXPLORATION COMPANIES										
Cherryco Pk Limited (Byco Petroleum Limited)	164,000	297,000	-	311,000	150,000	1,623	1,022	2.44%	1.22%	0.124%
OIL & GAS DEVELOPMENT COMPANY LIMITED	-	30,000	-	-	30,000	2,711	2,586	6.18%	3.08%	0.001%
PAKISTAN PETROLEUM LIMITED	12,000	74,000	-	37,000	49,000	3,697	3,873	9.25%	4.62%	0.002%
	176,000	401,000	-	348,000	229,000	8,031	7,481	17.87%	8.92%	
ENGINEERING										
AMRELI STEELS LIMITED	49,000	44,000	-	93,000	-	-	-	-	-	-
INTERNATIONAL STEELS LIMITED	23,000	11,000	-	34,000	-	-	-	-	-	-
MUGHAL IRON AND STEEL INDUSTRIES LTD	29,000	-	29,000	-	-	-	-	-	-	-
	101,000	55,000	-	156,000						
Cables & Electrical Goods										
PAK ELEKTRON LIMITED	64,000	-	64,000	-	-	-	-	-	-	-
Waves Singer Pakistan	-	120,000	-	120,000	-	-	-	-	-	-
	64,000	120,000	-	184,000						
FERTILIZER										
FAUJI FERTILIZER BIN QASIM LIMITED	109,000	-	109,000	-	-	-	-	-	-	-
	109,000									
PHARMACEUTICALS										
THE SEARLE COMPANY LIMITED	232	-	-	-	232	56	33	0.08%	0.04%	-
	232				232	56	33	0.08%	0.04%	
CHEMICALS										
ENGRO POLYMER & CHEMICALS LIMITED	126,000	-	126,000	-	-	-	-	-	-	-
	126,000									



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

Name of Investee Company	Number of Shares				Rupees		Percentage		
	As at 01 July 2021	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 December 2021	Carrying value as at 31 December 2021	Market value as at 31 December 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets
FOODS AND PERSONAL CARE PRODUCTS									
TRENT CORPORATION LIMITED	126,000	-	46,000	80,000	4,579	3,335	7.96%	3.98%	-
Unity Foods Limited	90,000	-	-	7,000	83,000	3,695	2,197	5.49%	2.68%
Unity Foods Limited - LOR	-	16,699	-	-	16,699	-	18	0.05%	0.02%
AL-SHAHEER CORPORATION LIMITED'	-	104,000	-	104,000	-	-	-	-	-
	90,000	246,699	-	157,000	179,699	8,274	5,550	13.50%	6.68%
REFINERY									
National Refinery Limited	4,500	-	-	4,500	-	-	-	-	-
	4,500	-	-	4,500	-	-	-	-	-
TECHNOLOGIES AND COMMUNICATION									
NETSOL Technologies Pakistan	22,000	42,000	-	23,000	41,000	6,534	3,848	9.00%	5.00%
TRG Pak Ltd	47,000	22,000	-	69,000	-	-	-	-	-
SYSTEMS LIMITED	-	1,200	-	-	1,200	841	912	2.00%	1.00%
	69,000	65,200	-	92,000	42,200	7,375	4,760	11%	6.00%
TEXTILE COMPOSITE									
Nishat Mills Limited	31,500	-	31,500	-	-	-	-	-	-
	31,500	-	31,500	-	-	-	-	0.00%	0.00%
TRANSPORT									
PAKISTAN INTERNATIONAL BULK LIMITED	593,500	-	-	215,000	378,500	4,307	2,786	0.07%	0.03%
	593,500	-	-	215,000	378,500	4,307	2,786	0.07%	0.03%
MISCELLANEOUS									
Pakistan Aluminum Beverage Cans Limited	-	64,000	-	38,000	26,000	1,284	890	2.13%	1.06%
SIDDIQSONS TIN PLATE LIMITED	-	60,000	-	60,000	-	-	-	-	-
	-	124,000	-	98,000	26,000	1,284	890	2.13%	1.06%
Total as at 31 December 2021					1,242,738	54,273	41,874	100%	41%
Total as at 30 June 2021					46,889		37,420		

5.1.1 Investments include shares with market value of Rs. 2.607 million (30 June 2021: Rs. 3.7330 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trade in accordance with circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

5.2 Term finance certificates - unlisted

Name of the investee company	Number of certificates				Market value as at 31 December 2021	Investment as a percentage of		
	As at 01 July 2021	Purchased during the year	Sold / matured during the year	As at 31 December 2021		Net assets	Market Value of total Investment	Issue size
Rs in '000' -----%								

All term finance certificates have a face value of Rs. 5,000 each unless stated otherwise

JS Bank Limited (29-Dec-2017)	85	-	85	-	-	-
	85	-	85	-	-	-

Market value as at December 31, 2021

Market value as at June 30, 2021

7,822



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

	31 December 2021	30 June 2021
	Un-audited	Audited
6 PAYABLE TO MANAGEMENT COMPANY	Note -----Rupees in '000-----	-----
Remuneration of the Management Company	6.1	117
Sindh sales tax payable on remuneration of the Management Company	6.2	115
Federal Excise Duty payable on remuneration of the Management Company	6.3	736
Reimbursement of operational expenses to the Management Company	6.4	32
Marketing and advertising fee payable	6.5	91
Sales Load Payable	27	70
	1,118	1,122

- 6.1** The Management Company has charged its remuneration at the rate of 2% (30 June 2021: 2%) 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 2021: 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 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. 0.736 million (30 June 2021: Rs. 0.736 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 2021 would have been higher by Rs. 0.36 (30 June 2021: Rs. 0.36) per unit.

- 6.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund..

6.5 SECP vide Circular No. 40 of 2016 dated 30 December 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (01 January 2017 till 31 December 2019) 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.

		31 December 2021	30 June 2021
		Un-audited	Audited
7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Rupees in '000-----
	Auditors' remuneration payable	256	402
	Transaction / Settlement charges payable	629	529
	Provision for Sindh Workers' Welfare Fund	7.1	- 1,837
	Other Payable	355	332
		1,240	3,100

7.1 "As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund."

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 4.71% which includes 0.47% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio exceeds the maximum limit of 4.50% 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.

Un-audited
For the Quarter Ended
December 31
2021
2020
Un-audited

11 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES -----Rupees in '000-----

11.1 Details of transaction with related parties during the period are as follows:

Pak Oman Asset Management Company Limited (Management Company)

Remuneration of the Management Company	931	971
Sindh Sales tax on Remuneration of Management Company	120	126
Reimbursement of operational expenses to the Management Company	47	49
Selling and Marketing expense	186	-

MCB Financial Services Limited (Trustee)

Remuneration of the Trustee	30	32
SST on Remuneration of the Trustee	4	4

31 December 2021	30 June 2021
Un-audited	Audited
-----Rupees in '000-----	

11.2 Balances outstanding at the period / year end

Pak Oman Asset Management Company Limited (Management Company)

Remuneration payable to the management company	117	137
Sindh Sales tax payable on remuneration of the Management Company	115	118
Federal Excise Duty payable on remuneration of the Management Company	736	736
Reimbursement of operational expenses to the Management Company	32	33
Marketing and advertising fee payable	91	70
Front End Load Payable	27	28

MCB Financial Services Limited (Trustee)

Trustee fee payable	22	23
SST on Trustee fee payable	3	3

Pak Oman Investment Company Limited - Parent of the Management Company

Investment held in the fund 2,000,000 (30 June 2021: Nil) units	82,565	-
Dividend Payable	-	1,123



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

12 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.

Fair value hierarchy:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)"
- Level 3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The following table presents the Fund's financial assets which are carried at fair value:

As at Dec 31, 2021							
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
(Rupees in '000)							
Financial assets measured at fair value							
Investments	41,874	-	-	41,874	41,874	-	-
Financial assets not measured at fair value							
Bank Balances	-	-	40,190	40,190	-	-	-
Profit Receivables	-	-	560	560	-	-	-
Deposits, Prepayments and other receivables	-	-	5,001	5,001	-	-	-
	41,874	-	45,751	87,625			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	1,118	1,118	-	-	-
Payable to Trustee	-	-	25	25	-	-	-
Accrued expenses and other liabilities	-	-	2,629	2,629	-	-	-
	-	-	3,772	3,772			



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

As at June 30, 2021						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2
On-balance sheet Financial Instruments						
(Rupees in '000)						
Financial assets measured at fair value						
Investments	88,315	-	-	88,315	79,578	8,737
Financial assets not measured at fair value						
Bank Balances	-	-	17,425	17,425	-	-
Profit Receivables	-	-	519	519	-	-
Deposits, Prepayments and other receivables	-	-	4,887	4,887	-	-
	88,315	-	22,831	111,146		
Financial liabilities not measured at fair value						
Payable to Management Company	-	-	1,122	1,122	-	-
Payable to Trustee	-	-	26	26	-	-
Accrued expenses and other liabilities	-	-	8,504	8,504	-	-
	-	-	9,652	9,652		

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

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.



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

13 GENERAL

Figures have been rounded off to the nearest thousand rupee.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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

PAK OMAN
ADVANTAGE ISLAMIC INCOME FUND
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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

Asset Manager Rating

AM3 ++ (Positive)

Trustee

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

Auditors

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

Bankers to The Fund

BankIslami Pakistan Limited
Bank Alfalah Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
NRSP Microfinance Bank Limited
Silkbank Limited
Soneri Bank Limited
Zarai Taraqiati Bank

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Pak Oman Advantage Islamic Income Fund (POAIIF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the half year ended December 31, 2021.

Development and performance review

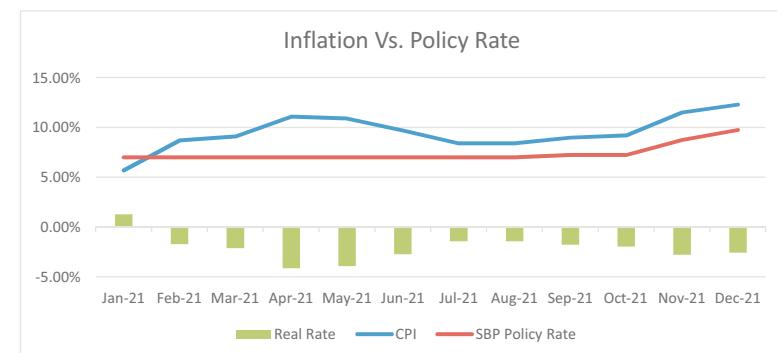
During 2HCY21, POAIIF delivered annualized return of 7.82% against the benchmark return of 3.13%. The total assets of the fund declined 31% during 2HCY21 to PKR 1,225.17 million. By end of Dec 2021, exposure against variable rate GOP Ijarah sukuk was reduced to 34.88% while approximately 45.47% of the funds were invested as cash.

Earning per unit (EPU)

EPU has not been disclosed as we feel that the determination of weighted average units for calculating EPU is not practicable for open-end funds.

Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee 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.

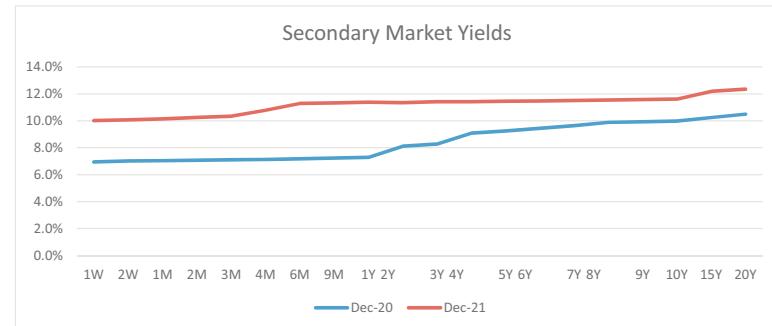
For and on behalf of the Board

Chief Executive Officer

Dated: February 28, 2022



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND



مستقبل کا نتیجہ نظر

آگے بڑھتے ہوئے، ہمیں لقین ہے کہ ایکی مارکیٹ متعدد حکومات پر کارکردگی کا مظاہرہ کرے گی۔ چھٹے جائزے پر IMF کے ساتھ حکومت کے معاهدے کے بعد EFF کے تحت 1 ملین امریکی ڈالر کی تفہیم، میں الاقوامی مارکیٹ میں متعدد سکوک بنایاں گے ذریعہ فنڈز اکٹھنا کرنے کی حکومت کی کوششوں کے ساتھ مبکر و اونٹ کیسٹر زکود فراہم کرے گی۔ MSCI FM میں پاکستان کو تنخی و پیچ مختص کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فولیو کی آمد کو کو دے گا۔ ہمارا یہی مانتا ہے کہ ہائی سال 23 کا بیٹھ ایک پاپولٹ ٹکل اختیار کرے گا اور اس میں کاروبار و مستانہ پالیسیاں شامل ہوں گی، بشرطیہ یہ 2023 کے عام انتخابات سے قبل پہلی آئی کا آخری بھیت ہو۔

انٹھار نکل

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ کی پریشانیاں ایڈ ایکچن کیمیشن آف پاکستان، فنڈ کے ٹرستی اور پاکستان اسٹاک ایکچن کے مسلسل تعاون اور حمایت کا شکریہ ادا کرتے ہیں۔ بورڈ آف ایڈ ایکچن ایٹھامینگ کی ٹیم کے عزم اور رخت کے لیے کی جانے والی کوششوں کو بھی سراہتے ہیں۔

مُجاہب بورڈ

ڈائریکٹر

چیف ایگزیکوٹو افسر

مورخ: 28 فروری 2022ء



لوپنٹ ہولڈرز کوڈ اریکٹران کی رپورٹ

پاک اومان ایسٹ میجنت کمپنی لمبیٹ کے بورڈ آف ڈائریکٹرز (BOD)، پاک اومان ایڈوائچ سلامک اکمن فنڈ (POAIIIF) کی میجنت کمپنی کے 31 دسمبر 2021ء کو ختم ہونے والی ششماہی کے لئے نجید عبوری مالیاتی گوشوارے پیش کرتے ہوئے اظہار صرفت کرتے ہیں۔

ترقی اور رکود گی کا جائزہ

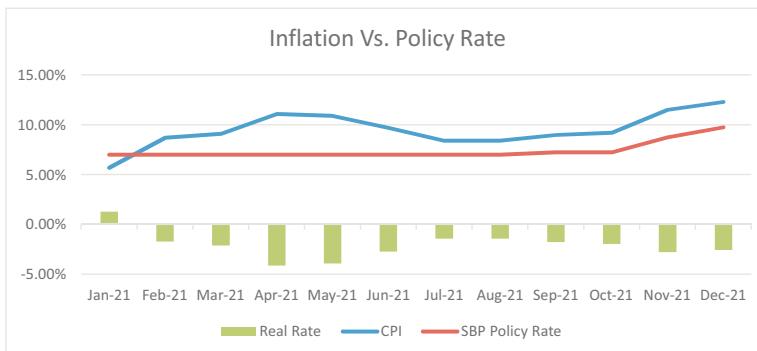
2HCY21 کے دوران، POAIIIF نے 3.13% کے پیش مارک ریٹن کے مقابلے میں 7.82% کا سالانہ ریٹن فراہم کیا۔ فنڈ کے کل اٹاٹے 2HCY21 کے دوران 45.47% کم ہو کر 1,225.17 ملین روپے ہو گئے۔ دسمبر 2021 کے اختتام تک GOP اجارہ سکوک کے عوض ایکسپوڈر 34.88% کم تا جمیلہ ترقی پیش کی ہے۔

نیوپنٹ آمنی (EPU)

کامکشاف نہیں کیا گیا ہے کیونکہ میں لیتا ہے کہ EPU کا حساب لگانے کے لیے اوسط اکائیوں کا تھیں اپنے ایڈنڈنگز کے لیے قابل عمل نہیں ہے۔

اتھاری جائزہ

وابی پیاری سے منٹے کے لیے حکومت کے فعال انداز اور محیثت کی سرگرمیوں میں جمالی کی توقع سے زیادہ تیز رفتاری کی وجہ سے CY21 میں محیثت نے زبردست تبدیلی کو طلبی دی ہے۔ حکومت کی اپنی بنیاد پر نظر ثانی کے بعد، مالی سال 21 کے دوران ملک کے تی ڈی پی میں 5.37 فیصد اضافہ ہوا۔ سال کے دوران تو ہی پی آئی انڈیکس اوس طبق 9.5% رہا، جو کہ مرکزی بینک کے 7% - 9% کے قریب مدتی ہدف افراطی سے معنوی زیادہ رہا۔ CY21 کی بیلشماہی میں معاشری مجاز پر بثت محکات دیکھنے میں آئے کیونکہ کرنٹ اکاؤنٹ پیش معمولی طور پر خسارے میں رہا، تاہم، CY21 کی بقیہ سماں میں یہ مجموعی کرنٹ اکاؤنٹ خسارہ 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں میں اضافے نے سال کے دوران قیتوں کے دباو کو بڑھایا۔ جس کی وجہ سے اٹیٹ بینک نے بنیادی شرخوں میں 275bps اضافہ کر دیا۔



مستقل اکم بارکیٹ کا جائزہ

سال کے دوران، تو انکی کی قیتوں اور ان پتھ لگت میں اضافے کی وجہ سے اوسط CPI اندیکس 9.5 فیصد تک بڑھ گیا۔ دوسری طرف، یوریا/ڈی اے پی کی قیتوں میں اضافے اور اہم رسمی صنعت کی جانب سے اعلان کردہ زیادہ امدادی قیتوں کی وجہ سے اشیائے خورد ٹوٹ کی بہنگانی تیز رفتاری سے بڑھی تیزی، مرکزی بینک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیوریٹیز کی پیداوار میں اوسطاً 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے مل پر 400bps کا اضافہ ہوا جو دسمبر 2021 میں 7.28 فیصد سے دسمبر 2021 میں 11.38 فیصد ہو گیا۔



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

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

Pak Oman Advantage Islamic Income Fund, an open end scheme established under a Trust Deed dated May 27, 2008 executed between Pak Oman Asset Management Company Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee.

Digital Custodian Company Limited formerly MCB financial Services Limited was appointed as a new trustee in place of CDC under third supplemental Trust Deed dated 15 May 2012. Accordingly the Trust Deed was approved by SECP on 17 January 2012 under the Rules. However, the assets of the Fund were transferred on June 13, 2012.

1. Pak Oman Asset Management Company Limited, the Management Company of Pak Oman Advantage Islamic Income Fund has, in all material respects, managed Pak Oman Advantage Islamic Income Fund during the period ended 31st December 2021 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Karachi: February 25, 2022

Authorize signatory

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+92-21-32419770 | www.digitalcustodian.co | info@digitalcustodian.co



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of asset and liabilities of Pak Oman Advantage Islamic Income Fund (the Fund) as at December 31, 2021 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, 2021. 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, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

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 review report is Adnan Zaman.

Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT DECEMBER 31, 2021

Note	31 December 2021	30 June 2021
	Un-audited	Audited
	-----Rupees in ('000)-----	

Assets

Balances with bank	4	558,336	1,362,223
Investments	5	596,872	396,712
Mark up accrued		20,195	18,300
Deposits, prepayments and other receivable		54,886	4,901
Total assets		1,230,289	1,782,136

Liabilities

Payable to Asset Management Company	6	1,405	1,418
Payable to Trustee		229	121
Payable to the Securities & Exchange Commission of Pakistan		432	269
Dividend payable		176	6,571
Accrued expenses and other liabilities	7	2,868	5,569
Total liabilities		5,110	13,948

NET ASSETS

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	1,225,179	1,768,188
---	------------------	------------------

CONTINGENCIES AND COMMITMENTS

7

-

NUMBER OF UNITS IN ISSUE

22,330,765

33,497,948

NET ASSET VALUE PER UNIT

54.8650

52.7850

The annexed notes from 1 to 14 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2021	2020	2021	2020
	Note	(Rupees in '000)		
INCOME				
Mark-up income on saving and term deposits	33,614	17,153	13,141	9,164
Mark-up income on marketable securities	26,437	26,287	19,732	13,206
Capital Gain / (loss) on sale of investments	3,859	(2,255)	3,961	(1,453)
Unrealised loss on revaluation of marketable securities at fair value through profit or loss	(1,424)	(35)	(2,709)	(498)
Other Income	3,442	-	-	-
	65,928	41,150	34,125	20,419
EXPENSES				
Remuneration of the Management Company	6.1	2,851	1,949	1,507
Sindh Sales Tax on remuneration of the Management Company	6.2	371	253	196
Reimbursement of operational expenses to the Management Company	6.4	-	-	-
Remuneration of MCB Financial Services Limited - Trustee		599	409	315
Annual fees to the Securities and Exchange Commission of Pakistan		163	111	86
Auditors' remuneration		284	285	142
Fees and subscription		18	20	9
Shahriah advisory fee		78	78	39
Bank, settlement, brokerage and other charges		304	250	295
Legal and professional charges		84	26	84
Printing Charges		17	-	-
Provision for Sindh Workers' Welfare Fund	7.1	-	754	-
	4,769	4,135	2,673	2,082
Net income for the period before taxation		61,159	37,013	31,452
Taxation	10	-	-	-
Net income for the period after taxation		61,159	37,013	31,452
Allocation of Net Income for the period:				
- Net income for the period after taxation		61,159	37,013	31,452
- Income already paid on units redeemed		(18,254)	(5,064)	(10,519)
		42,905	31,949	20,933
				14,145
Accounting income available for distribution:				
-Relating to capital gains		2,435	-	1,252
-Excluding capital gains		40,470	31,949	19,681
		42,905	31,949	20,933
				14,145

The annexed notes from 1 to 14 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED AND QUARTER ENDED 31 DECEMBER 2021

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2021	2020	2021	2020
	Note	(Rupees in ('000))		
Net income for the period after taxation				
	61,159	37,013	31,452	9,542
Total comprehensive income for the period	61,159	37,013	9,542	9,542

The annexed notes from 1 to 14 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	For Half Year Ended 31 December					
	2021			2020		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Rupees in ('000)						
Net assets at the beginning of the period	1,687,616	80,573	1,768,188	1,002,781	10,028	1,012,809
Issue of 24,491,390 (2020: 17,690,515) units -Capital value (at net asset value per unit at the beginning of the period) -Element of income	1,292,778 17,661	- 17,661	1,292,778 17,772	928,655 17,772	- 17,772	928,655 17,772
Redemption 35,658,574 of (2020: 14,995,406) units -Capital value (at net asset value per unit at the beginning of the period) -Element of (loss)	1,310,439	-	1,310,439	946,427	-	946,427
Total comprehensive income for the period	-	61,159	61,159	-	37,013	37,013
Net assets at the end of the period	<u>1,101,702</u>	<u>123,478</u>	<u>1,225,179</u>	<u>1,151,206</u>	<u>41,977</u>	<u>1,193,183</u>
Undistributed income brought forward comprising of:						
- Realised income	81,461		12,254			
- Unrealised loss	(888)		(2,226)			
	<u>80,573</u>		<u>10,028</u>			
Accounting income available for distribution:						
- Relating to capital gains	2,435		-			
- Excluding capital gains	40,470		31,949			
	<u>42,905</u>		<u>31,949</u>			
Undistributed income carried forward - net	<u>123,478</u>		<u>41,977</u>			
Undistributed income carried forward comprising of:						
- Realised income	124,902		42,012			
- Unrealised loss	(1,424)		(35)			
	<u>123,478</u>		<u>41,977</u>			
Net asset value per unit at beginning of the period		<u>52,7850</u>			<u>52,4940</u>	
Net asset value per unit at end of the period		<u>54,8650</u>			<u>54,2628</u>	

The annexed notes from 1 to 14 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	For the Half Year Ended 31 December	
	2021	2020
-----Rupees in ('000)-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation		
	61,159	37,013
Adjustments for:		
Capital (gain) / loss on sale of investments	(3,859)	2,255
Unrealised loss on revaluation of marketable securities at fair value through profit or loss	1,424	35
	(2,435)	2,290
Decrease / (Increase) in assets		
Investments - Net	(197,725)	(526,596)
Mark up accrued	(1,895)	(16,417)
Deposits, prepayments and other receivable	(49,985)	(273)
	(249,605)	(543,286)
(Decrease) / Increase in liabilities		
Payable to Asset Management Company	(13)	(57)
Payable to Trustee	108	30
Payable to the Securities & Exchange Commission of Pakistan	163	63
Dividend payable	(6,395)	(14,329)
Accrued expenses and other liabilities	(2,701)	348
	(8,838)	(13,945)
	<u>(199,719)</u>	<u>(517,928)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash generated from operating activities		
Net receipts from issuance of units	1,310,439	946,427
Cash distribution	-	-
Payments against redemption of units	(1,914,607)	(803,066)
	<u>(604,168)</u>	<u>143,361</u>
Net decrease in cash and cash equivalents		
Cash and cash equivalents at the beginning of the period	(803,887)	(374,567)
	1,362,223	860,371
Cash and cash equivalents at the end of the period	<u>4</u>	<u>558,336</u>
	<u>485,804</u>	

The annexed notes from 1 to 14 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

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

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Pak Oman Advantage Islamic Income Fund (the Fund) was established as an open-end scheme under a trust deed (the Trust Deed) executed between Pak Oman Asset Management Company Limited (the Management Company) as the Management Company, a company incorporated under the Companies Ordinance, 1984 and MCB Financial Services Limited (the Trustee) as a trustee under the trust deed (the Trust Deed) that was executed on May 15, 2012. The Fund is registered as a notified entity under the Non Banking Finance Companies and Notified Entities Regulations, 2008.
- 1.2** The registered office of the Management Company is situated at Finance and Trade Centre, First Floor, Tower A, Karachi.
- 1.3** The Fund is a Shariah compliant open-end mutual fund and is listed on the Pakistan Stock Exchange. Its 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.
- 1.4** The Fund is categorised as an income fund in accordance with the requirements of the Securities and Exchange Commission of Pakistan's (SECP's) circular No. 7 dated March 6, 2009 and, accordingly, its investments comprise of Shariah compliant securities, so as to ensure riba-free return on investments. All investments provided by the Shariah Advisor of the Fund and comprise the investments permissible as "Authorised Investments" under the Trust Deed.
- 1.5** In accordance with the criteria specified by the rating agency, Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company and a stability rating of A(f) to the Fund.
- 1.6** Title to the assets of the Fund are held in the name of MCB Financial Services 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



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

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 2021.

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 2021.

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 2021.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

4. BALANCE WITH BANKS

	4.1	558,336
		1,362,223

4.1 These savings accounts carry mark-up at the rates ranging from 5.90%-11.00% (30 June 2021: 6.00% to 8.00%) per annum.

	31 December 2021	30 June 2021
	Un-audited	Audited
Note	-----(Rupees in '000)-----	

5. INVESTMENTS

At fair value through profit or loss - held for trading

	5.1	152,230
		433,926
		10,716
		596,872
		210,690
		171,140
		14,882
		396,712



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

5.1 Unlisted Sukuk certificates

Name of the investee company	Number of certificates			Market value as at 31 December 2021	Investment as a percentage of		
	As at 01 July 2021	Purchased during the period	Sold / matured during the period		Market value as a percentage of net assets	Market value as a percentage of investment	Investment as a percentage of total issue size
(Rupees in '000)							
Byco Petroleum Pakistan Limited	255	-	-	255	10,716	0.87%	1.80%
	<u>255</u>	<u>-</u>	<u>-</u>	<u>255</u>	<u>10,716</u>	<u>0.87%</u>	<u>1.80%</u>
Carrying value as at 30 June 2021					<u>14,882</u>		

5.2 Sukuk Certificates - Listed

Name of the investee company	Number of certificates			Market value as at 31 December 2021	Investment as a percentage of		
	As at 01 July 2021	Purchased during the period	Sold / matured during the period		Market value as a percentage of net assets	Market value as a percentage of investment	Investment as a percentage of total issue size
(Rupees in '000)							
TPL Corporation Limited	35	-	-	35	13,184	1.08%	2.21%
International Brands Limited	1200	-	-	1,200	20,146	1.64%	3.38%
The Hub Power Co. Ltd.	650	-	-	650	66,625	5.44%	11.16%
K-Electric	14750	-	4,500	10,250	52,275	4.27%	8.76%
	<u>16,635</u>	<u>-</u>	<u>4,500</u>	<u>12,135</u>	<u>152,230</u>	<u>12.43%</u>	<u>25.51%</u>
Market value as at 30 June 2021					<u>210,690</u>		

5.3 GOP Ijarah Sukuk

Name of the investee company	Number of certificates			Market value as at 31 December 2021	Investment as a percentage of		
	As at 01 July 2021	Purchased during the period	Sold / matured during the period		Market value as a percentage of net assets	Market value as a percentage of investment	Investment as a percentage of total issue size
(Rupees in '000)							
GOP IJARA SUKUK 30-04-2020	1,250	120	420	950	91,666	7.48%	15.36%
GOP IJARA SUKUK FRR 29-07-2020	500	1,500	500	1,500	144,000	11.75%	24.13%
GOP IJARA SUKUK 06-10-2021	-	5,000	3,000	2,000	198,260	16.18%	33.22%
GOP IJARA SUKUK VRR 29-10-2021	-	4,000	4,000	-	-	0.00%	0.00%
GOP IJARA SUKUK VRR 09-12-2020	-	8,000	8,000	-	-	0.00%	0.00%
	<u>1,750</u>	<u>18,620</u>	<u>15,920</u>	<u>4,450</u>	<u>433,926</u>	<u>35.41%</u>	<u>72.71%</u>
Market value as at 30 June 2021					<u>171,140</u>		



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

	31 December 2021	30 June 2020
	Un-audited	Audited
Note -----(Rupees in '000)-----		
6 PAYABLE TO THE MANAGEMENT COMPANY		
Remuneration of the Management Company	6.1	567
Sindh Sales Tax on remuneration of the Management Company	6.2	156
Federal Excise Duty on remuneration of the Management Company	6.3	661
Reimbursement of operational expenses to the Management Company	6.4	-
Sales Load Payable	21	21
	<u>1,405</u>	<u>1,418</u>

6.1 The Management Company has charged its remuneration at the rate of 0.35% (30 June 2021: 0.35%) 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% (June 30, 2021: 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 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 01 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs. 0.0661 million (30 June 2021: 0.0661 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 2021 would have been higher by Rs. 0.0296 (30 June 2021: Rs. 0.0197) per unit.



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

6.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

	31 December 2021 Un-audited	30 June 2021 Audited
Note -----Rupees in ('000) -----		
7 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	351	481
Provision for Sindh Workers' Welfare Fund	7.1	- 3,442
Others	2,517	1,645
	<u>2,868</u>	<u>5,569</u>

7.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / 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 and 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 12, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF amounted to Rs.3.442 million. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021 and 30 June 2021.



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

9 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 0.4% which includes 0.04% 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.

	For the Half Year Ended 31 December	
	2021	2020
Un-audited Un-audited		
-----Rupees ('000')-----		
11 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS		
11.1 Transactions for the period:		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration for the period	2,851	1,949
Sindh Sales Tax on remuneration of the Management Company	371	253
Reimbursement of operational expenses to the Management Company	-	-
Shariah Advisor Fee	78	
MCB Financial Services Limited - Trustee of the Fund		
Remuneration of the Trustee	599	409
Pak Oman Investment Company Limited - holding company of the Management Company		
Issuance of Nil Units (Dec 2020 941,092 Units)	-	50,000
Dividend paid	-	-
Pak Qatar Individual Family Participant Investment Fund		
Redemption of Nil Units (Dec 2020 935,480 Units)	-	50,000
Investments of 1,039,554.4402 Units (Dec 2020 Nil Units)	55,652	-
Key Management Personnels		
Redemption of 31,032.67 Units (Dec 2020 Nil Units)	1,654	-
Investments of 31,032.67 Units (Dec 2020 Nil Units)	1,654	-



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

	31 December 2021 (Unaudited)	30 June 2021 (Audited)
	-----Rupees (000')-----	
11.2 Outstanding balances as at period / year end		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration payable to the Management Company	567	578
Sindh Sales Tax payable on Remuneration of the Management Company	156	157
Federal Excise Duty payable on Remuneration of the Management Company	661	661
Sales Loads.	21	21
Shariah Advisor fee	-	38
MCB Financial Services Limited - The Trustee		
Remuneration payable to the Trustee	229	121
Pak Oman Investment Company Limited - holding Company of Management Company of the Fund		
Outstanding: 4,347,534.0566 (30 June 2021: 4,347,534.0566) units	238,527	229,484
Dividend Payable	-	6,905
Pak Qatar Individual Family Participant Investment Fund		
Outstanding: 14,297,956.1938 (30 June 2021: 13,258,401.7536) units	784,457	13,258
Dividend Payable	-	-
Key Management Personnels		
Units outstanding Nil Units (30 June 2021: 5,305.4921 units)	-	280
Cash distribution payable	-	17

12 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. Consequently, differences can arise between carrying values and the fair value estimates.

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

Fair value of investments is determined as per the policy disclosed in note 3.2.8 to these financial statements.

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

- Level 1: Quoted price (unadjusted) in an active market for identical assets or liabilities that the entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

The following table analysis within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	-----As at Dec 31, 2021-----						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
Financial assets measured at fair value							
Investments	596,872	-	-	596,872	-	596,872	-
Financial assets not measured at fair value							
Bank Balances	-	-	558,336	558,336	-	-	-
Profit Receivables	-	-	20,195	20,195	-	-	-
Deposits, Prepayments and other receivables	-	-	54,886	54,886	-	-	-
	596,872	-	633,417	1,230,289			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	1,405	1,405	-	-	-
Payable to Trustee	-	-	229	229	-	-	-
Accrued expenses and other liabilities	-	-	3,476	3,476	-	-	-
	-	-	5,110	5,110			

	-----As at June 30, 2021-----						
	At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
On-balance sheet Financial Instruments							
Financial assets measured at fair value							
Investments	396,712	-	-	396,712	14,882	381,830	-
Financial assets not measured at fair value							
Bank Balances	-	-	1,362,223	1,362,223	-	-	-
Profit Receivables	-	-	18,300	18,300	-	-	-
Deposits, Prepayments and other receivables	-	-	4,901	4,901	-	-	-
	396,712	-	1,385,424	1,782,136			
Financial liabilities not measured at fair value							
Payable to Management Company	-	-	1,418	1,418	-	-	-
Payable to Trustee	-	-	121	121	-	-	-
Accrued expenses and other liabilities	-	-	12,409	12,409	-	-	-
	-	-	13,948	13,948			



PAK OMAN ADVANTAGE ISLAMIC INCOME FUND

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director



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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

"PAK OMAN DAILY DIVIDEND FUND 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
Mr. Jehangir Shah
Mr. Rashid Ali Ibrahim Al Balushi
Ms. Sadaf Kazmi

Audit Committee

Mr. Rashid Ali Ibrahim Al Balushi
Mr. Jehangir Shah
Mr. Bahauddin Khan

Chief Financial Officer

Mr. Salman Shafiq Hashmi

Company Secretary

Ms. Haajra Jafri

Asset Manager Rating

AM3 ++ (Positive)

Trustee

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

Auditors

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

Bankers to The Fund

Dubai Islami Bank Limited
Faysal Bank Limited

Legal Advisor

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



DIRECTORS REPORT TO THE UNIT HOLDERS

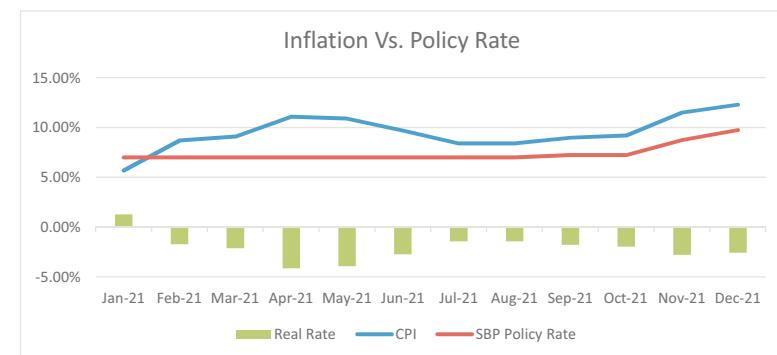
The Board of Directors (BOD) of Pak Oman Asset Management Company Limited, the Management Company of the Pak Oman Daily Dividend Fund (PODDF) is pleased to present the Condensed Interim Financial Statements (un-audited) for the period from December 8, 2021 to December 31, 2021.

Development and performance review

Pak Oman Daily Dividend Fund (PODDF) was initiated on 8-Dec-21. For the period under review, PODDF generated an annualized return of 8.85% versus the benchmark return of 3.22, thus registering an out-performance of 5.63% p.a. The fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks. Around 99.6% of assets of the Fund are invested in bank deposits which enhances the liquidity profile of the Fund.

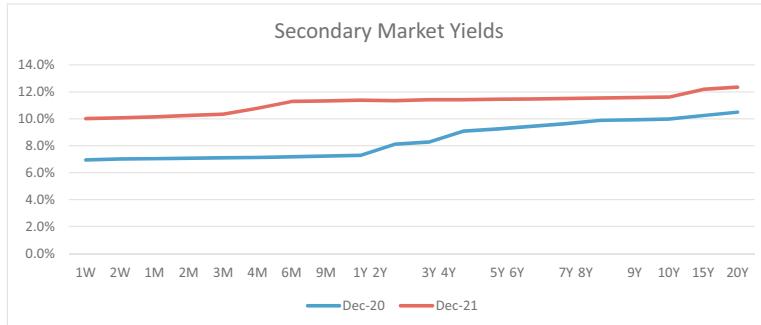
Economic Review

Economy has shown great turnaround in CY21 due to government's proactive approach in coping with pandemic and faster than expected pace of recovery in economy activity. GDP of the country grew at 5.37% during FY21, after government revised its base. National CPI index during the year averaged at 9.5%, which remained slight above central bank's near-term target inflation of 7%-9%. First half of the CY21 witnessed positive triggers on economic front as current account balance remained meagerly in deficit, however, it surged to overall CAD of USD 12.25bn in remaining quarters of CY21. Commodities prices upswing in international and domestic markets surged the price pressure during the year, which lead to SBP action of hiking key rates by 275 bps.



Fixed income market review

During the year, average CPI index surged to 9.5% owing to increase in energy prices and input cost. On the other hand, food inflation surged at higher pace owing higher urea/DAP prices and higher support prices announced by government for key agricultural products. Consequently, central bank cumulatively increased interest rate by 275 bps in its MPC meeting during the year. In line with the policy rate, yields on government securities surged on average 275 bps with yield on 1-year bill jumping ~400 bps from 7.28% in Dec'20 to 11.38% in Dec'21.



Future outlook

Going forward, we believe equity market to perform on multiple triggers. Disbursement of USD 1bn under EFF after Government's agreement with IMF on 6th review, coupled with government's effort to raise fund through multiple Sukuk auctions in international market will provide support to macro indicators. MSCI routine review to allocate country weightage to Pakistan in MSCI FM will open tap of foreign portfolio inflows. We also believe, FY23 budget will take a populist form and include business-friendly policies, given it could be PTI's last budget before the general elections in 2023.

Acknowledgement

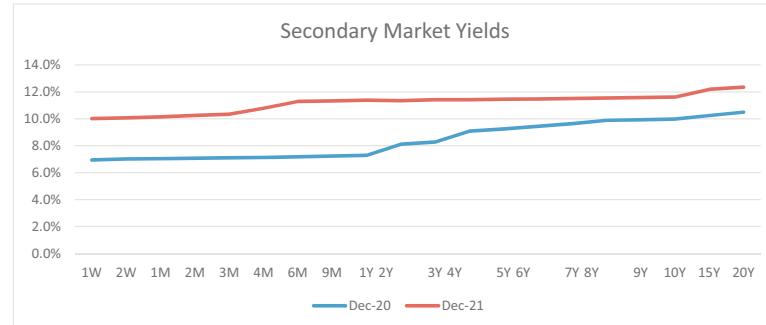
We would like to thank you valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the Trustee of the Fund and the Pakistan Stock Exchange for their continued cooperation and support. The Board of Directors also appreciates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

For and on behalf of the Board

Chief Executive Officer

Director

Dated: February 28, 2022



مستقبل کا نظر

آگے بڑھتے ہوئے، ہمیں یقین ہے کہ اکوئی مارکیٹ متعدد محکمات پر کارکروگی کا مظاہرہ کرے گی۔ چھے جائزے پر IMF کے ساتھ حکومت کے معاملے کے بعد EFF کے تحت 1 ملین امریکی ڈالر کی تفہیم، میں الاقوامی مارکیٹ میں متعدد سکوک نیلامیوں کے ذریعے فنڈ اکھنا کرنے کی حکومت کی کوششوں کے ساتھ مکروہ اور ایکیز زکودفر اہم کرے گی۔ MSCI FM میں پاکستان کو کمزیری و قوی مختصر کرنے کے لیے MSCI کا معمول کا جائزہ غیر ملکی پورٹ فولوک آمد کو ہول دے گا۔ ہمارا یہی مانتا ہے کہ مالی سال 23 کا بجٹ ایک پاپلسٹ شکل اختیار کرے گا اور اس میں کاربورو دستانہ پالیسیاں شامل ہوں گی، بشرطیکار 2023 کے عام انتخابات سے قبل پہنچی آئی کا آخری بھیت ہو۔

امہار تکمیر

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ کیوں نہ ایڈ ایکچچ کمیشن آف پاکستان، فڈ کے رہنمائی اور پاکستان انساک ایکچچ کے مسلسل تعاون اور رحماتیت کا شکریہ ادا کرتے ہیں۔ بورڈ آف ایڈیکٹرز انظامیہ کی ٹیم کے عزم اور محنت کے لیے کی جانے والی کوششوں کو بھی سراہت ہے ہیں۔

محاجب پورڈ

ڈائریکٹر

چیف ایگریکوئی فیسر
مورخ: 28 فروری 2022ء



لوپنٹ ہولڈرز کوڈا ریکٹران کی رپورٹ

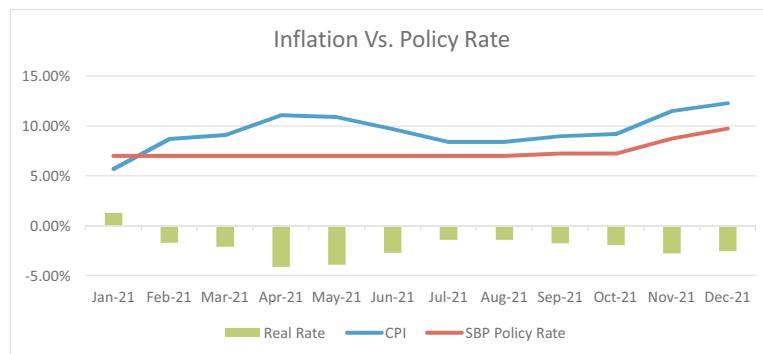
پاک اومان ایسٹ میجنٹ کمپنی لیمیٹڈ کے یورڈ آف ڈائیریکٹرز (BOD)، پاک اومان ڈی ڈی بیڈ فنڈ (PODDF) کی میجنٹ کمپنی کے 31 دسمبر 2021 کو ختم ہونے والی ششماہی کے لئے تمدعاًوری مالیاتی گوشوارے پیش کرتے ہوئے اطمینان سرت کرتے ہیں۔

ترقی اور کارکردگی کا جائزہ

پاک اومان ڈی ڈی بیڈ فنڈ (PODDF) 8 دسمبر 2021 کو شروع کیا گیا۔ زیرِ جائزہ مدت کے دوران، PODDF نے 3.22% کے بیش ماک ریزن کے مقابلے میں 8.85% کا سالانہ ریزن فراہم کیا، لہذا 5.63% میں اضافہ کر کر دھکائی۔ فنڈ کا مقصداً سلامک بیکوں کی کمرشل بیکوں کی اسلامک و مذوہزکی طرف سے پیش کردہ منافع ریشن سے ملک میں سبھر متف适用ت فراہم کرتا ہے۔ فنڈ کے تقریباً 99.6% اٹاؤں کی میک ڈپاٹس میں سرمایہ کاری کی گئی جو فنڈ کی بیویڈی پر دفائل کو بڑھاتے ہیں۔

اتقادی جائزہ

وابکی پیاری سے منہنے کے لیے حکومت کے فعال انداز اور محیثت کی سرگرمیوں میں بھالی کی توقع سے زیادہ تیز رفتاری کی وجہ سے CY21 میں محیثت نے زبردست تبدیلی کو حاصل دی ہے۔ حکومت کی اپنی بنیاد پر نظر ہانی کے بعد، مالی سال 21 کے دوران ملک کے تجی ڈپی میں 5.37% فیصد اضافہ جو سال کے دوران تو یہی پی آئی انڈکس اوسٹا 9.5% کے قریب مدتنی ہے۔ اس کے مقابلے میں معمولی زیادہ رہا۔ CY21 کی پہلی ششماہی میں معافی محاوا پر شہت حرکات دیکھنے میں آئے کوئی نہ رہا، جو کہ مرکزی بیک کے 7%-9% کے قریب مدتنی ہے۔ فاٹ افزایش سے معمولی زیادہ رہا۔ CY21 کی بقیہ سال ہیوں میں یہ مجموعی کرنٹ اکاؤنٹ اخراج ہے 12.25 ملین امریکی ڈالر تک پہنچ گیا۔ میں الاقوامی اور مقامی منڈیوں میں اشیاء کی قیتوں کے دباو کو بڑھایا، جس کی وجہ سے اسٹینٹ بیک نے بنیادی شرچوں میں 275bps اضافہ کر دیا۔



مستقل اکم بارکیٹ کا جائزہ

سال کے دوران، توانائی کی قیتوں اور ان پٹ لگت میں اضافے کی وجہ سے اوسط CPI اندیکس 9.5 فیصد تک بڑھ گیا۔ دوسری طرف، یوریا/ڈی اے پی کی قیتوں میں اضافے اور امام زرعی صنعت کی یہ حکومت کی جانب سے اعلان کردہ زیادہ امدادی قیتوں کی وجہ سے اشیاء خورد ٹوٹ کی ہمہ گانی تیز رفتاری سے بڑھی، مرکزی بیک نے سال کے دوران اپنے MPC اجلاس میں مجموعی طور پر شرح سود میں 275bps کا اضافہ کر دیا۔ پالیسی شرح کے مطابق، گورنمنٹ سکیوریٹیز کی پیداوار میں اوسطاً 275bps کا اضافہ ہوا جس کے ساتھ 1 سال کے مل پر 400bps کا اضافہ ہوا جو دسمبر 2021 میں 7.28 فیصد سے دسمبر 2021 میں 11.38 فیصد ہو گیا۔



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

PAK OMAN DAILY DIVIDEND FUND

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

Pak Oman Daily Dividend Fund, an open end scheme established under a Trust Deed dated June 18, 2021 executed between Pak Oman Asset Management Company Limited, as the Management Company and Digital Custodian Company Limited formerly MCB financial Services Limited was appointed as a trustee. The fund commence its operation on December 8, 2021.

1. Pak Oman Asset Management Company Limited, the Management Company of Pak Oman Daily Dividend Fund has, in all material respects, managed Pak Oman Daily Dividend Fund during the period ended 31st December 2021 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement

Karachi: February 25, 2022

Authorize signatory

**INDEPENDENT AUDITOR'S REVIEW REPORT****TO THE UNIT HOLDERS OF PAK OMAN DAILY DIVIDEND FUND****REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS****Introduction**

We have reviewed the accompanying condensed interim statement of asset and liabilities of Pak Oman Daily Dividend Fund (the Fund) as at December 31, 2021 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, 2021. 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.

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 review report is Adnan Zaman.

 Chartered Accountants
Karachi
Date:

THE POWER OF BEING UNDERSTOOD
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RSM Avais Hyder Liaquat Nauman is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT DECEMBER 31, 2021**

31 December
2021

Un-audited

Note -Rupees in ('000)--

Assets

Balances with bank
Profit receivable on bank balances
Formation Cost and other receivables
Total assets

4	550,008	
	1,464	
	6	
	551,478	

Liabilities

Payable to Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Payable to the Securities & Exchange Commission of Pakistan
Dividend Payable
Accrued expenses and other liabilities
Total liabilities

6	17	
	11	
	3	
	-	
7	134	165

NET ASSETS

551,313

UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)

551,313

CONTINGENCIES AND COMMITMENTS

8

NUMBER OF UNITS IN ISSUE

55,131,373

NET ASSET VALUE PER UNIT

10.0000

The annexed notes from 1 to 14 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



PAK OMAN DAILY DIVIDEND FUND

**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE PERIOD FROM 08 DECEMBER 2021 TO 31 DECEMBER 2021**

	For the Period 08 December 2021 to 31 December 2021	For the Period 08 December 2021 to 31 December 2021
Note -----Rupees in ('000)-----		
Income		
Return / mark-up on:		
-bank and term deposit receipts	1,464	1,464
Other income	6	6
Total income	1,470	1,470
Expenses		
Remuneration of Asset Management Company	6.1	15
Sindh Sales Tax on Remuneration of the Management Company	6.2	2
Reimbursement of operational expenses to the Management Company	6.3	-
Remuneration of trustee inclusive of sales tax	11	11
Annual fees to the Securities & Exchange Commission of Pakistan	3	3
Auditors' remuneration	70	70
Fees and subscription	13	13
Printing and stationary expenses	2	2
Securities transaction cost	4	4
Legal and professional Charges	18	18
Bank and settlement charges	-	-
Provision for Sindh Workers' Welfare Fund	-	-
	138	138
Net income for the period before taxation	1,332	1,332
Taxation	10	-
Net income for the period after taxation	1,332	1,332
Allocation of Net Income for the year		
- Net income for the period after taxation	1,332	1,332
- Income already paid on units redeemed	-	-
Accounting income available for distribution	1,332	1,332
-Relating to capital gains	-	-
-Excluding capital gains	1,332	1,332
	1,332	1,332

The annexed notes from 1 to 14 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



PAK OMAN DAILY DIVIDEND FUND

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD FROM 08 DECEMBER 2021 TO 31 DECEMBER 2021**

	For the Period 08 December 2021 to 31 December 2021	For the Period 08 December 2021 to 31 December 2021
Note -----Rupees in ('000)-----		
Net income for the period after taxation		
	1,332	1,332
Other comprehensive income	-	-
Total comprehensive income for the period	1,332	1,332

The annexed notes from 1 to 14 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



PAK OMAN DAILY DIVIDEND FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE PERIOD FROM 08 DECEMBER 2021 TO 31 DECEMBER 2021**

	08 December to 31 December 2021		
	Capital Value	Undistributed Income	Total
Note	----- Rupees in ('000)-----		
Net assets at the beginning of the period			
Issue of 55,302,000 units	-	-	-
-Capital value (at net asset value per unit at the beginning of the period)	554,325	-	554,325
-Element of income	-	-	-
Redemption of 301,154 units	554,325	-	554,325
-Capital value (at net asset value per unit at the beginning of the period)	(3,012)	-	(3,012)
-Element of income	-	-	-
Distrbution during the period	(3,012)	-	(3,012)
Total comprehensive income for the period	5	-	(1,332)
Net assets at the end of the period	551,313	-	551,313
Undistributed income brought forward comprising of:			
-Realized	-		
-Unrealised	-		
Distrbution during the period	5	(1,332)	
Accounting income available for distribution:			
-Relating to capital gains	-		
-Excluding capital gains	1,332		
Undistributed income carried forward - net	1,332	-	1,332
Undistributed income carried forward comprising of:			
-Realized	-		
-Unrealised	-		
Net asset value at the beginning of the period	-		
Net asset value at the end of the period	10,000	-	10,000

The annexed notes from 1 to 14 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



PAK OMAN DAILY DIVIDEND FUND

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD FROM 08 DECEMBER 2021 TO 31 DECEMBER 2021**

	08 December 2021 to 31 December 2021
Note	----- Rupees in ('000)-
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income for the period after taxation	1,332
Adjustments for:	
Net unrealised (appreciation) / Loss on remeasurement of investments at fair value through profit or loss'	-
Provision for Sindh Workers Welfare Fund	-
(Increase) / Decrease in assets	
Investments - Net	-
Profit receivable on bank balances	(1,464)
Advances, prepayment and other receivables	(6)
Increase in liabilities	
Payable to Asset Management Company	17
Payable to Central Depository Company of Pakistan Limited - Trustee	11
Payable to the Securities & Exchange Commission of Pakistan	3
Dividend Payable	-
Accrued expenses and other liabilities	134
Net cash generated from operating activities	165
CASH FLOWS FROM FINANCING ACTIVITIES	
Net receipts from issuance of units	554,325
Cash distribution	(1,332)
Net payments against redemption of units	(3,012)
Net cash generated from financing activities	549,981
Net increase in cash and cash equivalents	550,008
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	4 550,008

The annexed notes from 1 to 14 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 PERIOD FROM 08 DECEMBER 2021 TO 31 DECEMBER 2021**

1. LEGAL STATUS AND NATURE OF BUSINESS

Pak Oman Daily Dividend Fund (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Limited as the Management Company and Digital Custodian Company Limited (Formerly MCB Financial Services Limited (MCBFSL)). The trust deed was executed on 18 June 2021 and approved by the Securities and Exchange Commission of Pakistan (SECP) on 24 November 2021 in accordance with the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (The NBFC Rules).

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, Pakistan.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3++" to the Management Company as at 06 August 2021. and has assigned a rating of "AA(f)" to the Fund as at 29 Dec 2021.

Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (Formerly MCB Financial Services Limited) as the trustee of the Fund.

The fund is started during the period, accordingly these financial statements are prepared for 24 days from the period 08 December 2021 when the fund starts its operations to the period ended December 31, 2021.

The fund is not yet listed on Pakistan stock Exchange but is in the process of Listing.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS) 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 Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 requirements of the Trust Deed differ from the IFRS, 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 requirements of the Trust Deed have been followed."



2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the investments which are stated at fair value.

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Fund.

2.4 Critical accounting estimates and judgements

The preparation of financial statements in conformity with approved accounting and reporting standards requires management to make estimates, judgements and assumptions that affect the reported amount of assets, liabilities, income and expenses. It also requires management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) classification and valuation of financial assets (notes 3.2); and
- (ii) impairment of financial assets (notes 3.2.5)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements stated are set out below and have been consistently applied in all the years presented unless otherwise :

3.1 Cash and cash equivalents

Cash comprises current and saving accounts with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to insignificant change in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

3.2 Financial assets

3.2.1 Classification

The management of the Fund determines appropriate classification of investments at the time of purchase and classifies these investments at fair value through profit or loss - held-for-trading, loans and receivables or available-for-sale.

a) Investments at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in market prices, interest rate movements or are financial assets included in a portfolio in which a pattern of short term profit making exists.

**b) Loans and receivables**

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

c) Investment at fair value through OCI

Available-for-sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (i) loans and receivables, (ii) held to maturity investments or (iii) financial assets at fair value through profit and loss.

3.2.2 Regular way contracts

All regular purchases / sales of investments are recognized on the trade date i.e. the date that the Fund commits to purchase / sell the investments. Purchases / sales of investments require delivery of securities within the time frame established by the stock exchange regulations.

3.2.3 Initial recognition and measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss - held for trading. Financial assets carried at fair value through profit or loss - held for trading are initially recognised at fair value and transaction costs are recognised in the income statement.

3.2.4 Subsequent measurement**a) Financial assets 'at fair value through profit or loss'****1) Debt securities (other than government securities)**

The investment of the Fund in debt securities is valued on the basis of rates determined by the Mutual Fund Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities vide its circular no. 1 of 2009 dated January 6, 2009 and circular no. 33 of 2012 dated October 24, 2012. In the determination of the rates MUFAP takes into account the holding pattern of these securities and categorizes 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.

2) Government securities

The investment of the Fund in government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

3) Equity securities

The investment of the Fund in equity securities are valued on the basis of closing quoted market prices available at the stock exchange.

Investments of the Fund in unquoted equity securities are carried at lower of investment price or their break-up value as per the latest audited financial statements.



Net gains and losses arising from changes in the fair value of financial assets carried 'at fair value through profit or loss - held for trading' are taken to the 'income statement'.

Net gains and losses arising from changes in fair value of 'available for sale' financial assets are taken to the 'statement of comprehensive income' until these are derecognised or impaired. At this time, the cumulative gain or loss previously recognised directly in the 'statement of comprehensive income' is transferred to the 'income statement'.

b) Loans and receivables

Subsequent to initial recognition, financial assets classified as 'loans and receivables' are carried at amortised cost using the effective interest method. Gains or losses are also recognised in the 'income statement' when financial assets carried at amortised cost are derecognised or impaired, and through the amortisation process.

3.2.5 Impairment of financial assets

The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever, the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the 'income statement'.

a) Debt securities

Provision for non-performing debt securities is made on the basis of time based criteria as prescribed under circular no. 33 of 2012 dated October 24, 2012 issued by the SECP. Impairment losses recognised on debt securities can be reversed through the 'income statement'.

As allowed under circular no. 13 of 2009 dated May 4, 2009 issued by the SECP, the management may also make provision against debt securities over and above the minimum provision requirement prescribed in the aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

b) Equity securities

For equity securities classified as 'available for sale', a significant or prolonged decline in the fair value of the security below its cost is considered, among other indicators, as an indicator that the security is impaired. If any such evidence exists for 'available for sale' financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in 'income statement', is reclassified from other comprehensive income and recognized in the income statement. However, the decrease in impairment loss on equity securities are not reversed through the income statement.

c) Loans and receivables

For financial assets classified as 'loans and receivables', a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The amount of the provision is the difference



between the assets carrying value and present value of estimated future cash outflows, discounted at the original effective interest rate.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

3.2.7 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the 'statement of assets and liabilities' when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liabilities simultaneously.

3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

3.4 Issuance and redemption of units

Units issued are allocated at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end sales load and provision of any duties and charges, if applicable. The sales load is payable to the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the management company may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

3.5 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

3.6 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a



result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.7 Revenue recognition

- Realised capital gains / (losses) arising on sale of investments are included in the 'income statement' on the date at which the sale transaction takes place.
- Unrealised gains / (losses) arising on revaluation of investments classified as financial assets 'at fair value through profit or loss - held for trading' are included in the 'income statement' in the period in which they arise.
- Dividend income is recognised when the right to receive the dividend is established.
- Markup / return on government securities, term finance certificate, sukuk, commercial papers, clean placements, bank balances and term deposits are recognized on a time proportionate basis using the effective interest method.

3.8 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders (excluding distribution made by issuance of bonus units).

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.

3.9 Proposed distributions

Distributions declared subsequent to the year end are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared.

31 December
2021
Un-audited
Note (Rupees in '000)

4. BALANCE WITH BANKS

-Saving accounts	4.1	<u>550,008</u>
		<u><u>550,008</u></u>

4.1 These savings accounts carry mark-up at the rates ranging from 8.00% to 10.25% per annum.



PAK OMAN DAILY DIVIDEND FUND

5. INTERIM CASH DISTRIBUTION DURING THE PERIOD

---- FOR THE HALF YEAR ENDED DECEMBER 31, 2021 ----

Rate per unit	Declaration date	Distribution from income '000
0.0022	December 8, 2021	0.22
0.0022	December 9, 2021	44.22
0.0068	December 10, 2021	138.08
0.0022	December 13, 2021	44.71
0.0023	December 14, 2021	46.75
0.0022	December 15, 2021	44.72
0.0022	December 16, 2021	44.73
0.0079	December 17, 2021	160.67
0.0025	December 20, 2021	50.89
0.0025	December 21, 2021	50.90
0.0025	December 22, 2021	50.91
0.0025	December 23, 2021	50.92
0.0076	December 24, 2021	154.85
0.0025	December 27, 2021	50.98
0.0025	December 28, 2021	50.23
0.0025	December 29, 2021	50.25
0.0027	December 30, 2021	148.78
0.0027	December 31, 2021	148.82
		1,331.63

31 December
2021
Un-audited

6. PAYABLE TO THE MANAGEMENT COMPANY

Note (Rupees in '000)

Remuneration of the Management Company	6.1	15
Sindh Sales Tax on remuneration of the Management Company	6.2	2
Reimbursement of operational expenses to the Management Company	6.3	-
		17

- 6.1 The Management Company has charged its remuneration at the rate of 0.10% 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% on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from 01 July 2011.
- 6.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the



PAK OMAN DAILY DIVIDEND FUND

actual cost whichever is lower. Accordingly, the Management Company has not charged to the Fund during the period.

7. ACCRUED EXPENSES AND OTHER LIABILITIES

	31 December 2021 -Rupees in ('000)-
Auditors' remuneration payable	70
Printing charges payable	4
Withholding tax payable	26
Legal & Professional Charges	19
Shariah Advisor Fee	2
Rating Fee	10
Listing Fee	3
	134

8. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 December 2021.

9. EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2021 is 0.12% which includes 0.01% 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

- 10.1 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.

For half year ended
31 December
2021

Un-audited
-Rupees in ('000)-

11. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

11.1 Transactions for the period:

Pak Oman Asset Management Company Limited

Issue of 300,000 units	3,000
Dividend of 1,357.3260 units	14
Redemption of 301,153.7260 units	3,012

Salman Shafiq Hashmi

Issue of 1,000 units	10
Dividend of 5.8620 units	-



PAK OMAN DAILY DIVIDEND FUND

**For half year ended
31 December
2021
Un-audited
-Rupees in ('000)-**

CDC TRUSTEE FAYSAL ISLAMIC FINANCIAL PLANNING FUND - FAYSAL SHARIA CAPITAL PRESERVATION

(Unit holder of 10% or more units of the Fund)

Issue of 15,000,000 units	150,000
Dividend of 84,669.3690 units	847

Osama Irfan Muneer

Issue of 1,000 units	10
Dividend of 5.4200 units	-

FAUJI FERTILIZER BIN QASIM LTD

(Unit holder of 10% or more units of the Fund)

Issue of 30,000,000 units	300,000
Dividend of 8,100 units	81

11.2 Investments / outstanding balances as at period / year end

**31 December
2021
Un-audited
-Rupees in ('000)-**

Pak Oman Asset Management Company Limited (Management Company)

Remuneration of the Management Company	15
Sindh Sales Tax on remuneration of the Management Company	2

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee inclusive of sales tax	11
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FAUJI FERTILIZER BIN QASIM LTD

(Unit holder of 10% or more units of the fund)

Outstanding 30013771.58 units - at net asset value	300,138
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CDC TRUSTEE FAYSAL ISLAMIC FINANCIAL PLANNING FUND -

FAYSAL SHARIA CAPITAL PRESERVATION PLAN IV

(Unit holder of 10% or more units of the fund)

Outstanding 15,084,669.3690 units - at net asset value	150,847
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Key Management Personnel**

Outstanding 1,004.98 units - at net asset value	10
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Other Staff

Outstanding 1,003.796 units - at net asset value	10
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* This represents unit holders holding 10% or more of the units in the Fund at the close of the period.

** These represents transactions and balances pertaining to staff members who are pertaining key management personnel as at the close of the period.



PAK OMAN DAILY DIVIDEND FUND

12. 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 the market participants at the measurement date. Consequently, differences can arise between carrying value and the fair value estimates.

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies 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:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- 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 2); and
- Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

As at Dec 31, 2021						
At Fair Value through profit or Loss	At Fair Value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
.....(Rupees in '000).....						
On-balance sheet Financial Instruments						
Financial assets measured at fair value						
Investments						
Financial assets not measured at fair value						
Bank Balances			550,008	550,008		
Profit Receivables			1,464	1,464		
Deposits, Prepayments and other receivables			6	6		
			<u>551,478</u>	<u>551,478</u>		
.....(Rupees in '000).....						
Financial liabilities not measured at fair value						
Payable to Management Company			17	17		
Payable to Trustee			11	11		
Accrued expenses and other liabilities			137	137		
			<u>165</u>	<u>165</u>		



PAK OMAN DAILY DIVIDEND FUND

There were no transfers between above levels during the year.

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 Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

13 GENERAL

Figures have been rounded off to the nearest thousand rupee.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2022.

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

Chief Executive Officer

Chief Financial Officer

Director