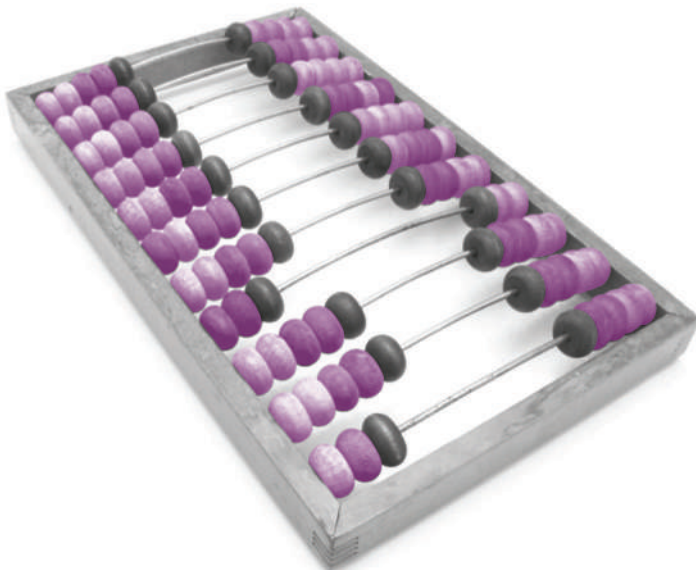


Faysal Funds

Money Market Fund

Condensed Interim Financial Statements
For The Half Year Ended December 31, 2021 (Un-audited)



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FUND INFORMATION

Management Company

Faysal Asset Management Limited

Board of Directors of the Management Company

Mr. Salman Ahmed Usmani, Chairman

Mr. Osman Asghar Khan, Director

Mr. Mian Salman Ali, Director

Syed Muhammad Fraz Zaidi, Director

Mr. Tahir Yaqoob Bhatti, Director

Mr. Nadir Rehman, Director

Mr. Khaldoon Bin Latif, Director/CEO

Chief Executive Officer

Mr. Khaldoon Bin Latif

Chief Financial Officer

Mr. Faisal Ali Khan

Company Secretary of the Management Company

Muhammad Umer Ilyas

Audit Committee

Mr. Osman Asghar Khan, Chairman

Mr. Mian Salman Ali, Member

Syed Muhammad Fraz Zaidi, Member

HR Committee

Mr. Nadir Rehman, Chairman

Mr. Salman Ahmed Usmani, Member

Mr. Osman Asghar Khan, Member

Trustee to the Fund

Central Depository Company of Pakistan Limited,

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

Main Shahrah-e-Faisal, Karachi.

Bankers to the Fund

Bank Alfalah Limited

Faysal Bank Limited

United Bank Limited

Habib Metropolitan Bank Limited

Allied Bank Limited

Habib Bank Limited

Zarai Taraqiati Bank Limited

Auditors

A.F. Ferguson & Co. Chartered

Accountants

Legal Advisor

Mohsin Tayebaly & Co.

2nd Floor, Dime Centre,

BC-4 Block-9, KDA-5,

Clifton, Karachi.

Registrar

ITMinds Limited

Central Depository Company of Pakistan, Limited

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

Main Shahra-e-Faisal, Karachi.

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Money Market Fund endeavors to provide maximum possible preservation of capital and a reasonable rate of return via investing in money market securities having good credit quality rating and liquidity.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED****Head Office:**

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

**TRUSTEE REPORT TO THE UNIT HOLDERS****FAYSAL MONEY MARKET 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 Faysal Money Market Fund (the Fund) are of the opinion that Faysal Asset Management 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 23, 2022



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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Money Market Fund** (the Fund) as at December 31, 2021 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2021. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Chartered Accountants

Engagement Partner: **Shahbaz Akbar**

Dated: February 28, 2022

Karachi

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2021 (Un-Audited)

		December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
	Note	----- (Rupees) -----	-----
Assets			
Balances with banks	4	12,553,928,737	7,791,715,815
Investments	5	5,795,637,031	220,169,213
Advances, deposits and other receivables		54,364,566	31,021,476
Receivable against sale of units		894,602	21,228,050
Total assets		<u>18,404,824,936</u>	<u>8,064,134,554</u>
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	6	4,808,608	5,941,021
Payable to Central Depository Company of Pakistan Limited - Trustee	7	567,805	377,724
Payable to the Securities and Exchange Commission of Pakistan (SECP)	8	863,643	1,231,600
Dividend payable		3,171	7,684,758
Payable against purchase of investments		3,912,067,000	-
Payable against redemption of units		1,742,823	3,016,121
Accrued and other liabilities	9	31,846,106	57,717,023
Total liabilities		<u>3,951,899,156</u>	<u>75,968,247</u>
Net assets		<u>14,452,925,780</u>	<u>7,988,166,307</u>
Unit holders' fund (as per statement attached)		<u>14,452,925,780</u>	<u>7,988,166,307</u>
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		<u>141,476,317</u>	<u>78,347,198</u>
		----- (Rupees) -----	
Net asset value per unit		<u>102.1579</u>	<u>101.9585</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Income Statement

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

		Half year ended December 31,		Quarter ended December 31,	
		2021	2020	2021	2020
Note		(Rupees)		(Rupees)	
Income					
	Profit on market treasury bills	83,385,951	100,266,812	50,725,453	61,248,641
	Profit on balances with banks	245,801,067	80,173,157	131,328,351	38,965,905
	Profit on letters of placement	15,269,469	20,098,088	15,059,880	4,569,895
	Profit on commercial papers	29,914,576	27,980,013	17,075,835	14,501,743
	Profit on sukuk certificates	-	183,918	-	-
	Realised (loss) / gain on sale of investments - net	(275,982)	(4,618,216)	(1,326,326)	1,357,832
	Unrealised loss on remeasurement of investments classified as financial asset at fair value through profit or loss'	5.5	(4,824,631)	(4,047,451)	-
	Total income	369,270,450	224,083,772	208,815,742	120,644,016
Expenses					
	Remuneration of Faysal Asset Management Limited				
	- Management Company	6.1	6,984,665	6,806,481	4,174,096
	Sindh sales tax on remuneration of the Management Company	6.2	908,006	884,842	542,607
	Allocated expenses	6.3	-	1,700,839	-
	Selling and marketing expenses	6.4	2,714,434	6,399,844	2,123,687
	Remuneration of Central Depository Company of Pakistan Limited				
	- Trustee	7.1	2,591,488	2,000,121	1,263,454
	Sindh sales tax on remuneration of the Trustee	7.2	336,893	260,016	164,146
	Auditor's remuneration		302,680	345,000	130,180
	Annual fee of the Securities and Exchange Commission of Pakistan (SECP)	8.1	867,968	615,422	459,098
	Fees and subscription		200,560	178,460	111,331
	Transaction charges		243,343	360,441	88,808
	Printing charges		17,112	12,512	10,856
	Bank charges		20,268	20,219	3,048
	Other expense		-	37,700	-
	Legal and professional charges		39,560	-	-
	Total expenses		15,226,977	19,621,897	8,880,681
	Net income from operating activities		354,043,473	204,461,875	199,935,061
	Reversal of provision / (provision) for Sindh Workers' Welfare Fund (SWWF)	9.1	26,600,736	(4,089,238)	-
	Net income for the period before taxation		380,644,209	200,372,637	199,935,061
	Taxation	11	-	-	-
	Net income for the period after taxation		380,644,209	200,372,637	199,935,061
	Allocation of net income for the period				
	Net income for the period after taxation		380,644,209	200,372,637	
	Income already paid on units redeemed		(14,001,894)	(17,520,670)	
			366,642,315	182,851,967	
	Accounting income available for distribution				
	- Relating to capital gains		-	-	
	- Excluding capital gains		366,642,315	182,851,967	
			366,642,315	182,851,967	

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Comprehensive Income

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

	Half year ended December 31,		Quarter ended December 31,	
	2021	2020	2021	2020
	----- (Rupees) -----			
Net income for the period after taxation	380,644,209	200,372,637	199,935,061	108,650,494
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>380,644,209</u>	<u>200,372,637</u>	<u>199,935,061</u>	<u>108,650,494</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Movement in Unit Holders' Fund

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

	Half year ended December 31, 2021			Half year ended December 31, 2020		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period (audited)	7,934,402,989	53,763,318	7,988,166,307	5,225,638,871	31,545,588	5,257,184,459
Issuance of 219,366,508 (2020: 148,263,793) units						
- Capital value (at ex-net asset value per unit)	22,366,280,106	-	22,366,280,106	15,107,116,785	-	15,107,116,785
- Element of income	88,561,193	-	88,561,193	25,868,551	-	25,868,551
Total proceeds on issuance of units	22,454,841,299	-	22,454,841,299	15,132,985,336	-	15,132,985,336
Redemption of 156,237,389 (2020: 135,704,643) units						
- Capital value (at ex-net asset value per unit)	(15,929,729,826)	-	(15,929,729,826)	(13,827,421,021)	-	(13,827,421,021)
- Element of income	(45,952,374)	(14,001,894)	(59,954,268)	(20,416,213)	(17,520,670)	(37,936,883)
Total payments on redemption of units	(15,975,682,200)	(14,001,894)	(15,989,684,094)	(13,847,837,234)	(17,520,670)	(13,865,357,904)
Total comprehensive income for the period	-	380,644,209	380,644,209	-	200,372,637	200,372,637
First interim distribution of Rs. 0.5843 per unit (date of declaration: July 30, 2021)	(7,158,798)	(37,359,527)	(44,518,325)	-	-	-
Second interim distribution of Rs. 0.9741 per unit (date of declaration: August 27, 2021)	(6,297,857)	(70,233,503)	(76,531,360)	-	-	-
Third interim distribution of Rs. 0.5902 per unit (date of declaration: September 24, 2021)	(6,108,987)	(46,185,297)	(52,294,284)	-	-	-
Fourth interim distribution of Rs. 0.6785 per unit (date of declaration: October 24, 2021)	(3,706,647)	(51,952,538)	(55,659,185)	-	-	-
Fifth interim distribution of Rs. 0.6603 per unit (date of declaration: November 26, 2021)	(2,692,305)	(47,754,198)	(50,446,503)	-	-	-
Sixth interim distribution of Rs. 0.7660 per unit (date of declaration: December 24, 2021)	(32,578,786)	(69,013,498)	(101,592,284)	-	-	-
First interim distribution of Rs. 0.4204 per unit (date of declaration: July 25, 2020)	-	-	-	(3,160,750)	(19,318,928)	(22,479,678)
Second interim distribution of Rs. 0.5542 per unit (date of declaration: August 28, 2020)	-	-	-	(3,333,834)	(24,488,829)	(27,822,663)
Third interim distribution of Rs. 0.5148 per unit (date of declaration: September 26, 2020)	-	-	-	(1,556,662)	(29,080,900)	(30,637,562)
Fourth interim distribution of Rs. 0.5345 per unit (date of declaration: October 24, 2020)	-	-	-	(2,559,923)	(28,886,994)	(31,446,917)
Fifth interim distribution of Rs. 0.5835 per unit (date of declaration: November 25, 2020)	-	-	-	(746,276)	(33,497,662)	(34,243,938)
Sixth interim distribution of Rs. 0.6435 per unit (date of declaration: December 29, 2020)	-	-	-	(1,937,719)	(34,487,338)	(36,425,057)
Net assets at end of the period (un-audited)	14,355,018,708	97,907,072	14,452,925,780	6,497,491,809	44,636,904	6,542,128,713
Undistributed income brought forward		53,763,318			31,545,588	
- Realised income		-			-	
- Unrealised income		53,763,318			31,545,588	
Distributions during the period		(322,498,561)			(169,760,651)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		366,642,315			182,851,967	
Undistributed income carried forward		97,907,072			44,636,904	
Undistributed income carried forward						
- Realised income		102,731,703			44,636,904	
- Unrealised loss		(4,824,631)			-	
		97,907,072			44,636,904	
		(Rupees)			(Rupees)	
Net asset value per unit at beginning of the period		101.9585			101.8935	
Net asset value per unit at end of the period		102.1579			101.9753	

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Cash Flows Statement

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

	Half year ended December 31,	
Note	2021	2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	380,644,209	200,372,637
Adjustments for:		
(Reversal of provision) / provision for Sindh Workers' Welfare Fund (SWWF)	(26,600,736)	4,089,238
	354,043,473	204,461,875
Increase in assets		
Investments	(666,133,383)	(277,956,652)
Advances, deposits and other receivables	(23,343,090)	(5,208,638)
	(689,476,473)	(283,165,290)
Increase / (decrease) in liabilities		
Payable to Faysal Asset Management Limited - Management Company	(1,132,413)	(1,439,806)
Payable to Central Depository Company of Pakistan Limited - Trustee	190,081	122,682
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(367,957)	(203,261)
Accrued and other liabilities	729,819	(51,885)
Payable against purchase of investments	3,912,067,000	-
	3,911,486,530	(1,572,270)
Net cash generated from / (used in) operating activities	3,576,053,530	(80,275,685)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issue of units net of refund of capital	22,416,631,367	15,134,859,336
Payments made against redemption of units	(15,990,957,392)	(13,866,458,940)
Dividends paid	(330,180,148)	(183,055,815)
Net cash generated from financing activities	6,095,493,827	1,085,344,581
Net increase in cash and cash equivalents during the period	9,671,547,357	1,005,068,896
Cash and cash equivalents at beginning of the period	7,791,715,815	4,769,428,732
Cash and cash equivalents at end of the period	14 17,463,263,172	5,774,497,628

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Money Market Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on April 22, 2009 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

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

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Sindh Trusts Act, 2020 have been introduced. The Management Company has submitted Collective Investment Scheme Trust Deed to Registrar (acting under Sindh Trusts Act, 2020) for registration to fulfill the requirement for registration of Trust Deed under Sindh Trusts Act,

- 1.2 The Fund has been categorised as a 'Money Market Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from December 13, 2010 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 The objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital via investing in money market and debt securities having good credit quality rating and liquidity. The investment objectives and policies are explained in the Fund's offering document.
- 1.4 The Management Company has been assigned a quality rating of 'AM2+' by VIS Credit Rating Company Limited dated December 31, 2021 (2020: 'AM2' dated December 31, 2020). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" stability rating to Faysal Money Market Fund as of October 18, 2021 (2020: "AA(f)" as of October 16, 2020).
- 1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

- 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.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2021.

- 2.2 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 affairs of the Fund as at December 31, 2021.

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

- 3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2021.
- 3.3 **Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period**

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

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2022. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

4	BALANCES WITH BANKS	Note	December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
			----- (Rupees) -----	----- (Rupees) -----
	Savings accounts	4.1	<u>12,553,928,737</u>	<u>7,791,715,815</u>

- 4.1 These savings accounts carry mark-up at rates ranging from 5.50% to 12.45% (June 30, 2021: 5.50% to 7.85%) per annum. Deposits in savings accounts also include Rs. 15.386 million (June 30, 2021: Rs. 4.064 million) maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7.00% (June 30, 2021: 6.50%) per annum.

5	INVESTMENTS	Note	December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
			----- (Rupees) -----	----- (Rupees) -----
	At fair value through profit or loss			
	Commercial papers	5.1	886,302,596	220,169,213
	Letters of Placement	5.2	-	-
	Term Deposit Receipts	5.3	1,000,000,000	-
	Market Treasury Bills	5.4	<u>3,909,334,435</u>	<u>-</u>
			<u>5,795,637,031</u>	<u>220,169,213</u>

5.1 Commercial papers

Commercial papers

Name of the security	Profit rate	Face value				Carrying value as at December 31, 2021	Market value as at December 31, 2021	Unrealised appreciation / (diminution) as at December 31, 2021	Maturity Date	Percentage in relation to	
		As at July 01, 2021	Purchased during the period	Matured / Sold during the period	As at December 31, 2021					Net assets of the Fund	Total market value of investment
		(Rupees)									
										%	
K-Electric Limited - ICP 17 (A-1+, VIS)	8.42%	225,000,000	-	225,000,000	-	-	-	-	October 6, 2021	-	-
K-Electric Limited - CP-01 (A-1+, PACRA)	8.01%	-	340,000,000	-	340,000,000	336,267,480	336,267,480	-	February 22, 2022	2.33	5.80
JS Global Limited - CP-01 (A-1+, PACRA)	12.03%	-	39,000,000	-	39,000,000	37,193,130	37,193,130	-	May 30, 2022	0.26	0.64
K-Electric Limited - ICP-19 (A-1+, VIS)	8.11%	-	215,000,000	-	215,000,000	214,495,162	214,495,162	-	January 12, 2022	1.48	3.70
K-Electric Limited - ICP-20 (A-1+, VIS)	8.05%	-	300,000,000	-	300,000,000	298,346,824	298,346,824	-	January 27, 2022	2.06	5.15
Total as at December 31, 2021						886,302,596	886,302,596	-		6.13	15.29
Total as at June 30, 2021						220,169,213	220,169,213	-		2.76	100.00

#REF!

		----- Face value -----			Carrying value as at	Market value as at	Unrealised appreciation as	Percentage in relation to
		Purchased	Matured	As at				Total market

5.2 Letters of Placement

Name of investee company	Profit rate	Face value				Carrying value as at December 31, 2021	Market value as at December 31, 2021	Unrealised appreciation / (diminution) as at December 31, 2021	Maturity Date	Percentage in relation to	
		As at July 01, 2021	Purchased during the period	Matured / Sold during the period	As at December 31, 2021					Net assets of the Fund	Total market value of investment
		(Rupees)									
										%	
PAIR Investment Company Limited (AA, PACRA)	7.50%	-	500,000,000	500,000,000	-	-	-	-	November 1, 2021	-	-
PAIR Investment Company Limited (AA, PACRA)	7.62%	-	500,000,000	500,000,000	-	-	-	-	December 2, 2021	-	-
Pak Brunei Investment Company Limited (AA+, VIS)00%		-	750,000,000	750,000,000	-	-	-	-	November 30, 2021	-	-
Pak Oman Investment Company Limited (AA+, VIS)25%		-	500,000,000	500,000,000	-	-	-	-	December 10, 2021	-	-
Pak Oman Investment Company Limited (AA+, VIS)00%		-	750,000,000	750,000,000	-	-	-	-	November 26, 2021	-	-
Total as at December 31, 2021						-	-	-		-	-
Total as at June 30, 2021						-	-	-		-	-

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

5.3 Term Deposit Receipts

Name of investee company	Profit rate	----- Face value -----				Carrying value as at December 31, 2021	Market value as at December 31, 2021	Unrealised appreciation / (diminution) as at December 31, 2021	Maturity date	Percentage in relation to	
		As at July 1, 2021	Purchased during the period	Matured / Sold during the period	As at December 31, 2021					Net assets of the Fund	Total market value of investment
		(Rupees)								%	
Bank Alfalah Limited (AA+, PACRA)	9.00%	-	850,000,000	850,000,000	-	-	-	-	October 29, 2021	-	-
Habib Bank Limited (AAA, VIS)	13.00%	-	1,000,000,000	-	1,000,000,000	1,000,000,000	1,000,000,000	-	January 21, 2022	6.92	17.25
Total as at December 31, 2021						1,000,000,000	1,000,000,000	-		6.92	17.25
Total as at June 30, 2021						-	-	-		-	-

5.4 Market Treasury Bills

Name of the security	Yield	Face value				Carrying value as at December 31, 2021	Market value as at December 31, 2021	Unrealised appreciation n as at December 31, 2021	Maturity date	Percentage in relation to					
		As at July 01, 2021	Purchased during the period	Matured / Sold during the period	As at December 31, 2021					Net assets of the Fund	Total market value of investment				
		(Rupees)								%					
Treasury bills - 3 months	9.77%	-	17,833,130,000	13,833,130,000	4,000,000,000	3,914,159,066	3,909,334,435	4,824,631	March 24, 2021	27.05	67.45				
Treasury bills - 6 months	-	-	16,580,000,000	16,580,000,000	-	-	-	-	-	-	-				
Total as at December 31, 2021						3,914,159,066	3,909,334,435	4,824,631		27.05	67.45				
Total as at June 30, 2021						-	-	-		-	-				

December 31, 2021
(Un-audited)
Note

June 30, 2021
(Audited)

----- (Rupees) -----

5.5 Unrealised loss on remeasurement of investments classified as financial asset at fair value through profit or loss'

Market value of investments	5.1, 5.2, 5.3 & 5.4	5,795,637,031	220,169,213
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	5,800,461,662	220,169,213
		(4,824,631)	-

6 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Remuneration of the Management Company	6.1	1,586,104	926,004
Sindh sales tax on remuneration of the Management Company	6.2	206,961	121,148
Allocated expenses payable	6.3	-	2,512,008
Selling and marketing expenses payable	6.4	2,093,685	2,365,917
Sales load payable		921,858	15,944
		4,808,608	5,941,021

6.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the following rates:

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

From July 01, 2021 to August 10, 2021	From August 11, 2021 to October 28, 2021	From October 29, 2021 to November 1, 2021	From November 2, 2021 to December 31, 2021
0.05% of average annual net assets	0.20% of average annual net assets	Nil	0.20% of average annual net assets

From July 01, 2020 to July 07, 2020	From July 08, 2020 to August 23, 2020	From August 24, 2020 to December 31, 2020
0.50% of average annual net assets	0.25% of average annual net assets	0.20% of average annual net assets

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

- 6.2 During the period, Sindh sales tax on management remuneration has been charged at the rate of 13% (2020:
- 6.3 In accordance with Regulation 60 of the NBFC Regulations, 2008, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

During the year ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. Accordingly, the Management Company has not charged any amount on account of allocated expenses of the Fund for the period ended December 31, 2021. (2020 was as follows:

From July 1, 2020 to July 21, 2020	From July 22, 2020 to December 31, 2020
0.1% of average annual net assets	0.05% of average annual net assets

- 6.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008 at the following rates:

From July 1, 2021 to September 6, 2021	From September 7, 2021 to October 28, 2021	From October 29, 2021 to November 1, 2021	From November 2, 2021 to December 31, 2021
Nil	0.1% of average annual net assets	Nil	0.1% of average annual net assets

From July 1, 2020 to July 21, 2020	From July 22, 2020 to August 23, 2020	From August 24, 2020 to December 31, 2020
0.20% of average annual net assets	0.25% of average annual net assets	0.20% of average annual net assets

	Note	December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
7			
PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable	7.1	498,685	334,269
Sindh sales tax on remuneration payable	7.2	69,120	43,455
		<u>567,805</u>	<u>377,724</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.065% from July 1, 2021 till September 30, 2021 and at 0.055% from October 1, 2021 till December 31, 2021 (2020: 0.065%) per annum of net assets of the Fund.

7.2 During the period, Sindh sales tax on Trustee remuneration has been charged at the rate of 13% (2020: 13%).

	Note	December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees) -----	
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
Annual fee payable	8.1	<u>863,643</u>	<u>1,231,600</u>

8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% per annum of the average annual net assets of the Fund.

	Note	December 31, 2021 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees) -----	
9 ACCRUED AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	-	26,600,736
Accrued liabilities		1,308,821	1,797,748
Dividend payable		2,683,500	-
Fees and subscription payable		86,020	-
Auditor's remuneration payable		382,548	451,118
Transaction charges payable		797,408	716,888
Legal and professional charges payable		1,417,218	1,622,658
Printing charges payable		118,209	113,024
Withholding and capital gain tax payable		10,892,469	12,254,938
Provision for Federal excise duty and related Sindh sales tax on management fee	9.2	<u>14,159,913</u>	<u>14,159,913</u>
		<u>31,846,106</u>	<u>57,717,023</u>

9.1 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 Funds 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 had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual 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 had accordingly made provision in respect of SWWF as recommended by MUFAP.

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

During the current period, SRB through its letter dated August 12, 2021 intimated MUFAP that the mutual 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 was also taken up with the SECP and all the Asset Management Companies, in consultation with the SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP also gave its concurrence for prospective reversal of provision for SWWF. Going forward, no provision for SWWF has been recognised in the condensed interim financial statements of the Fund.

- 9.2** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 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.

During the year ended June 30, 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 14.16 million is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been retained, the NAV per unit of the Fund would have been higher by Re. 0.1001 (June 30, 2021: Re. 0.1807) per unit.

10 CONTINGENCIES AND COMMITMENTS

- 10.1** During the year ended June 30, 2021, Faysal Money Market Fund (FMMF) had received a notice of tax demand for the tax year 2018 from the Additional Commissioner (Inland) Revenue (ACIR), whereby the ACIR had raised objection on claiming of "income already paid on units redeemed" as part of distribution and had thereby challenged the distribution of 90 percent of income and the Fund's eligibility for exemption from tax. The ACIR was of the view that the amount of "Cash Dividend" paid can only be treated as part of distribution and according to his view the amount of "income already paid on units redeemed" is not "Cash Dividend". The ACIR had raised a tax demand of Rs 31.724 million on the Fund in respect of the tax year 2018. The Management Company had filed an appeal with the Commissioner (Inland) Revenue Appeals (CIRA) against the demand raised by ACIR which was passed against FMMF. An appeal was filed against the order of CIRA before Appellate Tribunal Inland Revenue (ATIR) along with an application for stay of demand against which ATIR directed the tax department to issue 15 days prior notice before enforcing recovery of tax demand. During the current period, ATIR passed an order dated November 24, 2021 whereby the ATIR remanded back the matter to the authorities for re-adjudication.

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

- 10.2** During the period, ACIR raised a demand of Rs. 39.766 million from FMMF in respect of tax year 2016 whereby the ACIR has raised objections on claiming of "Element of income / loss of capital gains (losses) including in prices of units issued less those in units redeemed - net" while arriving at the declared accounting income and has challenged the distribution of 90 percent of income and the Fund's eligibility for exemption from tax and certain other matters. The Management Company through its tax advisor has filed an appeal with the Commissioner (Inland) Revenue Appeals (CIRA) against the demand raised by ACIR and has also obtained stay against recovery of impugned tax demand.

In both the cases, the Management Company contends that the practise being followed by it is as per the applicable regulations and in line with the industry practise. Based on the advice of the tax advisor and merits of the case, the Management Company believes that the matter will be decided in the favour of the Fund and accordingly, no provision has been recognised in these condensed interim financial statements.

- 10.3** There were no other contingencies or commitments outstanding as at December 31, 2021 and June 30, 2021.

11 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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

12 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

13 EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 0.36% (December 31, 2020: 0.77%) which includes 0.05% (2020: 0.19%) representing Government Levy, Sindh Worker's Welfare Fund and SECP Fee. This ratio is within the maximum limit of 2% (2020: 2%) (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

14 CASH AND CASH EQUIVALENTS

	Half year ended December 31,	
	2021	2020
	(Un-audited)	
	----- (Rupees) -----	
Bank balances	12,553,928,737	5,274,497,628
Market Treasury Bills - having original maturity of 3 months or less	3,909,334,435	-
Certificate of investment - having original maturity of 3 months or less	-	500,000,000
Term Deposit Receipts - having original maturity of 3 months or less	1,000,000,000	-
	<u>17,463,263,172</u>	<u>5,774,497,628</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

- 15.1** Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent units / net assets of the Fund.
- 15.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 15.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 15.5** Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 15.6** The details of transactions carried out by the Fund with connected persons during the year and balances with them at period end are as follows:

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

	Half year ended December 31,	
	2021	2020
	(Un-audited)	
	----- (Rupees) -----	
Transactions during the period		
Faysal Asset Management Limited - Management Company		
Remuneration for the period	6,984,665	6,806,481
Sindh sales tax on remuneration for the period	908,006	884,842
Allocated expenses	-	1,700,839
Selling and marketing expenses	2,714,434	6,399,844
Units issued: 5,575,534 units (2020: 15,694,736 units)	572,423,152	1,600,989,673
Units redeemed: 5,701,851 units (2020: 19,992,900 units)	585,876,570	2,040,345,716
Faysal Bank Limited (Group company / Associated company)		
Profit on balances with bank	4,976,085	1,036,196
Bank charges	3,961	2,868
Units issued: 16,660,214 units (2020: 57,341,312 units)	1,700,526,888	5,851,506,077
Units redeemed: 19,109,426 units (2020: 59,245,475 units)	1,950,000,000	6,050,000,000
Market treasury bills - sell	298,832,400	-
Market treasury bills - purchase	1,899,251,400	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period	2,591,488	2,000,121
Sindh sales tax on remuneration for the period	336,893	260,016
Settlement charges	-	29,188
CDC Trustee Faysal Financial Planning Fund - Faysal Active Principal Preservation Plan		
Units issued: 36,674,373 units (2020: 3,539,967 units)	3,753,159,199	361,974,495
Units redeemed: 38,931,767 units (2020: 3,167,141 units)	3,984,038,643	323,707,317
Directors and key management personnel of the Management Company		
Units issued: 30 units (2020: 3,118 units)	3,025	318,163
Units redeemed: 24 units (2020: 17,929 units)	2,474	1,828,051
Unit holders with more than 10% unit holding		
Units issued: 33,438,339 units (2020: 13,545,099 units)	3,429,662,601	1,384,224,628
Units redeemed: 16,751,675 units (2020: 485,132 units)	1,720,004,767	49,573,619
CDC Trustee Faysal Islamic Cash Fund		
Islamic commercial paper - sold	218,227,033	-
CDC Trustee Faysal MTS Fund		
Market treasury bills - sold	493,821,500	-
CDC Trustee Faysal Financial Sector Opportunity Fund		
Market treasury bills - purchased	199,299,200	-
CDC Trustee Faysal Saving Growth Fund		
Market treasury bills - sold	1,089,900,804	-
Market treasury bills - purchased	992,109,000	-

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

Amounts / balances outstanding as at period / year end	December 31, 2021 (Un-audited) ----- (Rupees) -----	June 30, 2021 (Audited) ----- (Rupees) -----
Faysal Asset Management Limited - Management Company		
Management remuneration payable	1,586,104	926,004
Sindh sales tax on remuneration of the Management Company	206,961	121,148
Allocated expenses payable	-	2,512,008
Selling and marketing expenses payable	2,093,685	2,365,917
Sales load payable	921,858	15,944
Units in issue: Nil units (June 30, 2021: 126,316 units)	-	12,878,990
Faysal Bank Limited (Group company / Associated company)		
Balance in PLS savings accounts	15,386,100	4,063,571
Profit receivable on balance with bank	1,128,562	1,317,689
Units in issue: 7,546,383 units (June 30, 2021 : 9,995,595 units)	770,922,640	1,019,135,873
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	498,685	334,269
Sindh sales tax on remuneration payable	69,120	43,455
Security deposit	100,000	100,000
Faysal Financial Planning Fund - Faysal Active Principal Preservation Plan		
Units in issue 979,919 units (June 30, 2021: 3,237,313 units)	100,106,467	330,076,401
Directors and key management personnel of the Management Company		
Units in issue: 29 units (June 30, 2021: 23 Units)	2,963	2,345
Unit holders with more than 10% unit holding		
Units in issue: 38,496,667 units (June 30, 2021: 40,462,768 units)	3,932,738,618	4,125,523,131

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

16 FAIR VALUE MEASUREMENT

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

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

Notes to and forming part of the Condensed Interim Financial Statements

For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

16.1 Fair value hierarchy

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

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

As at December 31, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair values:

(Un-audited)			
As at December 31, 2021			
Level 1	Level 2	Level 3	Total
(Rupees)			

Financial assets 'at fair value through profit or loss'

Commercial papers*	-	886,302,596	-	886,302,596
Market Treasury Bills	-	3,909,334,435	-	3,909,334,435
Term Deposit Receipts**	-	1,000,000,000	-	1,000,000,000
	-	5,795,637,031	-	5,795,637,031

(Audited)			
As at June 30, 2021			
Level 1	Level 2	Level 3	Total
(Rupees)			

Financial assets 'at fair value through profit or loss'

Commercial papers*	-	220,169,213	-	220,169,213
Market Treasury Bills	-	-	-	-
Term Deposit Receipts**	-	-	-	-
	-	220,169,213	-	220,169,213

* The valuation of commercial papers has been done based on amortisation of commercial paper to its face value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

** The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

17 CORRESPONDING FIGURES

Corresponding figures have been re-classified and re-arranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the period.

Notes to and forming part of the Condensed Interim Financial Statements
For The Six Months Period and Quarter Ended December 31, 2021 (Un-Audited)

18 GENERAL

Figures have been rounded off to the nearest rupee.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 18, 2022 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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