

LAKSON MONEY MARKET FUND
Quarterly Report (March 31, 2022)



LAKSON INVESTMENTS
WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

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Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani Mr. Jacques John Visser Ms. Roxanne Davies
Chief Financial Officer & Company Secretary of the Management Company	Mr. Junaid Arshad
Audit Committee	Mr. Jacques John Visser - Chairman Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Babar Ali Lakhani Mr. Iqbal Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	Yousuf Adil Chartered Accountants Cavish Court, A-35 Shahrah-e-Faisal, K.C.H.S.U Block 7 & 8 Bangalore Town, Karachi, Pakistan.
Bankers to the Fund	Allied Bank Limited Askari Bank Limited Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited National Bank of Pakistan Sindh Bank Limited United Bank Limited

Legal Adviser

Fazleghani Advocates
F-72/I, Block 8, KDA-5,
Kehkashan, Clifton,
Karachi, Pakistan.

Registrar

Lakson Investments Limited
Lakson Square Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan

Distributors

Adam Securities
Amir Noorani
Elixir Securities (Pvt.) Limited
Ismail Iqbal Securities (No Fee Sharing)
BMA Capital Management Limited (No Fee Sharing)
Metro Capital Pvt. Limited
Pearl Securities Pvt. Limited
Rabia Fida
Topline Securities (Pvt.) Limited
Vector Capital (Pvt.) Limited
Pyramid Financial Consultants

Rating by PACRA

AA+(f) : Fund Stability Rating
AM2+ : Asset Manager Rating

Review Report of the Directors' of the Management Company For the nine months period ended March 31, 2022

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Money Market Fund ('LMMF') is pleased to submit the review report together with the condensed interim financial statements for the nine months period ended March 31, 2022.

Fund Objective

The objective of the fund is to provide stable and competitive returns with low volatility that are in line with the money markets and consistent with capital preservation. Accordingly, the fund consists of a liquid portfolio of low risk, short-term investments.

Fund Profile

The Fund is an open-end money market fund and is listed on Pakistan Stock Exchange Limited. The Fund invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts and other short-term instruments. The weighted average maturity of the portfolio is kept below 3 months. LMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. An in-depth credit analysis is conducted before taking any exposure to any counter party to mitigate the credit risk. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund. LMMF is allowed to borrow up to 10% of Net Assets to meet redemptions; however, LMMF did not utilize this facility during the period under review.

Fund performance

The LMMF yielded 9.68% in 9MFY22 compared to Benchmark (70% average 3M T-Bills yield + 30% average 3M TDR rate of minimum AA rated banks) return of 7.94% in FY22TD. Asset allocation was concentrated in cash which provided good spread over the prevailing T bill yields without compromising liquidity and credit quality. The weighted average maturity (WAM) of the LMMF portfolio stands at 01 day and fund size as at 31st March 2022 is PKR 10,385mn.

Earning per Unit (EPU)

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

Income Distribution

The Chief Executive Officer under the authority from Board of Directors of the Management Company during the period declared the interim payouts of PKR 6.1130 per unit (6.1130% of face value of PKR 100/-) amounting to PKR 619.5185 million distribution in cash for the period ended March 31, 2022.

Economic Review

Despite monthly inflation rising by 12.7% in March, the Central Bank decided to keep the policy rate unchanged in the March MPC meeting. During the 9M period, inflation grew by double-digits to 10.7% vs. 8.4% in the same period last year. This was primarily due to sharp increase in international oil, food and other commodity prices.

On the external front, the Current Account Deficit widened to a whopping US\$12bn, from a surplus of US\$1bn in the same period last year. However, the CAD in February 2022 clocked in at US\$0.5bn, lowest in the last 10 months. The Current Account Deficit is largely attributed to the surge in petroleum product imports amid global surge in commodity prices. On the other hand, the trade deficit continued to surge in March to US\$3.6bn, compared with US\$3.3bn last year. This took 9MFY22 trade deficit to a staggering US\$35.5bn vs. US\$20.8bn in the same period last year, on account of sharp 49.1% yoy rise in imports to US\$58.9bn.

The growth in imports has overshadowed the stellar growth in exports during the period to US\$23.3bn. The exports growth is largely led by the growth in Textile exports which have clocked in at a record high US\$14.3bn. Apart from Textiles, other products have also witnessed similar yoy growth.

Remittance inflows rose to a record high of US\$2.8bn in March. Cumulatively total remittance grew to US\$23bn in 9MFY22, up by 7.1% yoy. The 'business friendly, growth focused budget' announced by the government in June 2021, eventually led to the overheating of the economy, which resulted in the tightening on both the fiscal and monetary fronts.

Fixed Income Market Review

In March 2022, the government raised PKR193bn in PIB auctions against a target of PKR100bn, following the SBP's decision to keep the policy rate unchanged. The cut-off yield for three-year PIBs soared by 115bps to 11.85%, five-year PIB yield up by 100bps to 11.75% and 10-year paper were up 88bps to 11.74%. The SBP attracted total bids of PKR589bn.

During March 2022 T-bill cut off yields increased significantly, amid worsening macroeconomic outlook, following the PM's relief package on petroleum products. Cut off yields rose to 11.82%, 12.37% and 12.45% for 3M, 6M and 12M tenors. During the 9M period, T-bill yields averaged 9.02%, 9.48% and 9.78% for the 3M, 6M and 12M tenors, vs. 7.42%, 7.77% and 7.29% in 9MFY21.

Future Outlook

The Policy Rate has risen from 7% to 12.25% over the past 6 months. Concerns have mounted over rising commodity prices which have led to a worsening of the Current Account Deficit and increased inflation. The rise in energy prices and widening spreads for petroleum products will put further pressure on local petroleum prices which are currently subsidized. We see these rising further and fueling inflation for the remainder of the calendar year. The Current Account Deficit is expected to be above 5% of GDP on a 12 month forward basis which is troubling as it raises concerns over financing the balance of payments.

In a historic move, Imran Khan became the first Prime Minister to be de-seated through a Motion of No Confidence. Shahbaz Sharif has been sworn in as the PM and faces tough decisions ahead of negotiations to resume the IMF program in order to plug the BOP gap. The present government will have a tough balancing act between enacting tough measures to stabilize the economy while maintaining their popularity with the masses. The FY23 budget is upcoming May and the direction of the equity markets may be determined by the policy decisions taken over the next few months and the trend of commodity prices following the Russia - Ukraine war.

Acknowledgment

The Board is thankful to its valued investors, the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustee of the Fund-Central Depository Company of Pakistan Limited and the management of the Pakistan Stock Exchange Limited for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the growth and the prudent management of the Fund.

For and on Behalf of the Board

Director

Chief Executive Officer

Dated: April 29, 2022

لیکسن منی مارکیٹ فنڈ
31 مارچ 2022 کو ختم ہونے والی مدت کے لیے
مہینہ کی پیمانی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انویسٹمنٹس لمیٹڈ کا بورڈ آف ڈائریکٹرز، لیکسن منی مارکیٹ فنڈ ("LMMF" یا فنڈ) کی مہینہ کی پیمانی 31 مارچ 2022 کو ختم ہونے والی نو ماہ کی مدت کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

فنڈ کا مقصد

اس فنڈ کا مقصد کم اتار چڑھاؤ کے ساتھ مستحکم اور مسابقتی منافع جات فراہم کرنا ہے جو منی مارکیٹس سے ہم آہنگ اور سرمائے کے تحفظ سے مطابقت رکھتے ہوں۔ اسی طرح یہ سرمایہ کم خطرات، مختصر مدتی سرمایہ کاری کے لیکویڈ پورٹ فولیو پر مشتمل ہے۔

نمایاں سرگرمیاں

فنڈ ایک اوپن اینڈ منی مارکیٹ فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ فنڈ گورنمنٹ سکیورٹیز، سرٹیفکیٹس آف انویسٹمنٹس، Clean Placements، ٹرم ڈپازٹ ریسیپٹس اور دیگر مختصر مدتی انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی تخمینہ شدہ اوسط مہینہ پوری 3 ماہ سے کم رکھی جاتی ہے۔ LMMF صرف ان سکیورٹیز میں سرمایہ کاری کرتا ہے جنہیں پاکستان میں کسی ریٹنگ ایجنسی نے کم از کم "AA" ریٹنگ دے رکھی ہو اور جن کی مہینہ پوری 6 ماہ سے کم ہو۔ کریڈٹ ریسک کم کرنے کے لیے سرمایہ کاری سے پہلے مقابل پارٹی کا کریڈٹ کے حوالے سے باریک بینی سے تجزیہ کیا جاتا ہے۔ پورٹ فولیو کی مختصر مہینہ پوری یونٹ ہولڈرز کو شرح سود کے اتار چڑھاؤ کے خلاف تحفظ دیتی ہے، جب کہ فنڈ کی لیکویڈیٹی میں اضافہ کرتی ہے۔ LMMF گورنمنٹ کی تحویل کے لیے خالص اثاثوں کے 10% تک قرض لینے کی اجازت ہے، تاہم LMMF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

فنڈ کی کردگی

LMMF نے شیڈ مارک منافع (سہ ماہی T باز کے اوسط منافع جات کا 70% + کم از کم AA ریٹڈ بینکس کے اوسط سہ ماہی TDR ریٹ کا 30%) 7.94% کے مقابلے میں مالی سال 2022 کے پہلے 9 ماہ میں 9.68% منافع کمایا۔ اثاثوں کی تفویض کیش میں مرکوز رہی جس نے لیکویڈیٹی اور کریڈٹ کوائی پر سمجھوتہ کیے بغیر فی بلز کی موجودہ آمدن پر قیمت خرید اور قیمت فروخت کا عمدہ فرق فراہم کیا ہے۔ بمطابق 31 مارچ 2022، LMMF پورٹ فولیو کی تخمینہ شدہ اوسط مہینہ پوری (WAM)، 01 دن ہے اور فنڈ سائز 10,385 ملین روپے ہے۔

فی شیئر آمدنی (EPU)

فی شیئر آمدنی (EPU) ظاہر نہیں کی گئی ہے کیوں کہ ہم محسوس کرتے ہیں کہ EPU شمار کرنے کے لیے موزوں اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

آمدنی کی تقسیم

چیف ایگزیکٹو آفیسر نے منجھٹ کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے اختیار کے تحت 31 مارچ 2022 کو ختم ہونے والی مدت کے لیے فی یونٹ 6.1130 روپے (100 روپے کی فیس و بلیو کا 6.1130%)، کی عبوری کیس ادائیگی کا اعلان کیا ہے جس کی مالیت 619.5185 ملین روپے بنتی ہے۔

معاشی جائزہ

مارچ میں ماہانہ افراط زر میں 12.7 فیصد اضافے کے باوجود، مرکزی بینک نے مارچ کے MPC اجلاس میں پالیسی ریٹ کو برقرار رکھنے کا فیصلہ کیا۔ 9 ماہ کی مدت کے دوران، افراط زر بڑھ کر دو ہرے ہندسوں میں 10.7% ہو گیا جو پچھلے سال کی اسی مدت میں 8.4% تھا۔ اس کی بنیادی وجہ تیل، خوراک اور دیگر اجناس کی بین الاقوامی قیمتوں میں تیزی سے اضافہ تھا۔

خارجی محاذ پر، کرنٹ اکاؤنٹ خسارہ بڑھ کر 12 ارب امریکی ڈالر تک پہنچ گیا، جو پچھلے سال کی اسی مدت میں 1 ارب امریکی ڈالر کا سرپلس تھا۔ تاہم، فروری 2022 میں کرنٹ اکاؤنٹ خسارہ 0.5 ملین امریکی ڈالر رہ گیا، جو پچھلے 10 مہینوں میں سب سے کم ہے۔ کرنٹ اکاؤنٹ خسارے کی بڑی وجہ اجناس کی قیمتوں میں عالمی اضافے کے درمیان پیٹرولیم مصنوعات کی درآمدات میں اضافہ ہے۔ دوسری طرف، تجارتی خسارہ گزشتہ سال 3.3 ارب امریکی ڈالر کے مقابلے میں مسلسل اضافے کے ساتھ مارچ میں 3.6 ارب امریکی ڈالر تک پہنچ گیا۔ اس سے مالی سال 2022 کے پہلے نو ماہ کا تجارتی خسارہ برآمدات میں سالانہ بنیاد پر 49.1% کے تیز رفتار اضافے کے ساتھ 58.9 ارب امریکی ڈالر تک پہنچنے کی وجہ سے پچھلے سال کی اسی مدت میں 20.8 ارب امریکی ڈالر کے مقابلے میں حیران کن اضافے کے ساتھ 35.5 ارب امریکی ڈالر تک پہنچ گیا۔

درآمدات میں اس اضافے نے اس مدت کے دوران برآمدات میں 23.3 ارب امریکی ڈالر کی شاندار نمو کو بھی پیچھے چھوڑ دیا ہے۔ برآمدات میں اضافے کی بڑی وجہ ٹیکسٹائل کی برآمدات میں ہونے والا اضافہ ہے جس نے 14.3 ارب امریکی ڈالر کی ریکارڈ بلندی حاصل کی ہے۔ ٹیکسٹائل کے علاوہ، دیگر مصنوعات نے بھی اسی طرح کی سالانہ نمو دکھائی ہے۔

ترسیلات زر کی آمد مارچ میں 12.8 ارب امریکی ڈالر کی بلند ترین سطح پر پہنچ گئی۔ مالی سال 2022 کے پہلے نو ماہ میں مجموعی طور پر کل ترسیلات زر سالانہ بنیاد پر 7.1% اضافے کے ساتھ 23 ارب امریکی ڈالر ہو گئیں۔ جون 2021 میں حکومت کی طرف سے اعلان کردہ کاروبار دوست، ترقی پر مرکوز بجٹ 'بالآخر معیشت میں اعتماد سے زیادہ گرمی کا باعث بنا، جس کا نتیجہ خزانہ جاتی اور مالیاتی، دونوں محاذوں پر سختی کی صورت میں سامنے آیا۔

فلسفہ انکم مارکیٹ کا جائزہ

اسٹیٹ بینک آف پاکستان کی طرف سے پالیسی ریٹ جوں کا توں رکھنے کے فیصلے کے بعد مارچ 2022 میں حکومت پاکستان نے 100 ارب روپے کے ہدف کے مقابلے میں 193 ارب روپے PIB کی نیلامیوں سے جمع کیے۔ تین سالہ PIBs کے حتمی منافع جات میں 115 بنیادی پوائنٹس اضافے کے ساتھ 11.85%، پانچ سالہ PIBs کے منافع میں 100 بنیادی پوائنٹس کے ساتھ 11.75% اور 10 سالہ تمسکات میں 88 بنیادی پوائنٹس کے ساتھ 11.74% تک تیز رفتار اضافہ ہوا۔ اسٹیٹ بینک آف پاکستان 589 ارب روپے کی مجموعی پیشکشیں راغب کرنے میں کامیاب رہا۔

پیٹرولیم مصنوعات پر وزیراعظم کے امدادی پیکج کے بعد بڑی مجموعی اقتصادی توقعات مارچ 2022 کے دوران ٹی بل کے حتمی منافع جات میں نمایاں اضافہ ہوا۔ سہ ماہی، ششماہی اور بارہ ماہی میعادوں کے لیے حتمی منافع جات بالترتیب 11.82%، 12.37% اور 12.45% تک بڑھ گئے۔ نو ماہ کی مدت کے دوران سہ ماہی، ششماہی اور بارہ ماہی میعادوں کے لیے ٹی بلز کے اوسط منافع جات مالی سال 2021 کے پہلے 9 ماہ میں 7.42%، 7.77% اور

7.29% کے مقابلے میں 9.02%، 9.48% اور 9.78% رہے۔

مستقبل کی توقعات

گزشتہ 6 ماہ کے دوران پالیسی ریٹ 7% سے بڑھ کر 12.25% ہو گیا ہے۔ اجناس کی بڑھتی ہوئی قیمتوں پر توشیٹ بڑھ گئی ہے جس کی وجہ سے کرنٹ اکاؤنٹ خسارے میں بگاڑ ہوا ہے اور افراط زر میں اضافہ ہوا ہے۔ توانائی کی قیمتوں میں اضافہ اور پیٹرولیم مصنوعات کی قیمت خرید اور قیمت فروخت کے فرق میں اضافہ مقامی پیٹرولیم کی قیمتوں پر مزید پافوڈالے گا جو فی الحال رعایت یافتہ ہیں۔ ہم سال کے بقیہ حصے میں ان میں مزید اضافہ اور مہنگائی کو ہوا دیتے دیکھ رہے ہیں۔ کرنٹ اکاؤنٹ خسارہ آئندہ 12 ماہ کی بنیاد پر جی ڈی پی کے 5% سے زیادہ ہونے کی توقع ہے جو پریشان کن ہے جیسا کہ اس سے ادائیگیوں کے توازن کے لیے سرمایے کی فراہمی پر توشیٹ پیدا ہوتی ہے۔

عمران خان ایک تاریخی اقدام میں عدم اعتماد کی تحریک کے ذریعے ہٹائے جانے والے پہلے وزیر اعظم بن گئے۔ شہباز شریف نے وزیر اعظم کی حیثیت سے حلف اٹھایا ہے اور BOP کا خلا دور کرنے کے لیے آئی ایم ایف پروگرام کو دوبارہ شروع کرنے کے لیے مذاکرات سے قبل انہیں سخت فیصلوں کا سامنا ہے۔ موجودہ حکومت عوام میں اپنی مقبولیت برقرار رکھنے اور معیشت مستحکم کرنے کے سخت اقدامات کرنے کے درمیان ایک کٹھن توازن قائم کرے گی۔ مالی سال 2023 کا بجٹ آئندہ مئی میں ہے اور ایکویٹی مارکیٹوں کی سمت کا تعین اگلے چند مہینوں میں کیے گئے پالیسی فیصلوں اور روس یوکرین جنگ کے بعد اجناس کی قیمتوں کے رجحان سے کیا جاسکتا ہے۔

اظہار تشکر

یہ بورڈ اپنے قابل قدر انویسٹرز، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کا، ان کے مسلسل تعاون اور مدد پر شکر گزار ہے۔ منجھٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانش مندانہ انتظام و انصرام کے لیے منجھٹ کمپنی کی ٹیم کی محنت اور کوششوں کا بھی اعتراف کرتے ہیں۔

برائے و مضائب بورڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 29 اپریل 2022

Lakson Money Market Fund
Condensed Interim Statement of Assets and Liabilities
As at March 31, 2022

	<i>Note</i>	March 31, 2022 (Unaudited) (Rupees)	June 30, 2021 (Audited)
Assets			
Bank balances	6	10,440,541,491	11,980,539,861
Investments	7	-	446,223,581
Mark-up receivable and deposits		69,119,382	15,722,537
Advance Tax		7,822,243	7,813,456
Prepayments		96,811	-
Total assets		10,517,579,927	12,450,299,435
Liabilities			
Payable to the Management Company	8	40,777,641	38,817,950
Payable to the Trustee		685,303	783,367
Payable to Securities and Exchange Commission of Pakistan		1,777,720	2,275,831
Accrued expenses and other liabilities	9	89,350,362	82,973,759
Total liabilities		132,591,026	124,850,907
Net assets		10,384,988,901	12,325,448,529
UNIT HOLDERS' FUND (as per statement of movement in Unit holders' Fund)		10,384,988,901	12,325,448,529
Contingencies and commitments	11		
		(Number of units)	
Number of units in issue		101,993,867	122,246,232
		(Rupees)	
Net assets value per unit		101.8198	100.8248

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Lakson Money Market Fund
Condensed Interim Income Statement (Unaudited)
For the nine months and quarter ended March 31, 2022

		Nine months ended		Quarter ended	
		March 31,		March 31,	
	Note	2022	2021	2022	2021
		------(Rupees)-----			
Income					
Mark-up income		812,126,962	629,565,564	317,022,791	204,612,363
Capital (loss) / Gain on sale of investments - net		(3,013,559)	(9,565,416)	(482,911)	(467,196)
Unrealised appreciation / (diminution) in the fair value of investments classified as 'held for trading' - net	7.1 & 7.3	-	-	-	-
Reversal of SWWF		71,397,891		(0)	
		880,511,293	620,000,148	316,539,879	204,145,167
Expenses					
Remuneration to the Management Company		33,768,987	41,813,386	12,272,663	12,162,245
Sales tax on remuneration of Management Company		4,389,964	5,432,027	1,595,445	1,581,095
Remuneration to the Trustee		5,903,824	6,216,327	1,778,236	2,026,594
Annual fee to the Securities and Exchange Commission of Pakistan		1,777,746	1,691,508	572,240	551,830
SECP Supervisory Fee		1,877	1,878	617	614
Auditors' remuneration		427,829	358,905	115,931	189,561
Fees and subscription		1,266,513	535,936	452,840	172,625
Brokerage, settlement and bank charges		914,661	823,343	309,663	299,465
		48,451,400	56,873,310	17,097,634	16,984,029
Net income from operating activities		832,059,893	563,126,838	299,442,245	187,161,138
Sindh Workers' Welfare Fund (SWWF)		-	(11,262,537)	-	(3,743,223)
Net income for the period before taxation		832,059,893	551,864,301	299,442,245	183,417,915
Taxation	12.	-	-	-	-
Net income for the period after taxation		832,059,893	551,864,301	299,442,245	183,417,915
Allocation of Net Income for the period					
Net income for the period after taxation		832,059,893	551,864,301	299,442,245	183,417,915
Less: Income already paid on units redeemed		(114,503,551)	(94,469,979)	(70,011,447)	(19,251,993)
		717,556,342	457,394,322	229,430,798	164,165,922
Accounting income available for distribution					
Relating to capital gains		-	-	-	-
Excluding capital gains		717,556,342	457,394,322	229,430,798	164,165,922
Accounting income available for distribution		717,556,342	457,394,322	229,430,798	164,165,922

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Lakson Money Market Fund

Condensed Interim Statement of Comprehensive Income (Unaudited)

For the nine months and quarter ended March 31, 2022

	Nine months ended March 31,		Quarter ended March 31,	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net income for the period after taxation	832,059,893	551,864,301	299,442,245	183,417,915
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>832,059,893</u>	<u>551,864,301</u>	<u>299,442,245</u>	<u>183,417,915</u>

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

LAKSON MONEY MARKET FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN RESERVE UNIT HOLDERS' FUND (UN-AUDITED)

For the nine months period ended March 31, 2022

Note	Nine Months Ended March 31, 2022			Nine Months Ended March 31, 2021		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	12,266,819,972	58,628,557	12,325,448,529	10,281,516,945	33,772,695	10,315,289,640
Issuance of 263,571,854 units (2021: 290,406,459 units)						
Capital value (at net asset value per unit at the beginning of the period)	26,574,579,469	-	26,574,579,469	26,499,227,620		26,499,227,620
Element of income	111,803,755		111,803,755	73,341,524		73,341,524
	26,686,383,224	-	26,686,383,224	26,572,569,143	-	26,572,569,143
Redemption of 283,824,219 units (2021: 243,023,795 units)						
Capital value (at net asset value per unit at the beginning of the period)	(28,617,825,823)		(28,617,825,823)	(27,429,106,519)		(27,429,106,519)
Element of income	(35,012,793)	(114,503,551)	(149,516,343)	(7,711,484)	(94,469,979)	(102,181,463)
	(28,652,838,616)	(114,503,551)	(28,767,342,166)	(27,436,818,002)	(94,469,979)	(27,531,287,981)
Total comprehensive income for the period	-	832,059,893	832,059,893	-	551,864,301	551,864,301
Distribution during the period	(72,042,101)	(619,518,477)	(691,560,578)	(63,577,181)	(401,487,233)	(465,064,414)
Net (loss) / income for the period less distribution	(72,042,101)	212,541,416	140,499,315	(63,577,181)	150,377,068	86,799,887
Net assets as at end of the period	10,228,322,479	156,666,422	10,384,988,901	9,353,690,905	89,679,784	9,443,370,689
Distribution for the period						
Undistributed income brought forward						
Realized income		58,628,557			17,612,274	
Unrealized income					16,160,421	
		58,628,557			33,772,695	
Accounting income available for distribution						
Relating to capital gains		-			-	
Excluding capital gains		717,556,342			457,394,322	
		717,556,342			457,394,322	
Distribution during the period		(619,518,477)			(401,487,233)	
Undistributed income carried forward		156,666,422			89,679,784	(0)
Undistributed income carried forward comprises of:						
Realized income at end of the period		156,666,422			89,679,784	
Unrealized income at end of the period		-				
		156,666,422			89,679,784	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			100.8248			100.5955
Net assets value per unit at end of the period			101.8198			101.1994

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Lakson Money Market Fund
Condensed Interim Cash Flow Statement (Unaudited)
For the nine months period ended March 31, 2022

	Nine months ended March 31,	
	2022	2021
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	832,059,893	551,864,301
Adjustments for:		
Unrealised diminution / (appreciation) in the fair value of investments - held for trading - net	-	-
	832,059,893	551,864,301
Increase / (decrease) in assets		
Investments	446,223,582	4,669,495,960
Mark-up receivable	(53,396,845)	67,591,894
Advances and prepayment	(105,599)	(17,971,906)
	392,721,138	4,719,115,948
Increase / (decrease) in liabilities		
Remuneration payable to the Management Company	1,959,692	3,732,548
Remuneration payable to the Trustee	(98,064)	(686,823)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(498,111)	(551,548)
Payable against purchase of investments	-	-
Accrued expenses and other liabilities	6,376,603	(169,359)
	7,740,120	2,324,818
Net cash (used in) / generated from operating activities	1,232,521,151	5,273,305,067
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issuance of units	26,686,383,224	26,572,569,143
Cash paid against redemption of units	(28,767,342,166)	(27,531,287,981)
Cash dividend paid	(691,560,578)	(465,064,414)
Net cash (used in) / generated from financing activities	(2,772,519,520)	(1,423,783,252)
Net (decrease) / increase in cash and cash equivalents during the period	(1,539,998,369)	3,849,521,815
Cash and cash equivalents at beginning of the period	11,980,539,861	4,787,578,811
Cash and cash equivalents at end of the period	10,440,541,492	8,637,100,626

The annexed notes from 1 to 18 form an integral part of this condensed interim financial information.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Lakson Money Market Fund
Notes to and forming part of the Condensed Interim
Financial information (Unaudited)
For the nine months and quarter ended March 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

Lakson Money Market Fund (the "Fund") was established under the Trust Deed executed on September 02, 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore, while the head office is in the Lakson Square Building No. 2, Karachi.

The Fund is an open end mutual fund and is listed on 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.

The Fund is categorised as "Money Market Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and Fund primarily invests in Government Securities, Certificates of Investment, Certificates of Deposits, Term Deposit Receipts, Commercial Papers, Reverse Repo, etc. subject to the guidelines issued by SECP from time to time.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

Pakistan Credit Rating Agency Limited (PACRA) has upgraded AA+(f) (Fund Stability Rating) to the Fund on March 09, 2022 and PACRA has also maintained asset manager rating of the Company to AM2+ (stable outlook), on August 27, 2021 (2020: AM2+ as on August 28, 2020).

- 1.1** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trust Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Trusts including Collective Investment Scheme, private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. For this purpose, Re- Stated Trust Deeds of all Funds have been executed between the Management Company and the Trustees and all the relevant Trust Deeds alongwith necessary documents have been submitted with Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34 'Interim Financial Reporting issued by the International Accounting Standard 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
- The NBFC Rules, the NBFC Regulations, and requirements of 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 trust deed differ from the IFRS, the provision 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 trust deed have been followed.

- 2.1** The comparative statement of asset and liabilities presented in these condensed interim financial information as at 31 March 2022 has extracted from the audited financial statements of the Company for the year ended 30 June 2021, whereas the comparative income statement of comprehensive income, the cash flow statement and statement of movement in unit holder's fund for the nine months March 2021 have been extracted from the unaudited condensed interim financial information for the period then ended.

- 2.2** These condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2021. However, selected explanatory notes are included to explain events and transactions that are significant.
- 2.3** These condensed interim financial information are being submitted to the unit holders as required under Regulation 38(2)(f) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited. However, a limited scope review has been carried out by the auditors in accordance with the requirements of clause 5.19.13 of the Pakistan Stock Exchange Limited (PSX) Rule Book.
- 2.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial information give a true and fair view of the state of the Fund's affairs as at 31 March 2022.

2.4 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for investments that are stated at fair values.

2.5 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of rupees.

3. SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies adopted for the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2021

4. SIGNIFICANT JUDGEMENTS AND ESTIMATES

- 4.1** The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied to financial statements as at and for the year ended June 30, 2021.

5. FINANCIAL RISK MANAGEMENT

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

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
		(Rupees)	
6. BANK BALANCES	Note		
In profit and loss sharing accounts	6.1	10,440,534,393	11,980,532,421
In current accounts		7,098	7,440
		<u>10,440,541,491</u>	<u>11,980,539,861</u>
6.1	These represents profit and loss account maintained with banks carrying profit rates ranging from 8.25% to 12% (June 30, 2021: 5.00% to 8.75%) per annum.		
7. INVESTMENTS			
Financial assets classified as at fair value through profit or loss			
Government securities			
Market Treasury Bills	7.1	-	-
Financial assets classified as at amortized cost			
Letter Of Placement	7.2	-	-
I Commercial paper	7.3	-	446,223,581
		<u>-</u>	<u>446,223,581</u>
		<u>-</u>	<u>446,223,581</u>

7.1 Government securities-Market Treasury bills

	-----Number of Treasury Bills-----				Balance as at March 31, 2022			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market Value	Unrealized appreciation		
					------(Rupees)-----				
Treasury Bills - 3 months (face value of Rs. 100,000 each)	-	403,290,000	403,290,000	-	-	-	-	-	0
Treasury Bills - 6 months (face value of Rs. 100,000 each)	-	242,670,000	242,670,000	-	-	-	-	-	-
Treasury Bills - 12 months (face value of Rs. 100,000 each)	-	-	-	-	-	-	-	-	-
Total - March 31, 2021					-	-	-	-	-
Total - June 30, 2020					-	-	-	0.00%	0.00%

7.2 Letter of Placements

				Balance as at March 31, 2022				Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
Date of Maturity	Term (Number of Days)	Mark-up Rate	Holding as at July 01, 2021	Purchases during the period	Disposed / matured during the period	Holding as at March 31, 2022			
----- (Number) -----				----- (Rupees) -----				----- (%) -----	
Pak Kuwait Investment Co.	29-Jul-21	2	7.25%	-	250,000,000	250,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	10-Aug-21	181	7.96%	-	432,911,700	432,911,700	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Sep-21	63	7.25%	-	1,295,000,000	1,295,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	2-Dec-21	10	9.05%	-	1,000,000,000	1,000,000,000	-	-	-
Pak Kuwait Investment Company	13-Dec-21	10	9.05%	-	100,000,000	100,000,000	-	-	-
Pak Brunei Investment Company	16-Dec-21	23	9.05%	-	1,000,000,000	1,000,000,000	-	-	-
Pak Oman Investment Company	16-Dec-21	23	9.05%	-	1,000,000,000	1,000,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Dec-21	10	10.10%	-	350,000,000	350,000,000	-	-	-
Saudi Pak Industrial & Agricultural Investment Company Ltd	27-Dec-21	11	10.10%	-	500,000,000	500,000,000	-	-	-
Pak Kuwait Investment Company	27-Dec-21	11	10.05%	-	850,000,000	850,000,000	-	-	-
Pak Brunei Investment Company	27-Dec-21	11	10.00%	-	850,000,000	850,000,000	-	-	-
Pak Oman Investment Company	27-Dec-21	11	10.00%	-	850,000,000	850,000,000	-	-	-
Pak Oman Investment Company Limited	28-Feb-22	33	10.00%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Oman Investment Company Limited	28-Feb-22	33	10.00%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Kuwait Investment Company	3-Mar-22	3	10.05%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Oman Investment Company Limited	3-Mar-22	3	10.05%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Kuwait Investment Company	10-Mar-22	7	10.00%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Kuwait Investment Company	11-Mar-22	1	10.05%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Oman Investment Company Limited	11-Mar-22	1	10.05%	-	1,300,000,000	1,300,000,000	-	-	-
Pak Kuwait Investment Company	22-Mar-22	181	8.21%	-	192,176,000	192,176,000	-	-	-
Pak Oman Investment Company Limited	24-Mar-22	2	10.30%	-	600,000,000	600,000,000	-	-	-
Pak Oman Investment Company Limited	25-Mar-22	1	10.40%	-	1,000,000,000	1,000,000,000	-	-	-
Pak Kuwait Investment Company	28-Mar-22	4	10.40%	-	1,000,000,000	1,000,000,000	-	-	-
Total as at March 31, 2022					20,370,087,700	20,370,087,700	-	-	-
Total as at June 30, 2021					8,163,000,000	8,163,000,000	-	-	-

7.3 Commercial Papers

Note	-----Number of Pakistan Investment Bonds-----				Balance as at March 31, 2022			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market Value	Unrealized appreciation		
		450	450	-	-	-	-	-	-
	0	200	200	-	-	-	-	-	-
					-	-	-	0.00%	0.00%
					446,223,581	446,223,581	-	3.62%	99.16%

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees)	
8 PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company	8.1	4,552,071	2,817,827
Sales Tax payable on remuneration to the Management Company	8.2	5,247,661	5,022,213
Federal Excise Duty payable on remuneration to the Management Company	8.3	30,977,910	30,977,910
		<u>40,777,641</u>	<u>38,817,950</u>

8.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the NBFC Regulations, of an amount not exceeding one percent per annum of the average daily net assets of the Fund. Currently the Management Company is charging its remuneration 0.43% of the net assets of the Fund, calculated on a daily basis (June 30, 2021: 0.44%). Remuneration is paid to the Management company in arrears on a monthly basis.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on Management Company's remuneration. Above liability includes Rs. 4,743,150 (June 30, 2021: Rs. 4,743,150) accrued on Federal Excise Duty (FED) on the management remuneration as more fully explained in note 6.3 below.

8.3 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16 percent on the remuneration of the Management Company has been applied effective 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 may result in double taxation, which does not appear to be the spirit of the law, hence, a petition was collectively filed by the Mutual Fund Association of Pakistan with the High Court of Sindh (SHC) on September 4, 2013.

While disposing the above petition through order dated July 16, 2016, the SHC declared the said provisions to be ultra vires and as a result no FED is payable with effect from July 1, 2016. However, the tax authorities subsequently filed appeal against the decision of the SHC in the Supreme Court of Pakistan, which is pending for the decision.

Furthermore, the Finance Act 2016 also introduced an amendment to the Federal Excise Act, 2005 whereby FED was withdrawn on services of different industries including Non-Banking Financial Institutions, which are already subject to provisional sales tax.

However, since the appeal is pending in the Supreme Court of Pakistan, the Management Company, as a matter of prudence, is carrying provision for FED for the period from June 13, 2013 to June, 30 2016 aggregating to Rs. 30.97 million. Had the provision not been made, NAV per unit of the Fund as at March 31, 2022 would have been higher by Rs. 0.30 (June 30, 2021: Rs. 0.25) per unit. The amount is payable to the management company for onwards payment, if any, to the Government.

		March 31, 2022 (Unaudited)	June 30, 2021 (Audited)
	Note	(Rupees)	
9 ACCRUED AND OTHER LIABILITIES			
Auditors' remuneration		422,604	345,224
Provision for Sindh Workers' Welfare Fund	9.1	-	71,397,891
Brokerage payable		-	526,929
Rating fee payable		759	759
Withholding tax payable		1,901,574	6,310,049
Professional tax payable		458,258	458,258
Dividend payable		160,146	-
Others		85,415,892	3,934,649
		<u>88,359,233</u>	<u>82,973,759</u>

9.1 The Government of Sindh introduced levy of the Sindh Workers' Welfare Fund (SWWF) through the Sindh Workers' Welfare Act, 2014. The MUFAP, in the previous years based on opinion obtained from the tax consultants, concluded that SWWF is not applicable on mutual funds. MUFAP also wrote to the Sindh Revenue Board (SRB) that mutual funds are not establishments and are pass through vehicles, therefore, they do not have any worker and, as a result, no SWWF is payable by them. SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, and thus SWWF is payable by them.

During the current period, SRB through its letter to MUFAP has clarified that Asset Management Company's (AMCs) are covered under the term "financial institutions" as per the Sindh WWF Act 2014 and are therefore subject to SWWF charge whereas as the Mutual Funds/Pension Funds managed by those AMCs do not qualify as "financial institutions" as per SWWF Act 2014.

In the wake of the aforesaid clarification of SRB, the MUFAP called its Extraordinary General Meeting (EOGM) on August 13, 2021, wherein the MUFAP recommended to its members that effective from August 13, 2021, SWWF recognised earlier should be reversed in light of the clarification issued by SRB. Subsequently, MUFAP approached SECP and obtained the clarification with respect to this matter as well.

The Fund ceased to charge further provision for SWWF and has reversed full provision for SWWF amounting to Rs. 71.40 million charged till June 30, 2021.

11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31, 2022 and June 30, 2021.

12. TAXATION

12.1 The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. 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. For the six months period ended December 31, 2021, the fund has already distributed the entire income earned during the period, including through redemption during the period.

12.2 A new section 4B was introduced in the Income Tax Ordinance, 2001 vide the Finance Act, 2015, according to which super tax has been imposed for Tax Year 2015 on the income of individuals, association of persons and companies who are earning income of Rs. 500 million or above in Tax Year 2015 at the rate of 3% other than banking companies.

During year ended June 30, 2017, the Management Company received an order under the aforementioned section for recovery of super tax not paid with return of income in respect of the Fund for the Tax Year 2015. The Deputy Commissioner considered that the Fund was required to pay super tax as the income of the Fund was more than Rs. 500 million and raised a demand of Rs. 18.82 million in this respect.

The Management Company had filed an appeal before Commissioner Appeals (Inland Revenue) against the order which was decided in favor of the Company whereby super tax demand was deleted. The department had filed an appeal against the decision at the Appellate Tribunal which is pending adjudication and no provision has been made for super tax in these condensed interim financial information for the period ended March 31, 2022.

The Fund has also received an order for Tax Year 2016 whereby demand amounting to Rs. 24 million has been created mainly on account that the Fund has made less than 90% distribution out of its distributable profit due to misinterpretation of the facts of the case. The Fund has filed an appeal against the said order to CIT (Appeals) and considers that the case will be decided in Fund's favor. Hence, no provision has been in these condensed interim financial information for the period ended March 31, 2022.

During the year ended June 30, 2021, the Fund also received show-cause notice under section 4B of the Income Tax Ordinance, 2001 for recovery of super tax not paid with return of income for the Tax year 2019. The Deputy Commissioner considered that the Fund has failed to pay super tax on the profit of debt income earned during the tax year 2019, as the total profit of debt income of the Fund was Rs. 916 million and raised a demand of Rs. 18.321 million in this respect.

The Management Company of the Fund has decided not to file an appeal in due course of time and no provision has been made for super tax in these condensed interim financial information for the period ended March 31, 2022 for the reason that the same issue had been raised in earlier tax year 2015 and the same had been decided in Fund's favor by the CIT appeals and Appellate Tribunal.

13. DISTRIBUTIONS DURING THE PERIOD

	March 31, 2022 (Un-audited)	June 30, 2021 (Audited)
	(Rupees)	
Interim Distributions		
Rs. 0.7439 per unit declared on Aug 06, 2021 (2021: Rs. 0.5328 per unit)		
- Cash Distribution	91,953,925	51,255,128
- Refund of Capital	5,032,510	7,863,339
Rs. 1.0267 per unit declared on Sep 03, 2021 (2021: Rs. 0.4588 per unit)		
- Cash Distribution	131,445,433	34,714,342
- Refund of Capital	3,103,954	4,701,215

	March 31, 2022 (Un-audited) (Rupees)	June 30, 2021 (Audited)
Rs. 0.7306 per unit declared on Oct 08, 2021 (2021: Rs. 0.6199 per unit)		
- Cash Distribution	89,933,920	41,178,728
- Refund of Capital	1,445,589	17,611,495
Rs. 0.4503 per unit declared on Nov 01, 2021 (2021: Rs. 0.5425 per unit)		
- Cash Distribution	41,792,353	56,279,496
- Refund of Capital	1,766,891	9,390,867
Rs. 0.6076 per unit declared on Dec 01, 2021 (2021: Rs. 0.4328 per unit)		
- Cash Distribution	49,748,505	33,017,780
- Refund of Capital	14,977,860	6,390,280
Rs. 0.5875 per unit declared on Dec 24, 2021 (2021: Rs. 0.4751 per unit)		
- Cash Distribution	48,637,833	46,398,330
- Refund of Capital	5,509,582	9,829,555
Rs. 1.2223 per unit declared on Feb 02, 2021 (2021: Rs. 0.6643 per unit)		
- Cash Distribution	101,612,560	51,743,044
- Refund of Capital	8,040,139	3,820,406
Rs. 0.7441 per unit declared on Mar 02, 2021 (2021: Rs. 0.6150 per unit)		
- Cash Distribution	64,393,948	63,947,779
- Refund of Capital	32,165,575	4,562,954
(2021: Rs. 0.4949 per unit)		
- Cash Distribution	-	48,504,321
- Refund of Capital	-	4,976,154
(2021: Rs. 0.6643 per unit)		
- Cash Distribution	-	67,370,033
- Refund of Capital	-	3,227,473
(2021: Rs. 0.5080 per unit)		
- Cash Distribution	-	67,871,376
- Refund of Capital	-	6,234,091
(2021: Rs. 0.4798 per unit)		
- Cash Distribution	-	42,511,958
- Refund of Capital	-	15,868,724
	691,562,600	699,270,889

14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the fund, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having holding more than 10% in the units of the Funds as at March 31, 2022. It also includes staff retirement funds of the above related parties / connected

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively. Other transactions are in normal course of business, at contracted rates and terms determined in accordance with the market rates.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

14.1 Balance as at period / year end	March 31, 2022 (Un Audited) (Rupees)	June 30, 2021 (Audited)
Lakson Investments Limited - Management Company of the Fund		
Remuneration payable	4,552,071	2,817,827
Sindh Sales Tax and Federal Excise Duty on remuneration to Management Company *		5,022,213
Federal Excise Duty Management Company's remuneration*	36,225,571	30,977,910
Central Depository Company of Pakistan Limited - Trustee of the fund		
Remuneration payable	685,303	783,367

14.2 Unit Holders' Fund

	Nine Months ended March 31, 2022							
	Number of units as at 01 July 2021	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at 31 March 2022	Balance as at 1 July 2021	Units issued during the period	Units redeemed during the period
						Balance as at 1 July 2021		Balance as at 31 March 2022
	(Number of units)					(Rupees)		
Lakson Investments Limited - Management Company	1,451,066	12,556,360	93,837	12,369,135	1,732,127	146,303,464	1,276,419,358	1,257,419,358
Directors, Chief Executive and their spouse and minors	23,537,050	7,423,362	47,513	9,210,625	21,797,300	2,373,118,359	754,293,315	933,332,869
Key management personnel, employees and connected persons of the Management Company	35,342	133,578	285	71,228	97,977	3,563,350	13,553,442	7,236,390
Holding company / associated companies / undertakings of the Management Company								
Accuray Surgical Limited Employees Contributory Provident Fund	-	93,796	274	19,171	74,899	-	9,499,621	1,954,992
Accuray Surgicals Limited	591,026	31,118	-	-	622,144	59,590,078	3,140,167	-
Alan Private Limited	2,374,408	125,013	-	-	2,499,421	239,399,212	12,615,375	-
Baluchistan Polyproducts Private Limited	1,024	160	-	1,184	0	103,245	16,204	119,925
Century Insurance Company Limited Gratuity Fund	33,024	151,949	228	91,648	93,553	3,329,638	15,417,908	9,284,158
Century Insurance Company Limited	690,076	187,477	648	457,700	420,502	69,576,775	19,016,125	46,288,485
Century Insurance Company Limited Employees Contributory Provident Fund	10,490	173,471	883	119,168	65,677	1,057,652	17,605,035	12,087,368
Century Paper & Board Mills Limited - Employee Contribution Provident Fund	-	397,148	1,603	383,651	15,100	-	40,254,720	38,879,507
Century Paper & Board Mills Limited - Employee Gratuity Fund	-	593,532	1,590	384,200	210,922	-	60,203,906	38,928,774
Colgate Palmolive Pakistan Limited	12,513,588	658,840	-	-	13,172,428	1,261,680,007	66,485,390	-
Colgate Palmolive (Pakistan) Limited - Employee Contribution Provident Fund	1	186,531	775	174,501	12,806	101	18,920,627	17,677,583
Colgate Palmolive (Pakistan) Limited - Employee Gratuity Fund	65,199	226,409	956	274,399	18,164	6,573,676	22,968,332	21,236,755
Cyber Internet Services (Private) Limited - Employee Contribution Provident Fund	73,210	629,078	2,197	690,697	13,789	7,381,384	63,701,959	70,016,725
Express Publications Private Limited	716,792	22,265	1	533,651	205,407	72,270,410	2,246,463	54,000,000
Gam Corporation Private Limited Employees Contributory Provident Fund	906,911	273,178	828	744,560	436,356	91,439,120	27,637,924	75,733,906
Hasanali & Gulbanoo Lakhani Foundation	43,860	-	-	43,860	-	4,422,176	-	4,426,879
Hasanali Karabhai Foundation ECPF Trust	7,347	22,806	102	16,645	13,611	265,020	2,312,140	1,685,836
Lakson Investments Limited Employee Contributory Provident Fund Trust	34,805	77,434	484	66,386	46,338	3,509,207	7,862,461	6,727,710
Lakson Power Limited	3,701	180	-	396	3,485	373,153	18,179	40,000
Merit Packaging Limited Employees Contributory Provident Fund Trust	-	217,212	543	206,524	11,231	-	22,007,852	20,974,889
Merit Packaging Limited Employees Gratuity Fund	67,588	88,812	332	155,433	1,299	6,814,547	8,995,714	8,904,372
Premier Fashions Private Limited	-	2,001,866	9,688	-	2,011,554	18,011,554	203,116,699	-
Siza Commodities Private Limited	199,543	4,221,138	8,004	1,002,208	3,426,478	20,118,883	428,461,163	102,000,000
Siza Foods Private Limited Employees Contributory Provident Fund Trust	53,966	249,365	872	299,184	5,019	5,441,111	25,255,749	30,309,615
Siza Private Limited	(1)	10,196,242	15,534	5,473,838	4,737,936	70,228,817	1,034,888,950	556,000,000
Siza Services Private Limited	516,786	4,213,694	20,459	370,080	4,380,859	52,104,845	427,599,175	37,544,644
Siza Services Private Limited Employees Countributory Provident Fund Trust	14,206	72,227	303	70,860	15,876	1,432,317	7,320,944	7,181,788
Sybrid (Private) Limited Employee Contributory Provident Fund Trust	-	190,595	429	140,981	50,043	-	19,301,026	14,357,418
Sybrid Private Limited	4,287	199,739	570	203,899	697	432,236	20,210,683	20,800,000
Television Media Network Private Limited	2,063,701	87,653	-	838,468	1,312,886	208,072,241	8,844,287	85,000,000
Trustee / Custodian								
Central Depository Company of Pakistan Limited	2,584,809	1,068,758	3,204	2,910,931	745,840	264,412,978	108,128,579	135,000,000
Connected person due to holding more than 10% units								
Fauji Fertilizer Company Limited	34,852,350	99,400,386	143,850	134,396,587	(0)	3,513,981,230	14,102,154,266	17,616,135,495

	Nine Months ended March 31, 2021					Balance as at 1 July 2020	Units issued during the period	Units redeemed during the period	Balance as at 31 March 2021
	Number of units as at 01 July 2020	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at 31 March 2021				
	----- (Number of units) -----					----- (Rupees) -----			
Lakson Investments Limited - Management Company									
Lakson Investments Limited - Management Company	4,386,135	29,522,151	151,796	32,522,313	1,537,768	441,225,485	2,986,231,862	3,288,572,121	155,621,162
Directors, Chief Executive and their spouse and minors	27,915,557	31,539,284	37,197	27,922,078	31,569,960	2,808,179,445	3,181,222,326	2,818,134,916	3,194,861,042
Key management personnel, employees and connected persons of the Management Company	24,810	4,205	11	13,802	15,224	2,495,789	424,356	1,392,558	1,540,660
Holding company / associated companies / undertakings of the Management Company									
Accuray Surgical Limited Employees Contributory Provident Fund	-	40,417	50	35,766	4,702	-	4,073,732	3,613,756	475,845
Accuray Surgicals Limited	222,713	288,451	111	-	511,275	22,403,956	29,031,002	-	51,740,752
Alan Private Limited	1,707,515	622,658	1,722	-	2,331,895	171,768,362	62,825,570	-	235,986,409
Baluchistan Polyproducts Private Limited	909	3,496	2	1,935	2,472	91,470	353,185	194,918	250,157
Century Insurance Co. Ltd. GF	-	70,045	100	65,481	4,665	-	7,060,301	6,616,136	472,102
Century Insurance Co. Ltd. Employees Contributory Provident Fund Trust	17,446	78,950	261	91,043	5,613	1,754,991	7,973,968	9,198,872	568,032
Century Paper & Board Mills Limited ECPFT	-	757,176	1,633	696,075	62,734	-	76,383,655	70,333,129	6,348,623
Century Paper & Board Mills Limited EGF	-	635,837	1,190	581,933	55,094	-	64,123,983	58,800,331	5,575,436
Colgate Palmolive Pakistan Limited	14,705,627	547,764	-	989,236	14,264,155	1,479,319,864	55,139,888	100,000,000	1,443,523,928
Colgate Palmolive Pakistan Limited ECPFT	157,542	567,208	1,643	661,080	65,314	15,848,049	57,271,619	8,043,184	6,609,704
Colgate Palmolive Pakistan Limited EGF	146,969	701,292	2,110	785,170	65,201	14,784,422	70,816,094	79,336,508	6,598,291
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	-	474,668	1,053	450,973	24,747	-	47,884,540	45,566,378	2,504,360
Express Publications Private Limited	24,946	1,216,987	1,428	-	1,243,361	2,509,466	122,620,687	-	125,827,421
Gam Corporation Private Limited Employees Contributory Provident Fund	30,134	557,097	1,671	559,962	28,939	3,031,338	56,243,242	56,566,066	2,928,620
Hasanali & Gulbanoo Lakhani Foundation	152,349	137,475	111	241,106	48,829	15,325,663	13,852,183	24,328,779	4,941,478
Lakson Power Limited	3,800	132	-	297	3,634	382,244	13,272	30,000	367,805
Merit Packaging Limited Employees Contributory Provident Fund Trust	3,777	139,064	437	129,865	13,413	379,910	14,042,891	13,114,376	1,357,411
Merit Packaging Limited Employees Gratuity Fund	16,405	42,987	132	55,456	4,069	1,650,240	4,341,036	5,603,249	411,753
Premier Fashions Private Limited	556,637	2,110,787	5,974	2,673,398	-	55,995,135	213,018,804	269,457,593	-
Siza Commodities Private Limited	234,367	890,991	3,290	1,128,648	-	23,576,265	90,004,705	114,146,520	-
Siza Foods Private Limited Employees Contributory Provident Fund Trust	-	399,514	747	382,855	17,406	-	40,285,711	38,682,360	1,761,481
Siza Private Limited	149,151	4,500,907	7,667	4,352,189	305,536	15,003,967	454,407,465	439,950,127	30,920,108
Siza Services Private Limited	245,381	6,200,554	16,508	6,219,508	242,935	24,684,220	625,623,112	627,000,000	24,584,921
Siza Services Private Limited Employees Countributory Provident Fund Trust	-	99,168	155	84,056	15,267	-	9,998,989	8,491,770	1,545,026
Sybrid (Private) Limited ECPFT	-	49,560	140	46,584	3,116	-	5,003,926	4,707,575	315,338
Sybrid Private Limited	-	1,902,083	3,909	1,660,639	245,353	-	191,845,855	168,000,000	24,829,625
Lakson Investments Limited ECPFT	-	139,596	234	139,830	-	-	14,071,627	14,118,782	-
Television Media Network Pvt Ltd	-	2,024,395	2,356	-	2,026,751	-	203,980,213	-	205,105,979
Century Insurance Company Limited	-	705,176	36	27,904	677,308	-	71,308,856	2,816,536	68,543,144
Century Enterprises Private Limited	-	-	-	-	-	-	-	-	-
Hasanali Karabhai Foundation ECPFT Trust	-	3,680	-	1,368	2,313	-	370,834	138,000	234,049
Trustee / Custodian									
Central Depository Company of Pakistan Limited	1,528,023	1,053,096	3,690	-	2,584,809	153,712,220	106,310,973	-	261,581,111
Connected person due to holding more than 10% units									
Fauji Fertilizer Company Limited	19,190,213	82,475,568	205,017	67,018,449	34,852,349	1,930,449,116	8,323,233,515	6,768,646,721	3,527,036,762

Above related parties / connected person hold 59.77% of the units of the fund (30 June 2021: 68.26%)

14.3	Other transactions during the period	Nine months ended March 31,	
		2022	2021
		---- (Un-Audited) ----	-----
		----- (Rupees) -----	-----
	Lakson Investments Limited - Management Company of the Fund		
	Remuneration to the Management Company	33,768,987	41,813,386
	Sindh sales tax on remuneration of Management Company	4,389,964	5,432,027
	Dividend paid		
	Central Depository Company of Pakistan Limited - Trustee of the Fund		
	Remuneration for the period	1,778,236	2,026,594
	Dividend paid	9,563,034	3,315,659
	Directors, Chief Executive and their spouse and minors		
	Dividend Received from the fund	132,761,887	28,711,418
	Key management personnel, employees and connected persons of the Management Company		
	Dividend Paid	260,750	33,880
	SIZA Services (Private) Limited		
	Dividend Paid	2,976,866	320,838
	SIZA (Private) Limited		
	Dividend Paid	1,634,059	485,581
	Hasanali & Gulbanoo Lakhani Foundation		
	Dividend Paid	-	61,965
	Hasanali Karabhai Foundation ECPF Trust		
	Dividend Paid	26,629	-
	Premier Fashions (Private) Limited		
	Dividend Paid	725,528	-
	Lakson Power Limited		
	Dividend Paid	21,387	4,612
	Colgate Palmolive (Pakistan) Limited		
	Dividend Paid	78,218,106	19,356,706
	SIZA Commodities (Private) Limited		
	Dividend Paid	5,670,536	165,745
	Baluchistan Polyproducts (Private) Limited		
	Dividend Paid	1,821	-
	Siza Services Private Limited Employees Contributory Provident Fund Trust		
	Dividend Paid	12,795	4,738
	Accuray Surgical Limited		
	Dividend Paid	3,694,314	648,813
	Accuray Surgical Limited Employees Contributory Provident Fund		
	Dividend Paid	115,621	-
	Express Publications Private Limited		
	Dividend Paid	2,581,818	1,577,838
	Century Insurance Co. Ltd., GF		
	Dividend Paid	69,688	
	Fauji Fertilizer Company Limited		
	Dividend Paid	73,278,186	
	Sybrid Private Limited		
	Dividend Paid	199,675	487,587
	Television Media Network Pvt Ltd		
	Sale of T-Bills	10,405,044	2,571,967
	Century Insurance Company Limited - ECPFT		
	Dividend Received from the fund	302,197	-
	Colgate Palmolive (Pakistan) Limited - ECPFT		
	Dividend Received from the fund	50,628	-

	Nine months ended March 31,	
	2022	2021
	---- (Un-Audited) ----	-----
	----- (Rupees) -----	-----
Colgate Palmolive (Pakistan) Limited - EGF		
Sale of T-Bills	58,332	-
Dividend Received from the fund	-	-
GAM Corp. (Pvt.) Limited - ECPFT		
Dividend Received from the fund	4,287,924	-
Merit Packaging Limited - ECPFT		
Sale of T-Bills	11,853	-
Dividend Received from the fund	-	-
Merit Packaging Limited - EGF		
Dividend Received from the fund	27,714	-
Lakson Investments Limited - ECPFT		
Dividend Received from the fund	362,461	-
Century Paper & Board Mills Limited ECPFT		
Dividend Received from the fund	74,720	-
Century Paper & Board Mills Limited EGF		
Dividend Received from the fund	68,906	-
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT		
Dividend Received from the fund	234,684	-
Siza Foods Private Limited Employees Contributory Provident Fund Trust		
Dividend Received from the fund	105,749	-
Sybrid (Private) Limited ECPFT		
Dividend Received from the fund	90,760	-
Century Insurance Company Limited		
Dividend Received from the fund	3,254,265	-
Alan Private Limited		
Dividend Received from the fund	4,853,362	2,959,199

15. TOTAL EXPENSE RATIO

As per the SECP circular vide direction no. 23 dated July 20, 2016 and as referred in Regulations 60 (5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations"), Total Expense Ratio (TER) calculated inclusive of Sindh Sales Tax and SECP fee is 0.55% as of March 31, 2022 (March 31, 2021: 0.54%) and this includes 0.08% (March 31, 2021: 0.22%) representing Sindh Sales tax and SECP fee.

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 traded in an open market are revalued at the market prices prevailing at the close of trading on the reporting date. The estimated fair value of all other financial assets and liabilities is not considered to be significantly different from book values as the items are either short-term in nature or periodically repriced.

International Financial Reporting Standard (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 (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or
- Unobservable inputs for the asset or liability (level 3).

March 31, 2022 (Un-Audited)						
Fair value through profit or loss	Carrying amount		Fair value			
	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets not measured at fair value						
Bank balances	-	10,440,541,491	-	-	-	-
Mark-up receivable	-	69,019,382	-	-	-	-
Investments	-	-	-	-	-	-
	-	10,509,560,872	-	-	-	-
Financial liabilities not measured at fair value						
Payable to the Management Company	-	40,777,641	-	-	-	-
Payable to the Trustee	-	685,303	-	-	-	-
Accrued expenses and other liabilities	-	88,359,233	-	-	-	-
	-	129,822,178	-	-	-	-
June 30, 2021 (Audited)						
Fair value through profit or loss	Carrying amount		Fair value			
	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets not measured at fair value						
Bank balances	-	11,980,539,861	-	-	-	-
Mark-up receivable	-	15,722,537	-	-	-	-
Investments	-	446,223,581	-	-	-	-
	-	12,442,485,979	-	-	-	-
Financial liabilities not measured at fair value						
Payable to the Management Company	-	2,817,827	-	-	-	-
Payable to the Trustee	-	783,367	-	-	-	-
Accrued expenses and other liabilities	-	1,765,818	-	-	-	-
	-	5,367,012	-	-	-	-

16.1 Valuation techniques

The fund has not disclosed the fair values for these 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.

17. GENERAL

Figures have been rounded off to the nearest rupee.

18. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on April 29, 2022 by the Board of Directors of the Management Company.

For Lakson Investment Company
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



A Lakson Group Company

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