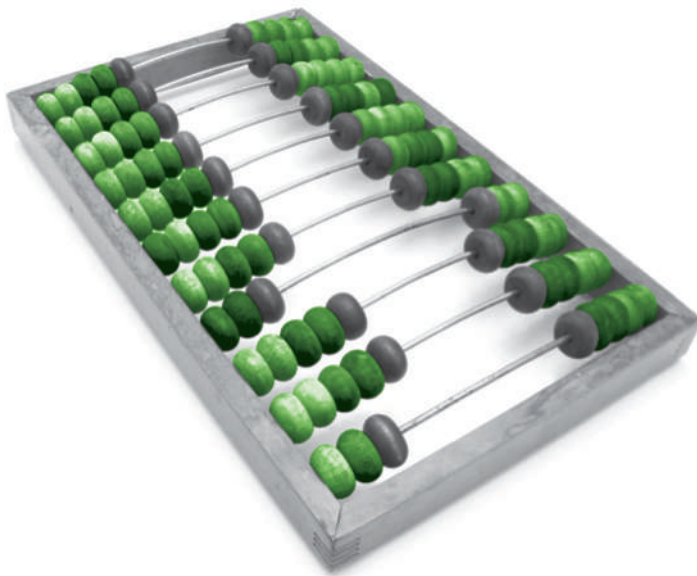


Faysal Funds

Islamic Dedicated Equity Fund

Condensed Interim Financial Statements
For The Quarter Ended Septmeber 30, 2022 (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. Osman Asghar Khan, Member

Mr. Salman Ahmed Usmani, Member

Mr. Nadir Rehman, Chairman

Trustee to the Fund

Central Depository Company of Pakistan Limited,

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

Main Shahrah-e-Faisal, Karachi.

Bankers to the Fund

Faysal Bank Limited

Meezan 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

FIDEF is to provide other 'Fund of Funds' Schemes an avenue for investing in Shariah Compliant Equities.

Condensed Interim Statement of Assets and Liabilities

As at September 30, 2022

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
----- (Rupees) -----			
Assets			
Balances with banks	5	32,068,551	442,305,559
Investments -net	6	1,904,092,340	2,225,342,338
Advances, deposits and other receivables		58,473,658	10,376,582
Receivable from the Faysal Asset Management Limited - Management Company		-	1,000,000
Preliminary expenses and floatation costs	7	467,255	519,419
Receivable against sale of investments		22,146,925	69,424,102
Total assets		2,017,248,730	2,748,968,000
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	31,257,318	21,779,076
Payable to Central Depository Company of Pakistan Limited - Trustee	9	358,176	381,275
Payable to the Securities and Exchange Commission of Pakistan	10	135,170	834,606
Payable against purchase of investments		7,562,749	33,516,123
Accrued expenses and other liabilities	11	7,295,311	6,475,700
Total liabilities		46,608,724	62,986,780
Net assets		1,970,640,006	2,685,981,220
Unit holders' fund (as per the statement attached)		1,970,640,006	2,685,981,220
Contingencies and commitments	12		
----- (Number of units) -----			
Number of units in issue		20,951,130	29,588,213
----- (Rupees) -----			
Net assets value per unit		94.06	90.78

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Income Statement

For The Quarter Ended September 30, 2022 (Un-audited)

		<div> <div>QUARTER ENDED SEPTEMBER 30,2022</div> <div>QUARTER ENDED SEPTEMBER 30,2021</div> </div>	
	Note	----- (Rupees) -----	
Income			
Profit on balances with banks		6,033,154	1,872,469
Dividend income from equity securities		61,833,972	53,630,273
Capital (loss) on sale on investments-net		(6,332,769)	(116,324,001)
		61,534,357	(60,821,259)
Unrealised appreciation / (diminuation) on revaluation of investments classified as 'financial assets at fair value through profit or loss' - net	6.1	27,414,167	(353,131,984)
Total income / (loss)		88,948,524	(413,953,243)
Expenses			
Remuneration of Faysal Asset Management Limited - Management Company	8.1	18,589,258	21,458,863
Sindh sales tax on remuneration of the Management Company	8.2	2,416,602	2,789,652
Selling and marketing expenses	8.4	10,139,596	36,384,707
Remuneration to Central Depository Company of Pakistan Limited - Trustee	9	928,027	1,324,998
Sindh sales tax on remuneration of the Trustee	9.2	121,594	183,473
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	135,195	214,589
Auditors' remuneration		140,024	140,576
Legal and professional charges		39,560	81,512
Fees and subscriptions		34,914	6,932
Total Expense Ratio Adjustment		(4,750,000)	(21,000,000)
Transaction charges		5,046,263	11,151,304
Amortisation of preliminary expenses and floatation cost	7	52,164	52,164
Bank charges		2,285	4,351
Printing charges		8,556	6,256
Total expenses		32,904,038	52,799,377
Net income / (loss) from operating activities		56,044,486	(466,752,620)
Reversal of Sindh Workers' Welfare Fund (SWWF)		-	18,181,078
Net income / (loss) for the period before taxation		56,044,486	(448,571,542)
Taxation	13	-	-
Net income / (loss) for the period after taxation		56,044,486	(448,571,542)
Allocation of net income for the period			
Net income / (Loss) for the period after taxation		56,044,486	(448,571,542)
Income already paid on units redeemed		(27,694,333)	-
		28,350,153	(448,571,542)
Accounting income available for distribution			
- Relating to capital gains		21,081,398	-
- Excluding capital gains		7,268,755	-
		28,350,153	-

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Comprehensive Income

For The Quarter Ended September 30, 2022 (Un-audited)

	<div> <div>QUARTER ENDED SEPTEMBER 30,2022</div> <div>QUARTER ENDED SEPTEMBER 30,2021</div> </div>	
Note	----- (Rupees) -----	
Net income / (loss) for the period after taxation	56,044,486	(448,571,542)
Other comprehensive income for the period	-	-
Total comprehensive income / (loss) for the period	<u>56,044,486</u>	<u>(448,571,542)</u>

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Movement in Unit Holders' Fund

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

	QUARTER ENDED SEPTEMBER 30, 2022			QUARTER ENDED SEPTEMBER 30, 2021		
	Capital value	(Accumulated loss) / undistributed income	Total	Capital value	Accumulated loss	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period	3,449,866,549	(763,885,329)	2,685,981,220	3,886,739,874	295,097,505	4,181,837,379
Issuance of 20,808,097 units (2021: 12,083,199 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,888,933,197	-	1,888,933,197	1,389,205,470	-	1,389,205,470
- Element of income / (loss)	96,066,803	-	96,066,803	(14,205,470)	-	(14,205,470)
Total proceeds on issuance of units	1,985,000,000	-	1,985,000,000	1,375,000,000	-	1,375,000,000
Redemption of 29,445,179 units (2021: 12,451,650 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(2,672,996,771)	-	(2,672,996,771)	(1,431,566,266)	-	(1,431,566,266)
- Element of (loss) / income	(55,694,596)	(27,694,333)	(83,388,929)	80,469,359	-	80,469,359
Total payments on redemptions of units	(2,728,691,367)	(27,694,333)	(2,756,385,700)	(1,351,096,907)	-	(1,351,096,907)
Total comprehensive income / (loss) for the period	-	56,044,486	56,044,486	-	(448,571,542)	(448,571,542)
Net assets at the end of the period	<u>2,706,175,182</u>	<u>(735,535,176)</u>	<u>1,970,640,006</u>	<u>3,910,642,967</u>	<u>(153,474,037)</u>	<u>3,757,168,930</u>
Accumulated losses brought forward						
- Realised loss		(427,998,115)			(25,067,515)	
- Unrealised income		(335,887,214)			320,165,020	
		<u>(763,885,329)</u>			<u>295,097,505</u>	
Total comprehensive (Loss) / income for the period		56,044,486			(448,571,542)	
Income already paid in units redeemed		(27,694,333)			-	
Undistributed income / (accumulated losses) carried forward		<u>(735,535,176)</u>			<u>(153,474,037)</u>	
Undistributed income / (accumulated losses) carried forward						
- Realised loss		(762,949,343)			199,657,947	
- Unrealised income		27,414,167			(353,131,984)	
		<u>(735,535,176)</u>			<u>(153,474,037)</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the period		<u>90.78</u>			<u>114.97</u>	
Net assets value per unit at the end of the period		<u>94.06</u>			<u>104.35</u>	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Cash Flows Statement

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

	QUARTER ENDED SEPTEMBER 30,2022	QUARTER ENDED SEPTEMBER 30,2021
Note	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	56,044,486	(448,571,542)
Adjustments for:		
Capital loss on sale of investments - net	6,332,769	116,324,001
Unrealised (appreciation) / diminuation on revaluation of investments classified as ' financial assets at fair value through profit or loss' - net	(27,414,167)	353,131,984
	34,963,089	20,884,443
Decrease / (Increase) in assets		
Investments -net	342,331,395	(197,390,267)
Advances, deposits and other receivables	(48,097,076)	(29,810,118)
Preliminary expenses and floatation costs	52,164	52,164
Receivable from the Faysal Asset Management Limited - Management Company	1,000,000	-
Receivable against sale of investments	47,277,177	(388,922,301)
	342,563,660	(616,070,522)
(Increase) / Decrease in liabilities		
Payable to Faysal Asset Management Limited - Management Company	9,478,242	21,777,737
Payable to Central Depository Company of Pakistan Limited - Trustee	(23,099)	58,631
Payable to the Securities and Exchange Commission of Pakistan	(699,436)	(309,932)
Payable against purchase of investments	(25,953,376)	336,584,159
Accrued expenses and other liabilities	819,613	(11,207,897)
	(16,378,056)	346,902,698
Net cash generated / (used in) from operating activities	361,148,693	(248,283,381)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units net of refund of capital	1,985,000,000	1,375,000,000
Payments made against redemption of units	(2,756,385,701)	(1,351,096,907)
Net cash (used in) / generated from financing activities	(771,385,701)	23,903,093
Net decrease in cash and cash equivalents during the period	(410,237,008)	(224,380,288)
Cash and cash equivalents at the beginning of the period	442,305,559	341,439,716
Cash and cash equivalents at the end of the period	5 32,068,551	117,059,428

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Dedicated Equity Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on February 18, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

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

- 1.2 The Fund has been categorised as an open end shariah compliant equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP 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 are being offered for public subscription on a continuous basis from January 02, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 The investment objective of the Fund is to provide other 'Fund of Funds' Schemes an avenue for investing in Shariah Compliant Equities.
- 1.4 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The VIS Credit Rating Company Limited has awarded an "AM2+" asset manager rating to the Management Company as of December 31, 2021 (2020: "AM2" as of December 31, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has submitted Collective Investment Scheme Trust Deed to Registrar (acting under the Trust Act) for registration to fulfill the requirement for registration of Trust Deed under the Trust Act.

2 STATEMENT OF COMPLIANCE

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

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at September 30, 2022.

3 BASIS OF PREPARATION

These condensed interim financial statements does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2022.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at September 30, 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended June 30, 2022, whereas, the comparatives to report for in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement extracted from the condensed interim financial statements of the fund for the quarter ended September 30, 2021.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the period ended June 30, 2022.

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
5	BALANCES WITH BANKS	----- (Rupees) -----	
	Savings accounts	5.1	32,068,551 442,305,559
5.1	These balances in savings accounts carry profit rates ranging from 6.50% to 15.50% (2022: 4.5% to 15.5%) per annum. Deposits in savings accounts also include Rs. 0.691 million (2022: Rs. 38.093 million) maintained with Faysal Bank Limited, a related party, and carry profit at the rate of 15.50% (2022: 15.50%) per annum.		
6	INVESTMENTS	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
	At fair value through profit or loss		
	Listed equity securities	6.1	1,904,092,340 2,225,342,338

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

6.1 Listed Equity Securities

Name of the investee company	Note	Number of shares					Carrying value as at September 30, 2022	Market value as at September 30, 2022	Unrealised appreciation/(diminution) as at September 30, 2021	Investment as percentage of		
		As at July 01, 2022	Purchased during the year	Bonus / right shares received during the year	Disposed of during the year	As at September 30, 2022				Net assets	Total investments	Investee company's paid-up capital
(Rupees)									%			
Cement												
Pioneer Cement Limited	-	200,000	-	200,000	-	-	-	-	-	-	-	-
Cherat Cement Company Limited	-	305,000	-	247,504	57,496	6,719,974	6,644,813	(75,161)	0.34	0.35	0.03	
Lucky Cement Limited	-	722,037	-	720,386	1,651	825,170	819,821	(5,350)	0.04	0.04	-	
Maple Leaf Cement Factory Limited	800,000	1,000,000	-	1,800,000	-	-	-	-	-	-	0.00	
Fauji Cement Company Limited	867,000	400,500	-	1,265,000	2,500	39,139	37,475	(1,664)	-	-	-	
Flying Cement Company Limited	49,975	-	-	-	49,975	358,821	354,323	(4,498)	0.02	0.02	0.01	
									0.40	0.41	0.04	
Commercial Banks												
Meezan Bank Limited	3,514,014	700,000	265,555	1,182,101	3,297,468	352,019,273	361,897,113	9,877,840	18.36	19.01	0.17	
									18.36	19.01	0.17	
Glass & Ceramics												
Tariq Glass Industries Limited	847,658	872,378	-	865,000	855,036	100,356,656	98,209,435	(2,147,221)	4.98	5.16	0.62	
									4.98	5.16	0.62	
Chemical												
Engro Polymer & Chemicals Limited	500	385,000	-	385,000	500	30,217	27,415	(2,802)	-	-	-	
Ghani Global Holdings Limited	-	-	-	-	-	-	-	-	-	-	-	
Lotte Chemical	-	250,000	-	-	250,000	7,249,805	7,137,500	(112,305)	0.36	0.37	0.30	
									0.36	0.37	0.30	
Fertilizer												
Engro Fertilizer	1,825,835	658,616	-	100,000	2,384,451	207,057,852	186,034,867	(21,022,985)	9.44	9.77	-	
Engro Corporation Limited	291,425	170,538	-	220,000	241,963	61,735,436	56,019,274	(5,716,162)	2.84	2.94	-	
									2.84	2.94	-	
Refinery												
Attock Refinery Limited	305,000	207,143	-	512,143	-	(10)	-	10	-	-	-	
National Refinery Limited	149,851	89,391	-	239,068	174	44,305	42,362	(1,943)	-	-	-	
									-	-	-	
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	150,000	125,000	-	270,227	4,773	849,281	775,278	(74,003)	0.04	0.04	-	
									0.04	0.04	-	
Leather & tanneries												
Service Global Footwear Limited	453	-	-	-	453	18,202	17,422	(779)	-	-	-	
									-	-	-	
Technology & Communication												
Avanceon Limited	446,105	675,000	-	1,121,000	105	8,518	7,816	(702)	-	-	-	
Octopus Digital	331,871	4,500	-	336,000	371	26,451	23,874	(2,577)	-	-	Not Pakistan Company (NPK)	
Systems Limited	616,834	377,577	-	239,122	755,289	266,087,167	285,106,492	19,019,325	14.47	14.97	0.14	
TRG Pakistan Limited	2,556,329	-	-	1,061,000	1,495,329	115,633,792	192,688,095	77,054,303	9.78	10.12	1.42	
									24.25	25.09	1.56	
Oil and Gas Exploration Companies												
Mari Petroleum	62,107	36,000	-	27,061	71,046	123,048,727	111,173,491	(11,875,236)	5.64	5.84	#DIV/0!	
OGDCL	482,339	565,102	-	905,000	142,441	11,760,497	10,785,833	(974,865)	0.55	0.57	#DIV/0!	
Pakistan Oilfields	988,175	50,487	-	326,799	711,863	289,511,424	248,525,611	(40,985,814)	12.61	13.05	#DIV/0!	
Pakistan Petroleum	339,544	765,623	-	650,000	455,167	31,821,805	27,970,012	(3,851,793)	1.42	1.47	#DIV/0!	
									-	-	-	
Power Generation and Distribution												
The Hub Power Company Limited	4,436,569	550,000	-	851,878	4,134,691	281,667,583	289,056,248	7,388,665	14.67	15.18	#DIV/0!	
									-	-	-	
Transport												
Universal Network Systems Limited	404,329	-	-	-	404,329	19,808,088	20,737,971	929,884	1.05	1.09	#DIV/0!	
									-	-	-	
Total as at September 30, 2022						1,876,678,173	1,904,092,340	27,414,167	148	153		
Total as at June 30, 2022						2,561,229,552	2,225,342,338	(335,887,214)	82.85	100.00		

6.1.2 Following shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

Name of investee company	(Un-audited) September 30, 2022		(Audited) June 30, 2022	
	Number of shares	Market value in Rupees	Number of shares	Market value in Rupees
Oil and Gas Development Company Limited	127,068	9,621,589	127,068	9,996,440
Pakistan Oilfields Limited	500,000	174,560,000	500,000	202,905,000
Engro Polymer and Chemicals Limited	500	27,415	500	39,815
Systems Limited	35,758	13,497,930	35,758	11,795,134
	<u>663,326</u>	<u>197,706,934</u>	<u>663,326</u>	<u>224,736,389</u>

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
7 PRELIMINARY EXPENSES AND FLOATATION COSTS		----- (Rupees) -----	
At the beginning of the period / year		519,419	726,374
Preliminary expenses and floatation costs incurred		-	-
Less: amortisation during the period / year		<u>(52,164)</u>	<u>(206,955)</u>
At the end of the period / year	7.1	<u><u>467,255</u></u>	<u><u>519,419</u></u>

- 7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over five years commencing from January 02, 2020 in accordance with the trust deed of the Fund and the NBFC Regulations.

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
8 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY		----- (Rupees) -----	
Remuneration of the Management Company	8.1	6,436,648	7,021,915
Sindh sales tax on remuneration of the Management Company	8.2	839,003	912,849
Selling and marketing expenses payable	8.4	23,841,667	13,704,312
Other payable		<u>140,000</u>	<u>140,000</u>
		<u><u>31,257,318</u></u>	<u><u>21,779,076</u></u>

- 8.1 The Management Company has currently charged remuneration at the rate of 2.75% of average annual net assets of the Fund, calculated on a daily basis. The fee is payable to the Management Company monthly in arrears.
- 8.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 8.3 During the period 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 directly on the Fund as it may decide. The Management Company has, therefore, charged no allocated expenses based on its discretion while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations for the period ended September 30, 2022.
- 8.4 The SECP had 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.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

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 annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations the management company has charged selling & marketing expenses at 1.50% of average annual net assets from July 01, 2022 to September 30, 2022.

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration of the Trustee	9.1	294,384	315,667
Sindh sales tax on remuneration of the Trustee	9.2	63,792	65,608
		<u>358,176</u>	<u>381,275</u>

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:

Net Assets (Rs.)	Fee
up to Rs. 1,000 million	0.2% per annum of net assets
over Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of net assets exceeding Rs. 1,000 million.

- 9.2 Sindh sales tax at the rate of 13 % is charged on the Trustee Fee.

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	10.1	<u>135,170</u>	<u>834,606</u>

- 10.1 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% of average annual net assets of the

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES			
Transaction charges payable		5,542,210	4,977,955
Auditors' remuneration payable		569,938	429,914
Rating fee payable		192,250	192,250
Annual listing fee payable		112,198	105,298
Legal and professional charges payable		196,510	240,292
Shariah fee payable payable		111,356	-
Withholding tax payable		528,740	496,438
Printing charges payable		42,109	33,553
		<u>7,295,311</u>	<u>6,475,700</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

13 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the period ended September 30, 2021 to the unit holders in the manner as explained above, no provision for taxation has been made in these 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.

14 EARNINGS / (LOSS) PER UNIT

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

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2022 is 4.88% (2021: 4.09%) which includes 0.48% (2021: 1.07%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, federal excise duties, annual fee to the SECP, etc. The TER excluding government levies is 3.02% which is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Equity Scheme.

16 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 16.1 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% units of the Fund
- 16.2 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.
- 16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 16.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 16.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 16.6 The details of transactions carried out by the Fund with connected persons and balances with them at year / period end are as follows:

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

(Un-audited)	
QUARTER ENDED SEPTEMBER 30,2022	QUARTER ENDED SEPTEMBER 30,2021

16.7 Transactions during the year / period

Faysal Asset Management Limited (the Management Company)

Remuneration of the Management Company	18,589,258	21,458,863
Sales tax on remuneration of the Management Company	2,416,602	2,789,652
Reimbursement of the expenses	-	21,000,000
Selling and marketing expenses	10,139,596	36,384,707

Faysal Bank Limited

Profit on balances with banks	553,303	714,644
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Faysal Sharia Capital Preservation Plan-I

(fund managed by the Management Company)

Units Redeemed: Nil units (2021: 863,707 units)		101,096,908
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Faysal Sharia Capital Preservation Plan-II

(fund managed by the Management Company)

Units Redeemed: Nil units (2021: 3,881,123 units)	-	450,000,000
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Faysal Islamic Financial Planning Fund

- Faysal Sharia Capital Preservation Plan-III *

(fund managed by the Management Company)

Units issued: Nil units (2021: 196,444 units)	-	20,000,000
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Faysal Islamic Financial Planning Fund

- Faysal Sharia Capital Preservation Plan-IV

(fund managed by the Management Company)

Units issued: Nil units (2021: 484,879 units)	-	55,000,000
---	---	------------

Faysal Islamic Financial Planning Fund

- Faysal Sharia Capital Preservation Plan-V

(fund managed by the Management Company)

Units Issued: 3,147,470 units (2021: Nil units)	305,000,000	-
Units Redeemed: 4,219,505 units (2021: 719,894 units)	400,688,008	75,000,000

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

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended September 30, 2022 (Un-audited)

	(Un-audited)	
	QUARTER ENDED SEPTEMBER 30,2022	QUARTER ENDED SEPTEMBER 30,2021
	----- (Rupees) -----	
Faysal Islamic Financial Planning Fund -		
Faysal Sharia Capital Preservation Plan-VI *		
(fund managed by the Management Company)		
Units Issued: 2,368,059 units (2021: Nil units)	230,000,000	-
Units Redeemed: 3,613,424 units (2021: 1,922,512 units)	335,697,691	200,000,000
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-VII *		
(fund managed by the Management Company)		
Units Issued: 3,964,115 units (2021: Nil units)	385,000,000	-
Units Redeemed: 5,776,159 units (2021: 4,573,304 units)	535,000,000	475,000,000
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-VIII *		
(fund managed by the Management Company)		
Units Issued: 2,723,388 units (2021: 11,401,876 units)	265,000,000	1,300,000,000
Units Redeemed: 6,359,733 units (2021: 491,111 units)	585,000,000	50,000,000
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-IX *		
(fund managed by the Management Company)		
Units Issued: 2,135,366 units (2021: Nil units)	200,000,000	-
Units Redeemed: 5,486,160 units (2021: Nil units)	525,000,000	-
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-X *		
(fund managed by the Management Company)		
Units Issued: 6,469,700 units (2021: NIL units)	600,000,000	-
Units Redeemed: 3,990,179 units (2021: Nil units)	375,000,000	-
Central Depository Company of Pakistan Limited (the Trustee)		
Remuneration of the Trustee	928,027	1,324,998
Sindh sales tax on remuneration of the Trustee	121,594	183,473

* Unitholders having holding of 10% or more

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

16.8 Amounts / balances outstanding as at period end	(Un-audited) September 30, 2022	(Audited) June 30, 2022
	----- (Rupees) -----	----- (Rupees) -----
Faysal Asset Management Limited (the Management Company)		
Remuneration of the Management Company	6,436,648	7,021,915
Sindh sales tax on remuneration of the Management Company	839,003	912,849
Selling and marketing expenses payable	23,841,667	13,704,312
Other payable	140,000	140,000
Receivable from the management company	-	1,000,000
Faysal Bank Limited		
Balance with bank	691,444	38,092,585
Profit receivable on savings account	3,888,096	5,467,060
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-V (fund managed by the Management Company)		
Outstanding Nil units (June 30, 2022: 1,072,036 units)	-	97,319,428
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-VI (fund managed by the Management Company)		
Outstanding Nil units (June 30, 2022: 1,245,365 units)	-	113,054,235
	(Un-audited) September 30, 2022	(Audited) June 30, 2022
	----- (Rupees) -----	----- (Rupees) -----
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-VII (fund managed by the Management Company)		
Outstanding 1,856,124 units (June 30, 2022: 3,668,168 units)	174,587,022	332,996,291
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-VIII * (fund managed by the Management Company)		
Outstanding 5,689,388 units (June 30, 2022: 9,325,683 units)	535,139,112	846,585,503
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-IX * (fund managed by the Management Company)		
Outstanding 10,926,147 units (June 30, 2022: Nil Units)	1,027,713,395	1,296,062,520
Faysal Islamic Financial Planning Fund		
- Faysal Sharia Capital Preservation Plan-X * (fund managed by the Management Company)		
Outstanding 10,926,147 units (June 30, 2022: Nil Units)	233,223,784	-
Central Depository Company of Pakistan Limited (the Trustee)		
Remuneration to the Trustee	294,384	315,667
Sindh sales tax on remuneration of the Trustee	63,792	65,608

*Unit holders having holding of 10% or more.

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

17 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.

17.1 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: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at reporting date, the Fund held the following financial instruments measured at fair values:

As at September 30, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
Financial assets 'at fair value through profit or loss'				
Listed Equity Securities	1,904,092,340	-	-	1,904,092,340
	<u>1,904,092,340</u>	<u>-</u>	<u>-</u>	<u>1,904,092,340</u>

As at June 30, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
Financial assets 'at fair value through profit or loss'				
Listed Equity Securities	2,225,342,338	-	-	2,225,342,338
	<u>2,225,342,338</u>	<u>-</u>	<u>-</u>	<u>2,225,342,338</u>

Notes to and forming part of the Condensed Interim Financial Statements

For The Quarter Ended Septmeber 30, 2022 (Un-audited)

17 GENERAL

17.1 Figures have been rounded off to the nearest rupees unless otherwise stated.

18 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 24-10-2022 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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

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