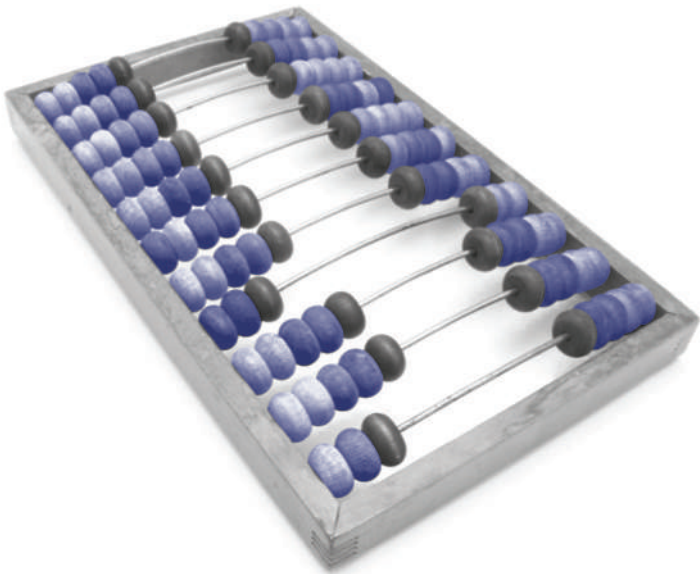


Faysal Funds

Income & Growth Fund

Condensed Interim Financial Statements
For The Quarter Ended September 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. Nadir Rehman, Chairman

Mr. Salman Ahmed Usmani, Member

Mr. Osman Asghar Khan, Member

Trustee to the Fund

Central Depository Company of Pakistan Limited,

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

Main Shahrah-e-Faisal, Karachi.

Bankers to the Fund

Soneri Bank Limited

Bank Alfalah Limited

Faysal Bank Limited

United Bank Limited

Habib Metropolitan Bank Limited

Allied Bank Limited

Habib Bank Limited

JS Bank Limited

Zarai Taraqiati Bank Limited

Khushali Bank Limited

U-Micro 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 STATMENT

Faysal Income & Growth FUnd seeks to provide its riks-averse investors an opportunity to earn a consistent market based income with a conservative risk profile while maintaining security of principal as its prime objective.

Condensed Interim Statement of Assets and Liabilities

As at September 30, 2022

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
Assets			
Bank balances	5	5,330,447,697	4,445,590,680
Investments	6	341,330,176	341,347,985
Advances, deposits and other receivables	7	93,079,211	53,829,919
Total assets		<u>5,764,857,085</u>	<u>4,840,768,584</u>
Liabilities			
Payable to Faysal Asset Management Limited - the Management Company	8	4,598,845	2,810,046
Payable to Central Depository Company of Pakistan Limited - the Trustee	9	404,943	338,634
Payable to the Securities and Exchange Commission of Pakistan	10	269,005	644,552
Payable against redemption of units		780	780
Dividend payable		-	-
Accrued expenses and other liabilities	11	8,198,354	5,607,567
Total liabilities		<u>13,471,928</u>	<u>9,401,579</u>
Net assets		<u>5,751,385,157</u>	<u>4,831,367,005</u>
Unit holders' fund (as per statement attached)		<u>5,751,385,157</u>	<u>4,831,367,005</u>
Contingencies and commitments	12		
		----- (Number of units) -----	
Number of units in issue		<u>51,679,088</u>	<u>45,118,467</u>
		----- (Rupees) -----	
Net assets value per unit		<u>111.29</u>	<u>107.08</u>

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Income Statement

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

	Note	Quarter Ended September 30	
		2022	2021
		----- (Rupees) -----	
Income			
Profit earned on debt securities		14,353,870	10,111,782
Profit on balances with banks		200,703,726	11,057,977
Net gain on investments: at fair value through profit or loss			
- Capital loss on sale of investments - net		-	(1,387,875)
- Unrealized (Loss) / gain on revaluation of investments - net	6.1	(17,809)	1,290,255
		(17,809)	(97,620)
Total income		<u>215,039,787</u>	<u>21,072,139</u>
Expenses			
Remuneration of Faysal Asset Management Limited - the Management Company	8.1	4,842,519	3,781,797
Sindh sales tax on remuneration of the Mangement Company	8.2	629,532	491,633
Allocated expenses	8.3	-	-
Selling and marketing expenses	8.4	1,407,571	630,299
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	9.1	1,008,863	189,089
Sindh sales tax on remuneration of the Trustee	9.2	131,832	25,211
Transactional charges		-	108,672
Bank charges		113	1,080
Annual fees to the Securities and Exchange Commission of Pakistan	10	269,030	50,423
Auditors' remuneration		186,024	206,080
Fees and subscription		94,208	80,018
Legal and Professional Charges		39,560	138,736
Printing charges		8,556	6,256
Total operating expenses		<u>8,617,808</u>	<u>5,709,294</u>
Net profit from operating activities		<u>206,421,979</u>	<u>15,362,845</u>
Reversal / (Provision) of Sindh Workers' Welfare Fund (SWWF)		-	6,757,093
Net profit for the period before taxation		<u>206,421,979</u>	<u>22,119,938</u>
Taxation	13	-	-
Net profit for the period after taxation		<u>206,421,979</u>	<u>22,119,938</u>
Allocation of net profit for the period			
Net profit for the period		206,421,979	22,119,938
Income already paid on units redeemed		(10,327,434)	(9,496,734)
		<u>196,094,545</u>	<u>12,623,204</u>
Accounting income available for distribution			
Relating to capital gains		-	-
Excluding capital gains		<u>196,094,545</u>	<u>12,623,204</u>
		<u>196,094,545</u>	<u>12,623,204</u>
Earnings per unit	14		

Earnings per unit

14

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Comprehensive Income

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

	Quarter Ended September 30	
	2022	2021
	----- (Rupees) -----	
Net income for the period after taxation	206,421,979	22,119,938
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>206,421,979</u>	<u>22,119,938</u>

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Movement in Unit Holders' Fund

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

	(Un-audited)			(Un-audited)		
	Quarter Ended September 30, 2022			Quarter Ended September 30, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	4,775,983,037	55,383,968	4,831,367,005	1,057,551,831	43,172,392	1,100,724,223
Issuance of 10,069,532 units (2021: 10,680,347 units)			-			
- Capital value (at net asset value at the beginning of the period)	1,078,245,550	-	1,078,245,550	1,140,767,866	-	1,140,767,866
- Element of income	22,145,759	-	22,145,759	17,646,215	-	17,646,215
Total proceeds on issuance of units	1,100,391,309	-	1,100,391,309	1,158,414,081	-	1,158,414,081
Redemption of 3,508,912 units (2021: 11,792,467 units)						
- Capital value (at net asset value at the beginning of the period)	(375,734,302)		(375,734,302)	(1,259,553,424)		(1,259,553,424)
- Element of income	(733,399)	(10,327,434)	(11,060,833)	(8,116,782)	(9,496,734)	(17,613,516)
Total payments on redemption of units	(376,467,701)	(10,327,434)	(386,795,135)	(1,267,670,206)	(9,496,734)	(1,277,166,940)
Total comprehensive income for the period	-	206,421,979	206,421,979	-	22,119,938	22,119,938
Net assets at the end of the period	<u>5,499,906,645</u>	<u>251,478,512</u>	<u>5,751,385,157</u>	<u>948,295,706</u>	<u>55,795,596</u>	<u>1,004,091,302</u>
Undistributed income brought forward						
- Realized		55,675,392			43,172,392	
- Unrealized		(291,424)			-	
		<u>55,383,968</u>			<u>43,172,392</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		196,094,545			12,623,204	
		<u>196,094,545</u>			<u>12,623,204</u>	
Undistributed income carried forward		<u>251,478,512</u>			<u>55,795,596</u>	
Undistributed income carried forward						
- Realized		251,496,321			54,505,341	
- Unrealized		(17,809)			1,290,255	
		<u>251,478,512</u>			<u>55,795,596</u>	
				(Rupees)		(Rupees)
Net asset value per unit at the beginning of the period				<u>107.08</u>		<u>106.81</u>
Net asset value per unit at the end of the period				<u>111.29</u>		<u>109.23</u>

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Cash Flows Statement

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

	Note	Quarter Ended September 30 2022	2021
		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit from operating activities		206,421,979	22,119,938
Adjustments for non-cash and other items:			
Provision against Sindh Workers Welfare Fund		-	(6,757,093)
- Capital loss on sale of investments - net		-	1,387,875
- Unrealized Loss / (gain) on revaluation of investments - net		17,809	(1,290,255)
		206,439,788	15,460,465
(Increase) / Decrease in assets			
Investments - net		(0)	103,175,891
Advances, deposits and other receivables		(39,249,292)	39,010,676
		(39,249,292)	142,186,567
Increase / (Decrease) in liabilities			
Payable to the Management Company		1,788,799	(800,442)
Remuneration payable to the Trustee		66,309	(13,511)
Payable to the Securities and Exchange Commission of Pakistan		(375,547)	(132,798)
Payable against redemption of units		(0)	(2,782)
Dividend Payable		-	(16,920,317)
Accrued expenses and other liabilities		2,590,786	4,824,303
		4,070,348	(13,045,547)
Net cash generated from operating activities		171,260,843	144,601,485
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received against issuance of units		1,100,391,309	1,158,414,082
Payments made against redemption of units		(386,795,135)	(1,277,166,940)
Net cash generated from / (used in) financing activities		713,596,174	(118,752,858)
Net increase in cash and cash equivalents during the period		884,857,017	25,848,627
Cash and cash equivalents at beginning of the period		4,445,590,680	4,445,590,680
Cash and cash equivalents at end of the period	5	5,330,447,697	4,471,439,307

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Notes to and forming part of the Condensed Interim Financial Statements

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

1. LEGAL STATUS AND NATURE OF BUSINESS

Faysal Income & Growth Fund (the Fund) is an open-end income fund constituted under a trust deed entered into on April 27, 2005 between Faysal Asset Management Limited (FAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on April 13, 2022 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

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

The Fund has been categorised as an open end aggressive fixed income scheme by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 10, 2005 and are transferable and redeemable by surrendering them to the Fund.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned "A(f)" fund stability rating to Faysal Income & Growth Fund as of April 17, 2020 (2019: "A(f)" as of April 17, 2019). VIS Credit Rating Company Limited has awarded an "AM2" asset manager rating to the Management Company as of February 18, 2020 (2019: "AM3+" as of June 24, 2019).

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 do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 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 year 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
		----- (Rupees) -----	
5 BANK BALANCES			
Cash at bank - PLS savings accounts	5.1	5,330,447,697	4,445,590,680

- 5.1 These carry mark-up ranging between 7% to 16.85% (June 30, 2022: 5.5% to 16.5%) per annum and include a balance of Rs. 4.883 million (June 30, 2022: Rs.7.132 million) held with Faysal Bank Limited, related party.

		(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
6. INVESTMENTS			
Debt Securities - at fair value through profit or loss			
Term finance certificates	6.1	341,330,176	341,347,985
		<u>341,330,176</u>	<u>341,347,985</u>

6.1 Debt Securities - at fair value through profit or loss

Term Finance Certificates

Particulars	----- Number of certificates -----				--- Balance as at September 30, 2022 ---			----- (%) -----	
	As at July 01, 2022	Purchased during the period	Disposed off during the period	As at September 30, 2022	Carrying value	Market value	Unrealized gain on revaluation	Market value as percentage of total investments	Market value as percentage of net assets
Khushali Microfinance Bank (19-03-18)	500	-	-	500	50,150,000	50,150,000	-	14.69	0.87
TPL Corp Limited 3rd Issue	2,000	-	-	2,000	200,000,000	200,000,000	-	58.59	3.48
The Bank of Punjab (23-12-16)	660	-	-	660	66,118,219	66,118,219	-	19.37	1.15
JS Bank Limited (29-12-2017)	250	-	-	250	25,079,766	25,061,957	(17,809)	7.34	0.44
					<u>341,347,985</u>	<u>341,330,176</u>	<u>(17,809)</u>	<u>100.00</u>	<u>5.93</u>

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
7. ADVANCES, DEPOSITS AND OTHER RECEIVABLES			

Security deposits:

- National Clearing Company of Pakistan Limited
- Central Depository Company of Pakistan Limited

2,500,000	2,500,000
100,000	100,000
<u>2,600,000</u>	<u>2,600,000</u>

Profit receivable on TFC	11,725,543	918,085
Profit receivable on bank balances	78,508,118	50,021,070
Advance Tax	245,550	245,550
Prepaid listing and rating fee	-	45,214
	<u>93,079,211</u>	<u>53,829,919</u>

Notes to and forming part of the Condensed Interim Financial Statements

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

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
8. PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - THE MANAGEMENT COMPANY			
Management fee payable	8.1	1,712,972	1,434,210
Sales tax payable on Management fee	8.2	222,692	186,448
Allocated expenses	8.3	-	-
Selling and marketing charges	8.4	2,595,868	1,188,297
Sales load payable		67,314	1,091
		<u>4,598,845</u>	<u>2,810,046</u>

- 8.1** The Management Company is currently charging remuneration at the rate 0.36% of average daily net assets, calculated on 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** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a collective investment scheme (CIS). Until June 19, 2019 there was a cap of 0.1% of the average annual net assets of the scheme or actual, whichever is lower, for allocation of such expense to the Fund. However, the SECP vide its SRO 639 dated June 20, 2019 removed the cap of 0.1%. Currently the Management Company is not charging any allocated expenses.
- 8.4** The SECP has allowed asset management Companies to charge selling and marketing expense to all categories of open- end mutual Funds (except Fund of Funds) initially for three years (from January 01, 2017 till December 31, 2019). The maximum cap of selling and marketing expense shall be 0.1% per annum of the net assets of the fund or actual expenses whichever is lower.

The SECP through its circular 11 dated July 05, 2019 has revised the conditions for charging of selling and marketing expenses to a fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the asset management company is required to set a maximum limit for charging of such expense to the fund and the same should be approved by the board as part of annual plan. Furthermore, the time limit of three years has also been removed in the revise conditions.

Currently the Management is charging selling and marketing charges at the rate of 0.1% per annum.

	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
		----- (Rupees) -----	
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN			
Remuneration payable to the Trustee	9.1	356,873	298,794
Sales tax payable on Trustee fee	9.2	48,070	39,840
		<u>404,943</u>	<u>338,634</u>

- 9.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust
- 9.2** During the period, amount charged at 13% on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

Notes to and forming part of the Condensed Interim Financial Statements

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

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
			----- (Rupees) -----	-----
	Annual fee	10.1	<u>269,005</u>	<u>644,552</u>

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

11.	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Un-audited) September 30, 2022	(Audited) June 30, 2022
			----- (Rupees) -----	-----
	Provision for Federal Excise Duty	11.1	4,050,717	4,050,717
	Auditors' remuneration payable		850,937	664,913
	Transaction charges payable		3,642	4,772
	Legal and professional charges payable		458,523	418,963
	Fees and subscription payable		76,411	27,416
	Printing charges payable		227,670	219,112
	Zakat payable		35,211	35,211
	Withholding tax, capital gain tax payable & other payable		<u>2,495,245</u>	<u>186,463</u>
			<u>8,198,354</u>	<u>5,607,567</u>

- 11.1 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Supreme Court of Pakistan in respect of levy of Federal Excise Duty at the rate of 16% on the services of the Management Company, as reported in note 10.2 to the annual financial statements of the Fund for the year ended June 30, 2022.

Had the said provision for FED not been maintained, the net asset value of the Fund as at September 30, 2022 would have been higher by Re. 0.08 (June 30, 2022: Re. 0.09) per unit.

12. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2022 and June 30, 2022.

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

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. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Section 4B of the Income Tax Ordinance, 2001.

14. EARNINGS PER UNIT

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

Notes to and forming part of the Condensed Interim Financial Statements

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

15. EXPENSE RATIO

The total expense ratio (TER) of the Fund as at September 30, 2022 is 0.64% which includes 0.08% 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. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a income scheme.

16. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

The transactions with connected persons are in the normal course of business at contracted rates.

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

	(Un-audited)	
	Quarter Ended September 30 2022	2021
	----- (Rupees) -----	
16.1 Transactions during the period		
Faysal Asset Management Limited (Management Company)		
Remuneration of Faysal Asset Management Limited - the Management Company	4,842,519	3,781,797
Sindh sales tax on remuneration of the Management Company	629,532	491,633
Selling and marketing expenses	1,407,571	630,299
Issue of 83,567 units (2021: 10,595,095 units)	9,236,621	1,149,104,252
Redemption 83,567 units (2021: 11,543,251 units)	9,260,020	1,250,000,000
Faysal Bank Limited (Group / Associated Company)		
Return on PLS savings accounts	97,329	75,089
Bank charges	113	1,695
Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	1,008,863	189,089
Sindh sales tax on remuneration of the Trustee	131,832	25,211
Settlement charges	1,130	565
Unit holder holding 10% or more units		
Issue of 9,160,026 units (2021: 10,595,095 units)	1,000,000,000	1,149,104,252
Redemption 2,060,826 units (2021: 11,543,251 units)	227,000,000	1,250,000,000

Notes to and forming part of the Condensed Interim Financial Statements

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

	(Un-audited) September 30, 2022	(Audited) June 30, 2022
	----- (Rupees) -----	
16.2 Outstanding balances		
* Faysal Asset Management Limited (Management Company)		
Management fee payable	1,712,972	1,434,210
Sales tax payable on Management fee	222,692	186,448
Selling and marketing charges	2,595,868	1,188,297
Sales load payable	67,314	-
* Faysal Bank Limited (Group / Associated Company)		
Units in issue 2,413,740 units (June 30, 2022: 2,413,740 units)	268,625,120	258,463,279
Balance in PLS savings accounts	4,883,118	7,131,568
Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
Remuneration payable to the Trustee	356,873	298,794
Sales tax payable on Trustee fee	48,070	39,840
Security deposit	100,000	100,000
*Unit holder holding 10% or more units		
45,422,574 units in issue (June 30, 2022: 38,323,375 units)	5,055,078,293	4,103,666,972

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 reporting date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

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

Notes to and forming part of the Condensed Interim Financial Statements

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

September 30, 2022 (Un-audited)			
Level 1	Level 2	Level 3	Total

ASSETS

Financial assets at fair value through profit or loss

- Term finance certificates

-	341,330,176	-	341,330,176
-	341,330,176	-	341,330,176

June 30, 2022 (Audited)			
Level 1	Level 2	Level 3	Total

ASSETS

Financial assets at fair value through profit or loss

- Term finance certificates

-	341,347,985	-	341,347,985
-	341,347,985	-	341,347,985

18. GENERAL

18.1 Figures have been rounded off to the nearest rupee.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized 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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