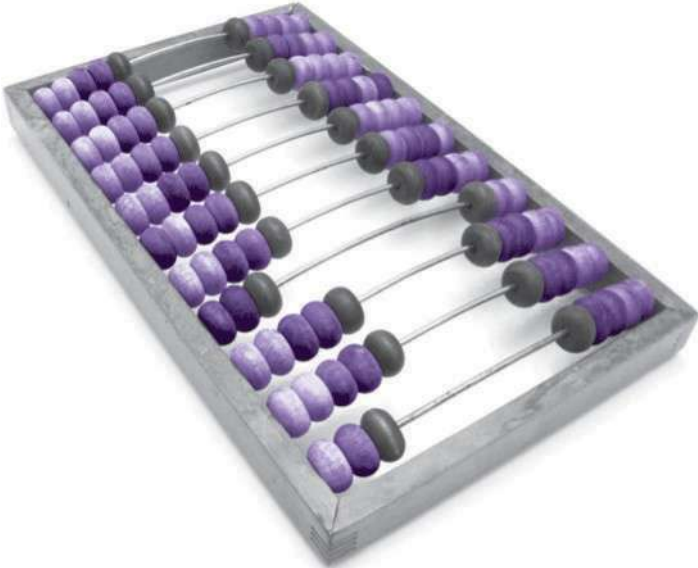


Faysal Funds

PENSION FUND

Condensed Interim Financial Statements for
For The Half Year Ended December 31, 2022 (Un-audited)



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Faysal Funds

Faysal Pension Fund

FUND INFORMATION

Management Company

Faysal Asset Management Limited

Board of Directors of the Management Company

Mr. Salman Ahmed Usmani, Chairman

Mr. Mian Salman Ali, Director

Syed Muhammad Fraz Zaidi, Director

Mr. Nadir Rahman, Director

Mr. Ali Waqar, Director

Ms. Samia Zuberi, 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. Nadir Rahman, Chairman

Mr. Mian Salman Ali, Member

Syed Fraz Muhammad Zaidi, Member

HR Committee

Ms. Samia Zuberi, Chairman

Mr. Nadir Rahman, Member

Syed Fraz Muhammad Zaidi, Member

Risk Committee

Mr. Mian Salman Ali, Chairman

Mr. Nadir Rahman, Member

Syed Fraz Muhammad Zaidi, Member

Mr. Ali Waqar, Member

Trustee to the Fund

Central Depository Company of Pakistan Limited

CDC House, 99B, Block B, SMCHS,

Main Sharah-e-Faisal, Karachi.

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

IT Minds Limited

Central Depository Company of Pakistan Limited

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

Main Shakra-e-Faisal, Karachi.

Bankers to the Fund

Faysal Bank Limited

Bank al Habib Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk. To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

FAYSAL PENSION FUND endeavors to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.



REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE PARTICIPANTS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Pension Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in participants' sub-funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Pension Fund Manager (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Shahbaz Akbar**
Dated: February 28, 2023
Karachi
UDIN: RR202210068LDxj1HROa

**FAYSAL PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

	December 31, 2022				June 30, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note	----- Rupees -----				----- Rupees -----				
Assets									
Balances with banks	4	454,446	7,422,462	5,847,373	13,724,281	327,404	4,971,551	4,423,803	9,722,758
Investments	5	30,194,532	31,521,883	34,431,390	96,147,805	29,526,791	31,316,485	31,847,903	92,691,179
Advances, deposits and other receivables		2,852,163	187,643	150,002	3,189,808	2,852,689	344,907	130,698	3,328,294
Receivable against sale of units		-	-	-	-	-	14,500	1,020,500	1,035,000
Preliminary expenses and floatation costs	6	67,807	67,807	67,807	203,421	78,479	78,479	78,479	235,437
Total assets		33,568,948	39,199,795	40,496,572	113,265,315	32,785,363	36,725,922	37,501,383	107,012,668
Liabilities									
Payable to Faysal Asset Management Limited - Pension Fund Manager	7	48,398	21,545	21,545	91,488	138,330	120,878	116,829	376,037
Payable to Central Depository Company of Pakistan Limited - Trustee	8	9,597	9,598	9,598	28,793	11,016	9,239	6,679	26,934
Payable to the Securities and Exchange Commission of Pakistan	9	4,491	5,272	5,396	15,159	7,419	7,718	8,036	23,173
Accrued expenses and other liabilities	10	470,062	139,402	101,794	711,258	262,410	120,854	96,713	479,977
Total liabilities		532,548	175,817	138,333	846,698	419,175	258,689	228,257	906,121
Net assets		33,036,400	39,023,978	40,358,239	112,418,617	32,366,188	36,467,233	37,273,126	106,106,547
Participants' Sub - Funds (as per statement attached)		33,036,400	39,023,978	40,358,239	112,418,617	32,366,188	36,467,233	37,273,126	106,106,547
Contingencies and commitments	11								
		----- Number of units -----			----- Number of units -----				
Number of units in issue	14	355,168	352,472	358,303	352,338	352,237	353,908		
		----- Rupees -----			----- Rupees -----				
Net asset value per unit		93.0163	110.7151	112.6372	91.8611	103.5305	105.3188		

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

**Faysal Asset Management Limited
(Pension Fund Manager)**

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	Rupees				Rupees			
Income								
Profit on savings accounts with banks	28,393	414,764	278,112	721,269	404,812	277,063	253,289	935,164
Income on Market Treasury Bills	-	2,356,574	2,560,680	4,917,254	-	230,926	225,917	456,843
Income on commercial papers	-	-	-	-	-	30,783	34,514	65,297
Dividend income	2,057,501	-	-	2,057,501	-	-	-	-
Realised gain / (loss) on sale of investments - net	1,310,435	(9,816)	(13,088)	1,287,531	-	(222,541)	(1,796)	(224,337)
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3 (2,233,805)	(7,515)	(3,451)	(2,244,771)	-	(521)	(521)	(1,042)
Total income	<u>1,162,524</u>	<u>2,754,007</u>	<u>2,822,253</u>	<u>6,738,784</u>	<u>404,812</u>	<u>315,710</u>	<u>511,403</u>	<u>1,231,925</u>
Expenses								
Remuneration of Faysal Asset Management Limited - Pension Fund Manager	7.1 168,873	-	-	168,873	108,295	74,354	56,894	239,543
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2 21,953	-	-	21,953	14,078	9,666	7,396	31,140
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 50,411	50,411	50,411	151,233	23,498	23,673	24,336	71,507
Sindh Sales Tax on remuneration of the Trustee	8.2 6,553	6,553	6,552	19,658	3,055	3,077	3,164	9,296
Annual fee to the Securities and Exchange Commission of Pakistan	9 6,988	7,869	8,100	22,957	2,166	2,182	2,244	6,592
Auditors' remuneration	103,960	103,960	103,960	311,880	47,067	47,067	47,067	141,201
Transaction charges	356,159	2,260	2,260	360,679	-	5,300	651	5,951
Legal and professional charges	13,248	26,312	13,248	52,808	8,613	8,613	8,613	25,839
Printing charges	1,840	1,840	1,840	5,520	2,436	2,436	2,436	7,308
Amortisation of preliminary expenses and floatation costs	6.1 10,672	10,672	10,672	32,016	5,046	5,046	5,046	15,138
Other charges	-	-	-	-	15,161	3,652	8,274	27,087
Bank and settlement charges	5,380	5,709	8,474	19,563	5,900	10,050	10,079	26,029
Total operating expenses	<u>746,037</u>	<u>215,586</u>	<u>205,517</u>	<u>1,167,140</u>	<u>235,315</u>	<u>195,116</u>	<u>176,200</u>	<u>606,631</u>
Net income for the period before taxation	<u>416,487</u>	<u>2,538,421</u>	<u>2,616,736</u>	<u>5,571,644</u>	<u>169,497</u>	<u>120,594</u>	<u>335,203</u>	<u>625,294</u>
Taxation	12 -	-	-	-	-	-	-	-
Net income for the period after taxation	<u>416,487</u>	<u>2,538,421</u>	<u>2,616,736</u>	<u>5,571,644</u>	<u>169,497</u>	<u>120,594</u>	<u>335,203</u>	<u>625,294</u>
Earnings per unit	13							

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Quarter ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	Rupees				Rupees			
Income								
Profit on savings accounts with banks	15,879	251,001	163,057	429,937	404,812	277,063	253,289	935,164
Income on Market Treasury Bills	-	1,190,606	1,322,093	2,512,699	-	261,709	260,431	522,140
Dividend income	1,785,663	-	-	1,785,663	-	-	-	-
Realised gain / (loss) on sale of investments - net	332,238	-	-	332,238	-	(222,541)	(1,796)	(224,337)
Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3 (1,940,631)	760	(19,603)	(1,959,474)	-	(521)	(521)	(1,042)
Total income	193,149	1,442,367	1,465,547	3,101,063	404,812	315,710	511,403	1,231,925
Expenses								
Remuneration of Faysal Asset Management Limited - Pension Fund Manager	7.1 85,266	-	-	85,266	108,295	74,354	56,894	239,543
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2 11,084	-	-	11,084	14,078	9,666	7,396	31,140
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 25,206	25,206	25,206	75,618	23,498	23,673	24,336	71,507
Sindh Sales Tax on remuneration of the Trustee	8.2 3,276	3,277	3,276	9,829	3,055	3,077	3,164	9,296
Annual fee to the Securities and Exchange Commission of Pakistan	9 3,410	3,875	3,990	11,275	2,166	2,182	2,244	6,592
Auditors' remuneration	51,980	51,980	51,980	155,940	47,067	47,067	47,067	141,201
Transaction charges	157,213	1,130	1,130	159,473	-	5,300	651	5,951
Legal and professional charges	6,624	13,156	6,624	26,404	8,613	8,613	8,613	25,839
Printing charges	920	920	920	2,760	2,436	2,436	2,436	7,308
Amortisation of preliminary expenses and floatation costs	6 5,336	5,336	5,336	16,008	5,046	5,046	5,046	15,138
Other charges	-	-	-	-	15,161	3,652	8,274	27,087
Bank and settlement charges	3,424	928	928	5,280	5,900	10,050	10,079	26,029
Total operating expenses	353,739	105,808	99,390	558,937	235,315	195,116	176,200	606,631
Net (loss) / income for the period before taxation	(160,590)	1,336,559	1,366,158	2,542,127	169,497	120,594	335,203	625,294
Taxation	12 -	-	-	-	-	-	-	-
Net income for the period after taxation	(160,590)	1,336,559	1,366,158	2,542,127	169,497	120,594	335,203	625,294
Earnings per unit	13							

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
Net income for the period after taxation	416,487	2,538,421	2,616,736	5,571,644	169,497	120,594	335,203	625,294
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>416,487</u>	<u>2,538,421</u>	<u>2,616,736</u>	<u>5,571,644</u>	<u>169,497</u>	<u>120,594</u>	<u>335,203</u>	<u>625,294</u>

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Quarter ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
Net (loss) / income for the period after taxation	(160,590)	1,336,559	1,366,158	2,542,127	169,497	120,594	335,203	625,294
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(160,590)</u>	<u>1,336,559</u>	<u>1,366,158</u>	<u>2,542,127</u>	<u>169,497</u>	<u>120,594</u>	<u>335,203</u>	<u>625,294</u>

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net assets at the beginning of the period (audited)	32,366,188	36,467,233	37,273,126	106,106,547	-	-	-	-
Amount received on issuance of units	78,407	315,721	1,016,164	1,410,292	30,260,663	30,685,611	32,255,804	93,202,078
Amount paid on redemption of units	(18,770)	(195,768)	(455,328)	(669,866)	-	-	-	-
Amount (paid) / received on reallocation of units	194,088	(101,629)	(92,459)	-	-	-	-	-
Realised gain / (loss) on sale of investments - net	1,310,435	(9,816)	(13,088)	1,287,531	-	(222,541)	(1,796)	(224,337)
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	(2,233,805)	(7,515)	(3,451)	(2,244,771)	-	(521)	(521)	(1,042)
Other income for the period - net	1,339,857	2,555,752	2,633,275	6,528,884	169,497	343,656	337,520	850,673
Total comprehensive income for the period	416,487	2,538,421	2,616,736	5,571,644	169,497	120,594	335,203	625,294
Net assets at the end of the period (un-audited)	33,036,400	39,023,978	40,358,239	112,418,617	30,430,160	30,806,205	32,591,007	93,827,372

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022				For the period from October 05, 2021 to December 31, 2021				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note	Rupees				Rupees				
CASH FLOWS FROM OPERATING ACTIVITIES									
Net income for the period before taxation	416,487	2,538,421	2,616,736	5,571,644	169,497	120,594	335,203	625,294	
Adjustments for:									
Amortisation of preliminary expenses and floatation costs	6.1	10,672	10,672	10,672	32,016	5,046	5,046	5,046	15,138
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3	2,233,805	7,515	3,451	2,244,771	-	521	521	1,042
		<u>2,660,964</u>	<u>2,556,608</u>	<u>2,630,859</u>	<u>7,848,431</u>	<u>174,543</u>	<u>126,161</u>	<u>340,770</u>	<u>641,474</u>
(Increase) / decrease in assets									
Investments - net		(2,901,546)	(212,913)	(2,586,938)	(5,701,397)	-	(27,779,132)	(27,779,132)	(55,558,264)
Advances, deposits and other receivables		526	171,764	1,001,196	1,173,486	(1,489,651)	(373,411)	(348,747)	(2,211,809)
Preliminary expenses and floatation costs		-	-	-	-	(105,333)	(105,333)	(105,333)	(315,999)
		<u>(2,901,020)</u>	<u>(41,149)</u>	<u>(1,585,742)</u>	<u>(4,527,911)</u>	<u>(1,594,984)</u>	<u>(28,257,876)</u>	<u>(28,233,212)</u>	<u>(58,086,072)</u>
(Decrease) / increase in liabilities									
Payable to Faysal Asset Management Company Limited - Pension Fund Manager		(89,932)	(99,333)	(95,284)	(284,549)	144,145	134,852	128,627	407,624
Payable to Central Depository Company of Pakistan Limited - Trustee		(1,419)	359	2,919	1,859	9,369	9,463	9,960	28,792
Payable to the Securities and Exchange Commission of Pakistan		(2,928)	(2,446)	(2,640)	(8,014)	2,166	2,182	2,244	6,592
Accrued expenses and other liabilities		207,652	18,548	5,081	231,281	62,934	64,557	61,778	189,269
		<u>113,373</u>	<u>(82,872)</u>	<u>(89,924)</u>	<u>(59,423)</u>	<u>218,614</u>	<u>211,054</u>	<u>202,609</u>	<u>632,277</u>
Net cash (used in) / generated from operating activities		<u>(126,683)</u>	<u>2,432,587</u>	<u>955,193</u>	<u>3,261,097</u>	<u>(1,201,827)</u>	<u>(27,920,661)</u>	<u>(27,689,833)</u>	<u>(56,812,321)</u>
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts from issuance of units		78,407	315,721	1,016,164	1,410,292	30,260,663	30,685,611	32,091,512	93,037,786
Payments against redemption of units		(18,770)	(195,768)	(455,328)	(669,866)	-	-	-	-
Amount (paid) / received on reallocation of units		194,088	(101,629)	(92,459)	-	-	-	-	-
Net cash generated from financing activities		<u>253,725</u>	<u>18,324</u>	<u>468,377</u>	<u>740,426</u>	<u>30,260,663</u>	<u>30,685,611</u>	<u>32,091,512</u>	<u>93,037,786</u>
Net increase in cash and cash equivalents		<u>127,042</u>	<u>2,450,911</u>	<u>1,423,570</u>	<u>4,001,523</u>	<u>29,058,836</u>	<u>2,764,950</u>	<u>4,401,679</u>	<u>36,225,465</u>
Cash and cash equivalents at the beginning of the period		327,404	4,971,551	4,423,803	9,722,758	-	-	-	-
Cash and cash equivalents at the end of the period	4	<u><u>454,446</u></u>	<u><u>7,422,462</u></u>	<u><u>5,847,373</u></u>	<u><u>13,724,281</u></u>	<u><u>29,058,836</u></u>	<u><u>2,764,950</u></u>	<u><u>4,401,679</u></u>	<u><u>36,225,465</u></u>

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

Faysal Asset Management Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

FAYSAL PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Pension Fund (the Fund) has been established as a trust under the Sindh Trust Act, 2020 under a Trust Deed entered into on July 30, 2021 between Faysal Asset Management Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Fund as a Pension Fund on September 8, 2021 under the Voluntary Pension System Rules, 2005. The Offering Document was approved by the SECP through its letter no. SCD/AMCW/PW/FAML/FPF/44/2021 dated August 9, 2021.

The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (the VPS Rules) through a certificate of registration issued by the SECP dated August 28, 2020. The registered office of the Pension Fund Manager is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi.

- 1.2 The units of the Fund are offered to the public for subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the Offering Document, any income earned shall be accumulated and retained in the respective sub-funds and no distribution of income or dividend shall be allowed from the Pension Fund.
- 1.3 The objective of the Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.
- 1.4 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.5 The Fund consists of three sub-funds namely, Faysal Pension Fund Equity Sub-Fund (Equity Sub-Fund), Faysal Pension Fund Debt Sub-Fund (Debt Sub-Fund) and Faysal Pension Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the sub-funds is as follows:

Faysal Pension Fund - Equity Sub-Fund

Assets of the Equity Sub-Fund shall be invested in equity securities which are listed on the Stock Exchange or in securities of which the application for listing has been approved by the Stock Exchange and Equity Sub-Fund shall be eligible to invest in units of Real Estate Investment Trusts and Exchange Traded Funds provided that entity / sector / group exposure limits as prescribed are complied with. At least ninety percent (90%) of net assets of the Equity Sub-Fund shall remain invested in listed equity securities based on rolling average investment of last ninety days calculated on daily basis. The Pension Fund Manager may make investment maximum up to five (5%) of net assets of Equity Sub-Fund in units of private equity and venture capital funds registered under Private Funds Regulations, 2015. The Pension Fund Manager may make investment maximum up to ten percent (10%) of net assets of Equity Sub-Fund in public offering and pre-initial public offering of equity securities. Investment in equity securities of any single company shall not exceed ten percent (10%) of net assets of Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to thirty percent (30%) or the index weight, whichever is higher, subject to maximum of thirty five percent (35%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A". The Pension Fund Manager shall ensure that the investment in equity securities of the certain companies, as specified in the Offering Document, shall not exceed 10% of the net assets of Equity Sub-Fund on monthly average basis.

Faysal Pension Fund - Debt Sub-Fund

The Debt Sub-Fund shall consist of government securities, cash in bank account, money market placements, deposits, certificates of deposit, term deposit receipts, commercial papers, term finance certificates, reverse repo, deposits / placements with microfinance banks and any other approved debt / money market security issued from time-to-time. Rating of any security in the portfolio shall not be lower than "A+". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AA". Rating of any microfinance bank with which funds are placed shall not be lower than "A+". At least twenty five percent (25%) net assets of the Debt Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "A+" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund. Exposure in debt security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund or ten percent (10%) of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Debt Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Debt Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of securities held in the portfolio of the Debt Sub-Fund, excluding securities issued by the Federal Government, shall not exceed five (5) years.

Faysal Pension Fund - Money Market Sub-Fund

The Money Market Sub-Fund shall consist of government securities, cash and near cash instruments (including cash in bank accounts, but excluding term deposit receipts), treasury bills, money market placements, deposits, certificates of deposit, certificates of musharaka, or any other Islamic mode of placement, term deposit receipts, commercial papers, reverse repo. Rating of any security in the portfolio shall not be lower than "AA". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AAA". At least ten percent (10%) net assets of the Money Market Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "AA" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund. Exposure in security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund or ten percent (10%) of size of the issue of that security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Money Market Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Money Market Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of assets of the money market Sub-Fund shall not exceed ninety (90) days. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months.

- 1.6** The Fund offers four types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 12 of 2021 dated April 06, 2021, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated Sub-Funds. A participant has the option to select any allocation scheme in relation to the contributions and shall make such selection at the date of opening his / her individual pension account. A participant may change any allocation scheme selected in relation to his / her contributions to a different allocation scheme selected by him by sending form of the change to the Pension Fund Manager as per the allocation policy approved by the SECP.
- 1.7** The Pension Fund Manager has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 30, 2022 (June 30, 2022: 'AM2+' dated December 31, 2021). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements.

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

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

- 3.1 The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.
- 3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2022.

4 BALANCES WITH BANKS

December 31, 2022 (unaudited)				June 30, 2022 (audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

Note ----- Rupees ----- Rupees -----

Savings accounts	4.1	454,446	7,422,462	5,847,373	13,724,281	327,404	4,971,551	4,423,803	9,722,758
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- 4.1 Deposits in savings accounts include Rs 0.281 million, Rs 6.330 million and Rs 5.673 million in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund (June 30, 2022: Rs 0.245 million, Rs 4.928 million and Rs 4.258 million) respectively with Faysal Bank Limited, a related party, that carries mark-up at the rate of 11.00% (June 30, 2022: 7.00%) per annum. Other savings accounts of the Fund carry mark-up rates ranging from 7.00% to 11.00% (June 30, 2022: 5.00% to 7.00%) per annum.

5 INVESTMENTS

December 31, 2022 (unaudited)				June 30, 2022 (audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

Note ----- Rupees ----- Rupees -----

At fair value through profit or loss

Listed equity securities	5.1	30,194,532	-	-	30,194,532	29,526,791	-	-	29,526,791
Government securities - Market Treasury Bills	5.2	-	31,521,883	34,431,390	65,953,273	-	31,316,485	31,847,903	63,164,388
		30,194,532	31,521,883	34,431,390	96,147,805	29,526,791	31,316,485	31,847,903	92,691,179

5.1 Listed equity securities

5.1.1 Equity Sub-Fund

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	----- Number of shares held -----					----- Rupees -----			----- % -----		
CEMENT											
Cherat Cement Company Limited	1,000	11,732	-	12,732	-	-	-	-	-	-	-
Fauji Cement Company Limited	20,000	35,000	3,750	58,750	-	-	-	-	-	-	-
Lucky Cement Limited *	200	5,942	-	5,142	1,000	491,067	446,580	(44,487)	1.48	1.35	-
Maple Leaf Cement Factory Limited *	-	19,500	-	-	19,500	548,030	440,115	(107,915)	1.46	1.33	-
Pioneer Cement Limited	-	9,000	-	9,000	-	-	-	-	-	-	-
						1,039,097	886,695	(152,402)	2.94	2.68	
CHEMICALS											
Engro Polymer & Chemicals Limited	-	9,460	-	9,460	-	-	-	-	-	-	-
Lotte Chemicals Pakistan Limited *	-	86,850	-	58,850	28,000	718,432	725,200	6,768	2.40	2.20	-
						718,432	725,200	6,768	2.40	2.20	

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	----- Number of shares held -----					----- Rupees -----			----- % -----		
COMMERCIAL BANKS											
Bank Alfalah Limited *	23,500	17,299	-	-	40,799	1,322,668	1,229,682	(92,986)	4.07	3.72	-
Bank Al Habib Limited *	27,020	-	-	10,800	16,220	941,733	896,642	(45,091)	2.97	2.71	-
Banks Islami Pakistan Limited	-	123,000	-	-	123,000	1,829,865	1,643,280	(186,585)	5.44	4.97	0.01
Faysal Bank Limited *	-	94,500	-	5,500	89,000	2,219,687	2,298,870	79,183	7.60	6.96	-
MCB Bank Limited *	-	7,900	-	500	7,400	938,690	859,584	(79,106)	2.85	2.60	-
Meezan Bank Limited *	11,380	5,500	800	7,630	10,050	1,079,630	1,000,377	(79,253)	3.31	3.03	-
Habib Bank Limited	-	6,345	-	6,345	-	-	-	-	-	-	-
United Bank Limited	7,000	-	-	7,000	-	-	-	-	-	-	-
						8,332,273	7,928,435	(403,838)	26.24	23.99	
FERTILIZER											
Engro Fertilizers Limited *	24,772	16,550	-	33,022	8,300	663,010	638,187	(24,823)	2.11	1.93	-
Engro Corporation Limited *	1,401	5,960	-	6,432	929	236,573	243,407	6,834	0.81	0.74	-
Fauji Fertilizer Company Limited *	4,900	-	-	3,300	1,600	176,352	157,936	(18,416)	0.52	0.48	-
						1,075,935	1,039,530	(36,405)	3.44	3.15	
OIL & GAS EXPLORATION COMPANIES											
Oil & Gas Development Company Limited *	21,000	13,675	-	19,000	15,675	1,233,134	1,248,671	15,537	4.14	3.78	-
Mari petroleum Company Limited *	-	680	-	-	680	1,105,100	1,051,933	(53,167)	3.48	3.18	-
Pakistan Oilfields Limited *	4,000	9,145	-	10,383	2,762	1,091,620	1,085,051	(6,569)	3.59	3.28	-
Pakistan Petroleum Limited *	35,036	32,891	-	30,051	37,876	2,358,549	2,580,871	222,322	8.55	7.81	-
						5,788,403	5,966,526	178,123	19.76	18.05	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited *	11,000	13,580	-	8,500	16,080	2,574,751	2,315,359	(259,392)	7.67	7.01	-
Sui Northern Gas Pipelines Limited	23,600	47,960	-	71,560	-	-	-	-	-	-	-
						2,574,751	2,315,359	(259,392)	7.67	7.01	
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited *	43,392	24,000	-	32,500	34,892	2,325,022	2,200,987	(124,035)	7.29	6.66	-
K-Electric Limited *	-	365,000	-	-	365,000	1,272,850	985,500	(287,350)	3.26	2.98	-
Kot Addu Power Company Limited	-	22,500	-	22,500	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	20,000	-	20,000	-	-	-	-	-	-	-
Pakgen Power Limited	-	4,000	-	4,000	-	-	-	-	-	-	-
Engro Powergen Qadirpur Limited *	-	67,000	-	53,000	14,000	371,371	346,920	(24,451)	1.15	1.05	-
						3,969,243	3,533,407	(435,836)	11.70	10.69	
GLASS & CERAMICS											
Tariq Glass Industries Limited	1,500	14,765	-	16,265	-	-	-	-	-	-	-
						-	-	-	-	-	-
PROPERTY											
TPL Properties Limited	26,500	94,950	-	26,500	94,950	1,821,120	1,614,150	(206,970)	5.35	4.89	0.02
						1,821,120	1,614,150	(206,970)	5.35	4.89	
PHARMACEUTICALS											
GlaxoSmithKline Consumer Healthcare Pakistan Limited *	3,000	-	-	1,000	2,000	476,660	327,800	(148,860)	1.09	0.99	-
AGP Limited *	-	8,000	-	-	8,000	664,300	519,920	(144,380)	1.72	1.57	-
Citi Pharma Limited *	-	11,500	-	-	11,500	376,215	277,725	(98,490)	0.92	0.84	-
						1,517,175	1,125,445	(391,730)	3.73	3.40	
TEXTILE COMPOSITE											
Interloop Limited *	14,500	-	280	11,500	3,280	192,385	185,812	(6,573)	0.62	0.56	-
Nishat Chunian Limited	35,000	40,000	-	75,000	-	-	-	-	-	-	-
Nishat Mills Limited *	12,500	-	-	300	12,200	901,702	670,878	(230,824)	2.22	2.03	-
						1,094,087	856,690	(237,397)	2.84	2.59	
TECHNOLOGY & COMMUNICATION											
Avanceon Limited *	16,087	5,913	-	11,000	11,000	838,325	726,330	(111,995)	2.41	2.20	-
Octopus Digital Limited	8,000	20,000	-	14,500	13,500	937,397	764,775	(172,622)	2.53	2.31	0.01
Systems Limited *	3,650	5,895	-	4,980	4,565	2,133,028	2,209,140	76,112	7.32	6.69	-
Trg Pakistan Limited - Class 'A'	31,800	-	-	31,800	-	-	-	-	-	-	-
						3,908,750	3,700,245	(208,505)	12.26	11.20	
CABLE & ELECTRICAL GOODS											
Pak Elektron Limited	-	61,000	-	61,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
AUTOMOBILE ASSEMBLER											
Honda Atlas Cars (Pakistan) Limited	-	3,950	-	3,950	-	-	-	-	-	-	-
Pak Suzuki Motor Company Limited	-	3,800	-	3,800	-	-	-	-	-	-	-

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised (diminution) / appreciation as at December 31, 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
FOOD & PERSONAL CARE PRODUCTS											
The Organic Meat Company Limited	-	40,500	2,486	28,000	14,986	309,280	309,610	330	1.03	0.94	0.03
						309,280	309,610	330	1.03	0.94	
ENGINEERING											
Mughal Iron and Steel Industries Limited *	-	8,800	-	4,800	4,000	279,791	193,240	(86,551)	0.64	0.58	-
Arreli Steels Limited	-	22,250	-	22,250	-	-	-	-	-	-	-
						279,791	193,240	(86,551)	0.64	0.58	
REFINERY											
Attock Refinery Limited	-	2,500	-	2,500	-	-	-	-	-	-	-
						-	-	-	-	-	-
Total as at December 31, 2022						32,428,337	30,194,532	(2,233,805)	100.00	91.37	
Total as at June 30, 2022						31,325,537	29,526,791	(1,798,746)	100.00	91.21	

* Nil figures due to rounding off difference.

5.1.1.1 The above investments include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of the investee company	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	December 31, 2022	June 30, 2022	December 31, 2022	June 30, 2022
	(Numbers of shares)		(Rupees in '000)	
Lucky Cement Limited	300	-	133,974	-
Mari Petroleum Company Limited	200	-	309,392	-
Oil & Gas Development Company Limited	10,000	-	796,600	-
Pakistan Petroleum Limited	25,000	-	1,703,500	-
Systems Limited	500	-	241,965	-
	36,000	-	3,185,431	-

5.2 Government Securities - Market Treasury Bills

5.2.1 Debt Sub-Fund

Name of the security	Maturity date	Face value				Balance as at December 31, 2022			Market value as a percentage of	
		As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised diminution	net assets	total investments
		(Rupees)					%			
Market Treasury Bills - 03 Months	July 14, 2022	24,000,000	-	24,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	November 17, 2022	-	25,000,000	25,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	October 6, 2022	-	24,000,000	24,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	February 9, 2023	-	25,000,000	-	25,000,000	24,596,315	24,593,850	(2,465)	63.02	78.02
Market Treasury Bills - 06 Months	July 28, 2022	1,000,000	-	1,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	January 27, 2023	7,000,000	-	-	7,000,000	6,933,083	6,928,033	(5,050)	17.75	21.98
Total as at December 31, 2022						31,529,398	31,521,883	(7,515)	80.78	100.00
Total as at June 30, 2022						-	-	-	-	-

5.2.2 Money Market Sub-Fund

Name of the security	Maturity date	Face value				Balance as at December 31, 2022			Market value as a percentage of	
		As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised diminution	net assets	total investments
		(Rupees)					%			
Market Treasury Bills - 03 Months	July 14, 2022	32,000,000	-	32,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	October 6, 2022	-	32,000,000	32,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	November 17, 2022	-	35,000,000	35,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	February 9, 2023	-	35,000,000	-	35,000,000	34,434,841	34,431,390	(3,451)	85.31	100.00
Total as at December 31, 2022						34,434,841	34,431,390	(3,451)	85.31	100.00
Total as at June 30, 2022						-	-	-	-	-

5.3 Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

	December 31, 2022 (unaudited)				June 30, 2022 (audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
Market value of investments	5.1 & 5.	30,194,532	31,521,883	34,431,390	96,147,805	29,526,791	31,316,485	31,847,903	92,691,179
Less: carrying value of investments	5.1 & 5.	32,428,337	31,529,398	34,434,841	98,392,575	31,325,537	31,486,650	31,851,220	94,663,407
		<u>(2,233,805)</u>	<u>(7,515)</u>	<u>(3,451)</u>	<u>(2,244,770)</u>	<u>(1,798,746)</u>	<u>(170,165)</u>	<u>(3,317)</u>	<u>(1,972,228)</u>

6 PRELIMINARY EXPENSES AND FLOATION COSTS

Preliminary expenses and floatation at the beginning of the period		78,479	78,479	78,479	235,437	-	-	-	-
Preliminary expenses and floatation costs incurred		-	-	-	-	105,333	105,333	105,333	315,999
Less: amortisation during the period	6.1	(10,672)	(10,672)	(10,672)	(32,016)	(26,854)	(26,854)	(26,854)	(80,562)
		<u>67,807</u>	<u>67,807</u>	<u>67,807</u>	<u>203,421</u>	<u>78,479</u>	<u>78,479</u>	<u>78,479</u>	<u>235,437</u>

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of three years commencing from October 05, 2021 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

	December 31, 2022 (unaudited)				June 30, 2022 (audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
Remuneration payable to the Pension Fund Manager	7.1	28,188	-	-	28,188	33,625	13,773	10,174	57,572
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	7.2	3,665	-	-	3,665	4,372	1,772	1,322	7,466
Preliminary expenses and floatation costs payable		16,545	21,545	21,545	59,635	100,333	105,333	105,333	310,999
		<u>48,398</u>	<u>21,545</u>	<u>21,545</u>	<u>91,488</u>	<u>138,330</u>	<u>120,878</u>	<u>116,829</u>	<u>376,037</u>

7.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. During the period, the Pension Fund Manager has charged its remuneration at the rate of 1.00% (June 30, 2022: 1.50%) of daily net assets of the Equity Sub-Fund, Nil (June 30, 2022: 1%) of daily net assets of the Debt Sub-Fund and Nil (June 30, 2022: 0.75%) of daily net assets of the Money Market Sub-Fund. The remuneration is payable to the Pension Fund Manager monthly in arrears.

7.2 During the period, an aggregate amount of Rs. 0.022 million (December 31, 2021: Rs. 0.031 million) was charged on account of sales tax on the management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2022: 13%)

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	December 31, 2022 (unaudited)				June 30, 2022 (audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
Remuneration payable to the Trustee	8.1	8,493	8,493	8,494	25,480	9,748	8,176	5,910	23,834
Sindh Sales Tax payable on remuneration of the Trustee	8.2	1,104	1,105	1,104	3,313	1,268	1,063	769	3,100
		<u>9,597</u>	<u>9,598</u>	<u>9,598</u>	<u>28,793</u>	<u>11,016</u>	<u>9,239</u>	<u>6,679</u>	<u>26,934</u>

- 8.1** The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the net assets of the pertinent Sub-Fund at the following rates:

Net assets (Rs)		Fee
-	up to Rs 1,000 million	Rs 0.3 million or 0.15% per annum of net assets, whichever is higher
-	exceeding Rs 1,000 million and upto Rs 3,000 million	Rs 1.5 million plus 0.10% per annum of net assets on amount exceeding Rs 1,000 million
-	exceeding Rs 3,000 million and upto Rs 6,000 million	Rs 3.5 million plus 0.08% per annum of net assets on amount exceeding Rs 3,000 million
-	exceeding Rs 6,000 million	Rs 5.9 million plus 0.06% per annum of net assets on amount exceeding Rs 6,000 million

- 8.2** During the period, an amount of Rs. 0.020 million (2021: Rs. 0.009 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2022: 13%). During the period, Sindh sales tax on remuneration of the Trustee has been charged at the rate of 13%.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	December 31, 2022 (unaudited)				June 30, 2022 (audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note	----- Rupees -----				----- Rupees -----				
Annual fee payable	9.1	4,491	5,272	5,396	15,159	7,419	7,718	8,036	23,173

- 9.1** In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent (0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

10 ACCRUED AND OTHER LIABILITIES

	December 31, 2022 (unaudited)				June 30, 2022 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
Auditors' remuneration payable	80,648	80,647	80,648	241,943	85,588	85,588	85,588	256,764
Transaction charges payable	48,091	2,691	660	51,442	138,468	3,059	660	142,187
Legal and professional charges payable	39,839	22,903	9,839	72,581	26,591	28,230	6,919	61,740
Printing charges payable	941	942	942	2,825	3,976	3,977	3,546	11,499
Withholding tax payable	10,639	581	-	11,220	6,475	-	-	6,475
Other payable	1,312	31,638	9,705	42,655	1,312	-	-	1,312
Payable against purchase of investments	288,592	-	-	288,592	-	-	-	-
	470,062	139,402	101,794	711,258	262,410	120,854	96,713	479,977

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

12 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

13 EARNINGS PER UNIT

Earnings 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.

14 NUMBER OF UNITS IN ISSUE

	December 31, 2022 (unaudited)				June 30, 2022 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	-----Number of units in issue-----				-----Number of units in issue-----			
Total units in issue at the beginning of the period	352,338	352,237	353,908	1,058,483	-	-	-	-
Add: issuance of units during the period / year	830	2,939	9,423	13,192	353,150	356,260	421,710	1,131,120
Less: units redeemed during the period / year	(200)	(1,831)	(4,193)	(6,224)	(812)	(4,023)	(67,802)	(72,637)
Reallocation of units	2,200	(873)	(835)	492	-	-	-	-
Total units in issue at the end of the period / year	355,168	352,472	358,303	1,065,943	352,338	352,237	353,908	1,058,483

15 CONTRIBUTION TABLE

	December 31, 2022 (unaudited)						December 31, 2021 (unaudited)					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Corporate	830	78,407	2,939	315,721	9,423	1,016,164	300,000	30,000,000	300,000	30,000,000	300,000	30,000,000
Individuals	2,200	194,088	-	-	-	-	2,602	260,663	6,838	685,611	22,473	2,255,804
	3,030	272,495	2,939	315,721	9,423	1,016,164	302,602	30,260,663	306,838	30,685,611	322,473	32,255,804

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 16.1 Connected persons / related parties include Faysal Asset Management Limited being the Pension Fund Manager, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manager, 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 Pension Fund Manager and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 16.2 Transactions with connected persons are executed on an arm's length basis and 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 Pension Fund Manager of the Fund is determined in accordance with the provisions of the VPS Rules.
- 16.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules and the Trust Deed.
- 16.5 The details of transactions carried out by the Fund with connected persons / related parties during the period and balances with them as at period end are as follows:

Transactions during the period

	For the half year ended December 31, 2022 (un-audited)				For the period from October 5, 2021 to December 31, 2021 (un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	-----Rupees-----				-----Rupees-----			
Faysal Asset Management Limited - Pension Fund Manager								
Remuneration of the Pension Fund Manager	168,873	-	-	168,873	108,295	74,354	56,894	239,543
Sindh Sales Tax on remuneration of the Pension Fund Manager	-	-	-	-	14,078	9,666	7,396	31,140
Units issued: Nil (2021: 300,000) units - Equity Sub-Fund	-	-	-	-	30,168,450	-	-	30,168,450
Units issued: Nil (2021: 300,000) units - Debt Sub-Fund	-	-	-	-	-	30,119,640	-	30,119,640
Units issued: Nil (2021: 300,000) units - Money Market Sub-Fund	-	-	-	-	-	-	30,319,800	30,319,800

For the half year ended December 31, 2022 (un-audited)				For the period from October 5, 2021 to December 31, 2021 (un-audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- Rupees ----- Rupees -----

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	50,411	50,411	50,411	151,233	23,498	23,673	24,336	71,507
Sindh Sales Tax on remuneration of the Trustee	6,553	6,553	6,552	19,658	3,055	3,077	3,164	9,296
Settlement charges	-	-	-	-	2,500	2,500	2,500	7,500
Sindh Sales Tax on settlement charges	-	-	-	-	325	326	325	976
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000

Faysal Bank Limited

Profit on savings account	9,004	358,523	267,048	634,575	354,931	277,063	253,289	885,283
Bank charges	3,593	4,608	7,406	15,607	3,075	7,224	7,254	17,553

Amounts / balances outstanding as at period end

December 31, 2022 (unaudited)				June 30, 2022 (audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- Rupees ----- Rupees -----

Faysal Asset Management Limited - Pension Fund Manager

Remuneration payable to the Pension Fund Manager	28,188	-	-	28,188	33,625	13,773	10,174	-
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	3,665	-	-	3,665	4,372	1,772	1,322	7,466
Preliminary expenses and floatation costs pay	16,545	21,545	21,545	59,635	100,333	105,333	105,333	310,999
Outstanding 300,000 units - Equity Sub-Fund	27,904,890	-	-	27,904,890	27,558,330	-	-	27,558,330
Outstanding 300,000 units - Debt Sub-Fund	-	33,214,530	-	33,214,530	-	31,059,150	-	31,059,150
Outstanding 300,000 units - Money Market Sub-Fund	-	-	33,791,160	33,791,160	-	-	31,595,640	31,595,640

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	8,493	8,493	8,494	25,480	9,748	8,176	5,910	23,834
Sindh Sales Tax payable on trustee fee	1,104	1,105	1,104	3,313	1,268	1,063	769	3,100
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000

Faysal Bank Limited

Profit receivable on savings account	21,663	64,248	42,398	128,308	24,067	228,006	24,325	276,398
Balances with banks	281,451	6,330,188	5,672,509	12,284,149	245,237	4,927,923	4,257,705	9,430,865

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

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.

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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	December 31, 2022 (unaudited)				June 30, 2022 (audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Equity Sub-Fund	----- Rupees -----				----- Rupees -----			
At fair value through profit or loss								
Listed equity securities	30,194,532	-	-	30,194,532	29,526,791	-	-	29,526,791
Debt Sub-Fund								
At fair value through profit or loss								
Government securities - Market								
Treasury Bills	-	31,521,883	-	31,521,883	-	31,316,485	-	31,316,485
Money Market Sub-Fund								
At fair value through profit or loss								
Government Securities - Market								
Treasury Bills	-	34,431,390	-	34,431,390	-	31,847,903	-	31,847,903

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee, unless otherwise stated.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 20, 2023 by the Board of Directors of the Pension Fund Manager.

**Faysal Asset Management Limited
(Pension Fund Manager)**

Chief Executive Officer

Chief Financial Officer

Director

Head Office

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