



**FUNDS UNDER THE MANAGEMENT OF THE AWT INVESTMENTS LIMITED
REVIEW REPORT OF THE DIRECTORS' OF THE MANAGEMENT COMPANY
FOR THE PERIOD ENDED DECEMBER 31, 2022**

The Board of Directors of AWT Investments Limited, the Management Company of the AWT Money Market Fund, AWT Financial Sector Income Fund, AWT Income Fund, AWT Islamic Income Fund, AWT Islamic Stock Fund, and AWT Stock Fund (hereinafter collectively called as "Funds") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended December 31, 2022.

Economic Review

After posting a strong GDP growth of 5.97% in FY22, as per the SBP & World Bank economic growth could fall below 2 percent in FY23, compared to the previous forecast of 3-4 percent before the floods. The dampening effect of pass-through of energy prices; and fiscal consolidation & the loss of purchasing power due to high inflation are also expected to restrain domestic demand. The Large-Scale Manufacturing (LSM) Sector activity also corroborate the headwinds facing economy as the output decreased by 3.51% for December, 2022 when compared with December, 2022. Overall LSM has shown a decline of 3.68% during July-December 2022-23 compared with the same period of last year.

Average CPI inflation jumped to 25.4% during 7MFY23 compared with 10.3% during the same period last year. Headline inflation clocked in at 27.6% (y/y) in January 2023. SPI inflation on YoY increased to 30.5% in Jan 2023 as compared to an increase of 27.8% a month earlier and 20.9% in Jan 2022. Spike was noted in both core and food inflation. Looking ahead, the supply-shock to food prices from the floods, recent increase in the retail fuel and gas prices, and hike in electricity tariff are expected to put additional pressure on headline inflation in the coming months. We project average CPI at 27% in FY23 and 15% in June 2023.

In its scheduled recent meeting held on January 23rd 2023, the Monetary Policy Committee (MPC) decided to increase the Policy Rate by 100bps to 17%, citing, persisting inflationary pressures and broad-based. The MPC further noted that if these remain unchecked, they could feed into higher inflation expectations over a longer-than-anticipated period. Considering the unabated pressures further hike in the Policy Rate cannot be ruled out.

PKR remained under severe pressures due to dwindling FX reserves that stood at USD 3.19 billion at the week ended February 10, 2023 as compared with USD 2.92 billion a week ago. The rupee-dollar parity stood at Rs239.7 on 23rd Sep 2022 to-a-dollar that strengthened to 217.8 on October 11th. PKR-USD parity stood at 264.38 on February 17th, making significant recovery as the government had met almost all the conditions set by the IMF for continuation of loan program under Extended Fund Facility (EFF). Real Effective Exchange Rate (REER) jumped to 96.2 at Dec-22 end. We may see further pressure on the PKR considering a large external financing requirement.



On external account, to put things into perspective, CAD ballooned to USD 17.4 billion (4.7% of the GDP) in FY22. During 1HFY23, the CAD shrank to USD 3.7bn from USD9.1bn in 1HFY22, mainly reflecting a decline in imports. In December 2023, CAD stood at USD 400 million. We expect continuation of demand compression policies in the near-term and project CAD in the range of USD 7-8 billion in FY23.

Regarding public finance, as per the provisional collection data, during 1HFY23, the provisional net tax collection stood at Rs 3,429 billion versus Rs 2,920 billion in the same period last year, showing an increase of 17.4%. The increase in growth is largely attributed to a 49% growth in direct taxes. The government and IMF agreed on the imposition of additional taxation measures of around Rs170 billion. The Finance (Supplementary) Bill 2023 would bring about an increase in the General Sales Tax (GST) from 17% to 18% apart from increasing the federal excise duty on sugary items, tobacco, airline tickets, marriage halls, and cement.

Fixed Income Market Review

The Monetary Policy Committee (MPC) in November 2022, raised the policy rate by 100 basis points to 16%. In its scheduled recent meeting held on January 23rd 2023, the MPC decided to further increase the Policy Rate by 100bps to 17%, citing, persisting inflationary pressures and broad-based. The net liquid foreign exchange reserves with SBP stand at USD 5.8 billion (as at 23-Dec-22), posing challenges and persistent risks to the financial stability and fiscal consolidation. In the last T-Bill auction of December 2022, an amount of Rs. 343 billion was accepted at a cut-off yield of 17.00%, 16.83% and 16.85% for 3-month, 6-month and 12-month tenures. Sovereign yields responded to hikes in the Policy Rate during 1HFY23 as T-Bills yields for 3-month, 6-month and 12-month closed at 16.69% (+171bps), 16.99% (+184bps) and 17.0% (+170bps) as on December 31, 2022. Similarly, yields on long term sovereign bonds also jumped as 3-year, 5-year and 10-year PIBs yields closed at 15.64% (+219bps), 14.61% (+168bps) and 13.76% (+84bps) as on December 31, 2022.

Equity Market Review

During the 1HFY23, the stock market remained under pressure as the KSE100 index witnessed a contraction of around 1,120 points (↓2.7%) and closed at 41,402 points (ranges between 43,390 to 39,026). Several factors contributed to this dismal stock market performance. Notably, political uncertainty, protracted delays in implementation of IMF's reforms agenda and floods adversely affect the overall economic situation. Other factors impacting the market are high domestic interest rates & inflation, weak external account position of the country, decline in credit rating by S&P & Fitch and growing political noise as the country moves closer to general elections. As a result, market valuation further de-rated to a multi-year low, as the KSE100 index trading 4x offers a dividend yield of 10%.

Average headline inflation surged significantly during the 1HFY23 to 25% vs. 9.8% in SPLY, which invited further tightening response from SBP as policy rate surged by 2.2ppt to 16% during the period.



On the positive side, foreign selling seems lower this year as they have sold ~\$0.9mn vs. ~\$250mn worth of securities in the same period last year. On the local front, Mutual Funds and Insurance Companies were the net seller, (~\$127mn), while Banks and Individuals bought shares worth \$98.1mn.

Overall, corporate results for the listed space are expected to remain depressed primarily for Auto sector and companies depending on imported raw materials. However, few recent developments are positive for heavyweight sectors such E&Ps, Banks and export-oriented sectors i.e. Textile & Technology sectors. Given political uncertainty, we expect the stock market to remain volatile in the near term. Key developments that will set the stock market direction include the outcome of the 9th IMF review and the materialization of committed inflows from multilateral and bilateral institutions. We expect the stock market to deliver a strong rebound amid political stability and the implementation of structural reforms on both external and fiscal fronts.

PRINCIPAL ACTIVITIES AND REVIEW OF FUNDS PERFORMANCE:

1) AWT MONEY MARKET FUND

Principal activities

AWT Money Market Fund is an open-end money market scheme and is listed on Pakistan Stock Exchange Limited. The Fund invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts and other short-term instruments. The weighted average maturity of the portfolio is kept below 90 days. AWTMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund.

Fund performance

During the month of December, AWT Money Market Fund delivered an outstanding return of 17.02% p.a., beating its benchmark return of (15.87% p.a.) by 115 bps. Owing to the active investment strategy, the Fund managed to improve its FYTD returns (i.e., 15.51% p.a.) versus benchmark return of 14.91% p.a. At the month's end, the Fund exposure in cash at the bank was around 16% while Govt Securities remained at 74% of the net assets. As of quarter end, Net Assets of the Fund stood at PKR 1,316 million, showing an increase of 253% from June 30, 2022, level of PKR 373 million. The weighted average time to maturity of the portfolio was 40 days. Net Asset value (NAV per unit) on December 31, 2022 was PKR 117.1204.

Fund Stability Rating

The Pakistan Credit Rating Agency (PACRA) has maintained stability rating AA+(f) to the Fund on October 14, 2022 (2022: AA+(f) on May 07, 2022).

Income Distribution

Rawalpindi :	2nd Floor, AWT Plaza, Mall Road.	: +92-51-9272379
Karachi :	3rd Floor, AWT Plaza, I.I. Chundrigar Road.	: +92-21-38658883
Lahore :	1st Floor, -33DD Block CCA Phase 4 DHA Cant	: +92-21-35694007-8



The Chief Executive Officer under the authority from Board of Directors of the Management Company during the period declared the interim payouts of PKR 8.1746 per unit (8.1746%) of face value of PKR 100/- amounting to PKR 47.52 million distribution in cash during the period ended December 31, 2022.

2) AWT FINANCIAL SECTOR INCOME FUND

Principal activities

AWT Financial Sector Income Fund aims to provide income enhancement and preservation of Capital by investing primarily in financial sector, TFCs/Sukuk, Bank deposits and instruments issued by Government Securities.

Fund performance

Since its inception on December 19th, 2022, AWT –Financial Sector Income Fund delivered an annualized return of 16.85%, against its benchmark return of 17.05%. At the month's end, the allocation of Fund in cash at the bank was around 93%, and TFC/Sukuk remained at around 7% of the net assets. As of quarter end, Net Assets of the Fund stood at PKR 229 million. The weighted average time to maturity of the portfolio was 238 days. Net Asset value (NAV per unit) on December 31, 2022 was PKR 100.5540.

3) AWT INCOME FUND

Principal activities

The Fund is an open-end income fund and is listed on Pakistan Stock Exchange Limited. AWTIF invests in Investment-grade Debt Securities, Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, Certificate of Deposits, Certificate of Musharaka and other fixed income instruments. The overall duration of the portfolio is kept below 4 years while at least 25% of Net Assets are kept in the form of cash or Treasury Bills of maximum 90 days maturity. AWTIF is managed through a team-driven, top-down process utilizing active duration and yield curve management. Economic conditions are constantly monitored to forecast interest rate changes. The added value for AWTIF comes from identifying opportunities to shift investments between various maturities and between different instruments. AWTIF is allowed to borrow up to 15% of Net Assets to meet redemptions however did not utilize this facility during the period under review.

Fund performance

During the first half of the Financial Year 2023 (1HFY23), the return of the Fund stood at 14.54% p.a. versus benchmark return of 16.07% p.a. At month end, allocation in TFC/ Sukuks was around 26%, while cash in the bank stood at 25%, and Govt Securities were 43% of the net assets, respectively. As of quarter end, Net Assets of the Fund stood at PKR 1,660 million, showing an increase of 12% from



June 30, 2022, level of PKR 1,480 million. The weighted average time to maturity of the portfolio was 1.6 years. Net Asset value (NAV per unit) on December 31, 2022 was PKR 117.3837.

Fund Stability Rating

The Pakistan Credit Rating Agency (PACRA) has maintained stability rating A+(f) to the Fund on October 13, 2022 (2022: A+(f) on April 08, 2022).

4) AWT ISLAMIC INCOME FUND

Principal activities

AWT Islamic Income Fund is an open-end Shariah Compliant scheme listed on Pakistan Stock Exchange Limited. AWTIIF invests in Investment-grade Shariah Compliant Debt Securities, Government Securities, Spread transactions, Bank Deposits, Certificate of Deposit, Certificate of Musharaka, and other Shariah Compliant fixed income avenues. AWTIIF is managed through a team-driven, top-down process utilizing active sector rotation, duration and yield curve management. Economic conditions are constantly monitored to forecast interest rate changes. The added value for AWTIIF comes from identifying opportunities to shift investments between various maturities and between different instruments.

Fund performance

During 1HFY23, return of the Fund stood at 13.98% p.a. versus 5.37% p.a. return of the benchmark. At month end, allocation in Sukuks was around 12%, 11% in GOP Ijara Sukuk, while cash in the bank stood at 59%, and Certificate of Musharaka (COM) was 11% of the net assets respectively. As of quarter end, Net Assets of the Fund stood at PKR 456.9 million, showing an increase of 75% from June 30, 2022, level of PKR 261.2 million. The weighted average time to maturity of the portfolio was 225 days. Net Asset value (NAV per unit) on December 31, 2022 was PKR 112.2016.

Fund Stability Rating

The Pakistan Credit Rating Agency (PACRA) has maintained stability rating A+(f) to the Fund on October 13, 2022 (2022: A+(f) on April 08, 2022).

5) AWT STOCK FUND

Principal activities

AWT Stock Fund is an actively managed open-end equity fund and is listed on Pakistan Stock Exchange Limited. AWTSTF maintains an average exposure of 70% of Net Assets in listed equity securities. The asset allocation to different sectors and stocks is made on the basis of relative attractiveness of each sector and individual stocks in that particular sector. The allocations may change from time to time keeping in view the market conditions, opportunities, political and economic factors. AWTSTF is allowed.



Fund performance

During 1HFY23, the NAV of AWT Stock Fund declined by 1.4% compared to 2.7% decline in the benchmark KSE-100 Index, thus showing a slight underperformance. The key drag on the Fund's performance during the period under review were HBL, PSO, MARI and NML, whereas stocks that contributed positively in return included SYS, SNGP, HUBC and ENGRO. Exposure in equities was around 92% of net assets in Dec'22. Top Five holdings in the portfolio are SYS, ENGRO, OGDC, PPL and HUBC. As of quarter end, Net Assets of the Fund stood at PKR 105 million, showing an increase of 102% from June 30, 2022, level of PKR 52 million. Net Asset value (NAV per unit) on December 31, 2022 was PKR 85.2830.

6) AWT ISLAMIC STOCK FUND

Principal activities

The Fund is an actively managed open-end Shariah Compliant Equity fund and is listed on Pakistan Stock Exchange Limited. AWTISF maintains an average exposure of investments 70% of Net Assets in Shariah Compliant stocks of listed on PSX. The asset allocation to different sectors and stocks is made on the basis of relative attractiveness of each sector and individual stocks in that particular sector. The allocations may change from time to time keeping in view the market conditions, opportunities, political and economic factors. AWTISF is allowed to borrow up to 15% of Net Assets to meet redemptions however AWTISF did not utilize this facility during the period under review.

Fund performance

During 1HFY23, the NAV of AWT Stock Fund declined by 1.2% compared to 0.7% decline in the benchmark KMI 30 Index, thus showing a slight underperformance. Stocks which gave major contributions in the negative return during 1HFY23 were PSO, EFERT, MARI and NML, whereas stocks that contributed positively in return included SYS, SNGP, HUBC and ENGRO. Exposure in equities was around 91% of net assets in Dec'22. Top Five holdings in the portfolio are PPL, SYS, MEBL, ENGRO and OGDC. As of quarter end, Net Assets of the Fund stood at PKR 106 million, showing an increase of 3% from June 30, 2022, level of PKR 102.9 million. Net Asset value (NAV per unit) on December 31, 2022 was PKR 80.1742.

Earning per Unit (EPU)

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

Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has upgraded Asset Manager Rating 'AM3++' of AWT Investments Limited rating outlook from stable to positive vide its report dated August 05, 2022.

Acknowledgement



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

For and on Behalf of the Board

s/d

Chief Executive Officer

s/d

Director

Dated: February 23, 2023

اے ڈبلیو ٹی انویسٹمنٹس لمیٹڈ کے انتظام کے تحت فنڈز مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ 31 دسمبر 2022 کو ختم ہونے والی مدت کے لیے

اے ڈبلیو ٹی انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، اے ڈبلیو ٹی منی مارکیٹ فنڈ کی مینجمنٹ کمپنی، اے ڈبلیو ٹی فنانشل سیکٹر انکم فنڈ، اے ڈبلیو ٹی انکم فنڈ، اے ڈبلیو ٹی اسلامک انکم فنڈ، اے ڈبلیو ٹی اسلامک اسٹاک فنڈ، اور اے ڈبلیو ٹی اسٹاک فنڈ (اس کے بعد رپورٹ میں اجتماعی طور پر " فنڈز " کہا گیا ہے) کی 31 دسمبر 2022 کو ختم ہونے والی مدت کے لیے کنڈینسڈ عبوری مالیاتی معلومات کے ساتھ اپنی جائزہ رپورٹ جمع کرانے پر خوشی محسوس کرتے ہیں۔

اقتصادی جائزہ

مالی سال 22 میں 5.97 فیصد کی مضبوط جی ڈی پی گروتھ پوسٹ کرنے کے بعد، ایس بی پی اور ورلڈ بینک کے مطابق مالی سال 23 میں معاشی نمو 2 فیصد سے نیچے آسکتی ہے، جو کہ سیلاب سے پہلے 3-4 فیصد کی سابقہ پیش گوئی کے مقابلے میں ہے۔ توانائی کی قیمتوں کے گزرنے کا کم اثر؛ اور مالیاتی استحکام اور بلند افراط زر کی وجہ سے قوت خرید میں کمی سے بھی ملکی طلب کو روکنے کی توقع ہے۔ بڑے پیمانے پر مینوفیکچرنگ (ایل ایس ایم) کے شعبے کی سرگرمیاں بھی معیشت کو درپیش مشکلات کی تصدیق کرتی ہیں کیونکہ دسمبر 2022 کے مقابلے دسمبر 2022 کے لیے پیداوار میں 3.51 فیصد کی کمی واقع ہوئی ہے۔ مجموعی طور پر ایل ایس ایم نے جولائی تا دسمبر 2022-23 کے دوران 3.68 فیصد کی کمی ظاہر کی ہے۔ گزشتہ سال کی اسی مدت کے مقابلے میں۔

7MFY23 کے دوران اوسط CPI افراط زر بڑھ کر 25.4% ہو گیا جبکہ گزشتہ سال اسی مدت کے دوران 10.3% تھا۔ جنوری 2023 میں بیڈ لائن افراط زر 27.6% (y/y) پر پہنچ گیا۔ سال 2023 میں ایس پی آئی افراط زر جنوری 2023 میں بڑھ کر 30.5% ہو گیا جب کہ ایک ماہ قبل 27.8% اور جنوری 2022 میں 20.9% اضافہ ہوا۔ دونوں میں اضافہ نوٹ کیا گیا۔ بنیادی اور خوراک کی افراط زر آگے دیکھتے ہوئے، سیلاب سے ایشیائی خوردونوش کی قیمتوں کو رسد کا جھٹکا، خوردہ ایندھن اور گیس کی قیمتوں میں حالیہ اضافہ، اور بجلی کے نرخوں میں اضافے سے آنے والے مہینوں میں بیڈ لائن افراط زر پر اضافی دباؤ کی توقع ہے۔ ہم FY23 میں اوسط سی پی آئی کو 23% اور جون 2023 میں 15% پر پیش گوئی کرتے ہیں۔

23 جنوری 2023 کو ہونے والی اپنی طے شدہ حالیہ میٹنگ میں، مانیٹری پالیسی کمیٹی (ایم پی سی) نے پالیسی کی شرح کو 100bps سے بڑھا کر 17% کرنے کا فیصلہ کیا، اس کا حوالہ دیتے ہوئے، مہنگائی کے دباؤ اور وسیع البنیاد کو برقرار رکھا۔ ایم پی سی نے مزید نوٹ کیا کہ اگر ان کی جانچ نہ کی گئی تو وہ متوقع مدت سے زیادہ مہنگائی کی توقعات میں اضافہ کر سکتے ہیں۔ بے لگام دباؤ کو مدنظر رکھتے ہوئے پالیسی ریٹ میں مزید اضافے کو خارج از امکان قرار نہیں دیا جا سکتا۔

پی کے آر غیر ملکی زر مبادلہ ذخائر میں کمی کی وجہ سے شدید دباؤ کا شکار رہا جو کہ 10 فروری 2023 کو ختم ہونے والے ہفتے میں 3.19 بلین امریکی ڈالر تھا جو ایک ہفتہ قبل USD 2.92 بلین تھا۔ روپے اور ڈالر کی برابری 23 ستمبر 2022 کو 239.7 روپے تھی جو کہ 11 اکتوبر کو مضبوط ہو کر 217.8 ہو گئی۔ پی کے آر - امریکن ڈالر برابری 17 فروری کو 264.38 پر رہی، جس سے اہم بحالی ہوئی کیونکہ حکومت نے توسیعی فنڈ سہولت (ای ایف ایف) کے تحت قرض کے پروگرام کو جاری رکھنے کے لیے آئی ایم ایف کی طرف سے مقرر کردہ تقریباً تمام شرائط کو پورا کر لیا ہے۔ حقیقی مؤثر شرح مبادلہ (REER) دسمبر 22 کے آخر میں 96.2 تک پہنچ گئی۔ ہم ایک بڑی بیرونی فنانسنگ کی ضرورت پر غور کرتے ہوئے پی کے آر پر مزید دباؤ دیکھ سکتے ہیں۔

بیرونی اکاؤنٹ پر، چیزوں کو تناظر میں رکھنے کے لیے، CAD FY22 میں USD 17.4 بلین (GDP کا 4.7%) ہو گیا۔ 1HFY23 کے دوران، CAD 1HFY22 میں USD9.1bn سے کم ہو کر امریکن ڈالر 3.7bn ہو گیا، جو بنیادی طور پر درآمدات میں کمی کو ظاہر کرتا ہے۔ دسمبر 2023 میں، CAD 400 ملین امریکی ڈالر تھا۔ ہم توقع کرتے ہیں کہ

ڈیمانڈ کمپریشن پالیسیوں کو قریب ترین مدت میں جاری رکھا جائے گا اور مالی سال 23 میں امریکی ڈالر 7-8 بلین کی حد میں CAD کا منصوبہ ہوگا۔

پبلک فنانس کے حوالے سے، عارضی وصولی کے اعداد و شمار کے مطابق، 1HFY23 کے دوران، عارضی خالص ٹیکس کی وصولی 3,429 بلین روپے رہی جو کہ گزشتہ سال کی اسی مدت میں 2,920 بلین روپے تھی، جس میں 17.4 فیصد کا اضافہ ظاہر ہوتا ہے۔ نمو میں اضافے کی بڑی وجہ براہ راست ٹیکسوں میں 49 فیصد اضافہ ہے۔ حکومت اور آئی ایم ایف نے تقریباً 170 ارب روپے کے اضافی ٹیکس کے اقدامات کے نفاذ پر اتفاق کیا۔ فنانس (ضمنی) بل 2023 چینی اشیاء، تمباکو، ایئر لائن ٹکٹ، شادی بالز اور سیمنٹ پر فیڈرل ایکسائز ڈیوٹی بڑھانے کے علاوہ جنرل سیلز ٹیکس (جی ایس ٹی) میں 17 فیصد سے 18 فیصد تک اضافہ کرے گا۔

فکسڈ انکم مارکیٹ کا جائزہ

مانیٹری پالیسی کمیٹی (MPC) نے نومبر 2022 میں پالیسی ریٹ کو 100 بیس پوائنٹس سے بڑھا کر 16% کر دیا۔ 23 جنوری 2023 کو ہونے والی اپنی طے شدہ حالیہ میٹنگ میں، MPC نے پالیسی کی شرح کو مزید 100bps تک بڑھا کر 17% کرنے کا فیصلہ کیا، مہنگائی کے مسلسل دباؤ اور وسیع البنیاد کا حوالہ دیتے ہوئے SBP کے پاس خالص مائع زرمبادلہ کے ذخائر 5.8 بلین امریکی ڈالر (23-دسمبر-22 تک) ہیں، جو مالی استحکام اور مالی استحکام کے لیے چیلنجز اور مستقل خطرات کا باعث ہیں۔ دسمبر 2022 کی آخری ٹی بل نیلامی میں، روپے کی رقم 343 بلین 17.00%، 16.83% اور 16.85% کی کٹ آف پیداوار پر 3-ماہ، 6-ماہ اور 12-ماہ کی مدت کے لیے قبول کیے گئے۔ خودمختار پیداوار نے 1HFY23 کے دوران پالیسی ریٹ میں اضافے کا جواب دیا کیونکہ 3-ماہ، 6-ماہ اور 12-ماہ کے لیے T-Bills کی پیداوار 16.69% (+171bps، +184bps) اور 17.0% (+17.0%) پر بند ہوئی۔ 31 دسمبر 2022 تک۔ اسی طرح طویل مدتی خودمختار بانڈز کی پیداوار بھی 3 سالہ، 5 سالہ اور 10 سالہ PIBs کی پیداوار 15.64% (+219bps، +168bps) اور 13.76% (+13.76%) پر بند ہوئی۔ 3184+bps) دسمبر 2022 تک۔

ایکویٹی مارکیٹ کا جائزہ

1HFY23 کے دوران، اسٹاک مارکیٹ دباؤ میں رہی کیونکہ KSE100 انڈیکس میں تقریباً 1,120 پوائنٹس (↓2.7%) کی کمی دیکھی گئی اور 41,402 پوائنٹس پر بند ہوا (43,390 سے 39,026 کے درمیان)۔ اسٹاک مارکیٹ کی اس مایوس کن کارکردگی میں کئی عوامل نے کردار ادا کیا۔ قابل ذکر بات یہ ہے کہ سیاسی غیر یقینی صورتحال، آئی ایم ایف کے اصلاحاتی ایجنڈے پر عمل درآمد میں طویل تاخیر اور سیلاب مجموعی اقتصادی صورتحال کو بری طرح متاثر کرتے ہیں۔ مارکیٹ پر اثر انداز ہونے والے دیگر عوامل میں ملکی شرح سود اور افراط زر، ملک کی کمزور بیرونی اکاؤنٹ پوزیشن، P&S اور Fitch کی کریڈٹ ریٹنگ میں کمی اور ملک میں عام انتخابات کے قریب آنے کے ساتھ بڑھتا ہوا سیاسی شور ہے۔ نتیجتاً، مارکیٹ ویلیویشن کو مزید کم کر کے کئی سال کی کم ترین سطح پر لے جایا گیا، کیونکہ KSE100 انڈیکس ٹریڈنگ 4% x 10 کی ڈیویڈنڈ پیداوار پیش کرتا ہے۔

1HFY23 کے دوران اوسط بیڈ لائن افراط زر میں نمایاں اضافہ ہوا SPLY میں 25% بمقابلہ 9.8%، جس نے SBP کی طرف سے مزید سخت ردعمل کو مدعو کیا کیونکہ اس مدت کے دوران پالیسی کی شرح 2.2 ppt سے 16% تک بڑھ گئی۔

مثبت پہلو پر، اس سال غیر ملکی فروخت کم دکھائی دیتی ہے کیونکہ انہوں نے پچھلے سال اسی عرصے میں ~mn0.9\$ بمقابلہ ~mn250\$ مالیت کی سیکیورٹیز فروخت کی ہیں۔ مقامی محاذ پر، میوچل فنڈز اور انشورنس کمپنیاں خالص فروخت کنندہ تھیں، (mn127\$)، جبکہ بینکوں اور افراد نے mn98.1\$ کے شیئرز خریدے۔

مجموعی طور پر، فہرست شدہ جگہ کے لیے کارپوریٹ نتائج میں بنیادی طور پر آٹو سیکٹر اور درآمد شدہ خام مال پر منحصر کمپنیوں کے لیے افسردہ رہنے کی توقع ہے۔ تاہم، چند حالیہ پیش رفت بیوی ویٹ شعبوں جیسے E&Ps، بینکوں اور برآمد پر مبنی شعبوں یعنی ٹیکسٹائل اور ٹیکنالوجی کے شعبوں کے لیے مثبت ہیں۔ سیاسی غیر یقینی صورتحال کے

پیش نظر، ہم توقع کرتے ہیں کہ سٹاک مارکیٹ قریبی مدت میں اتار چڑھاؤ کا شکار رہے گی۔ اہم پیش رفت جو سٹاک مارکیٹ کی سمت متعین کرے گی ان میں 9ویں IMF کے جائزے کے نتائج اور کثیر جہتی اور دوطرفہ اداروں سے پرعزم رقوم کی تکمیل شامل ہیں۔ ہم توقع کرتے ہیں کہ سیاسی استحکام اور بیرونی اور مالی دونوں محاذوں پر ساختی اصلاحات کے نفاذ کے درمیان اسٹاک مارکیٹ میں ایک مضبوط بحالی ہوگی۔

پرنسپل سرگرمیاں اور فنڈز کی کارکردگی کا جائزہ:

(1) اے ڈبلیوٹی منی مارکیٹ فنڈ

پرنسپل سرگرمیاں

اے ڈبلیوٹی منی مارکیٹ فنڈ ایک اوپن اینڈ منی مارکیٹ اسکیم ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں درج ہے۔ فنڈ گورنمنٹ سیکیورٹیز، سٹریٹجک آف انویسٹمنٹ، کلین پلیسمنٹس، ٹرم ڈپازٹ کی رسیدیں اور دیگر قلیل مدتی آلات میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی وزنی اوسط میچورٹی 90 دن سے کم رکھی گئی ہے۔ اے ڈبلیوٹی منی مارکیٹ فنڈ صرف ان سیکیورٹیز میں سرمایہ کاری کرتا ہے جنہیں پاکستان میں کسی ریٹنگ ایجنسی کی جانب سے کم از کم "AA" ریٹنگ تفویض کی گئی ہے اور ان کی میچورٹی 6 ماہ سے کم ہے۔ پورٹ فولیو کی مختصر پختگی یونٹ ہولڈرز کو شرح سود کی نقل و حرکت کے خلاف تحفظ فراہم کرتی ہے جبکہ فنڈ کی لیکویڈٹی میں اضافہ کرتی ہے۔

فنڈ کی کارکردگی

دسمبر کے مہینے کے دوران، اے ڈبلیوٹی منی مارکیٹ فنڈ نے 17.02% p.a کی شاندار واپسی کی، جو اس کے بینچ مارک ریٹرن (15.87% p.a) کو 115 bps سے پیچھے چھوڑ دیا۔ فعال سرمایہ کاری کی حکمت عملی کی وجہ سے، فنڈ اپنے FYTD ریٹرن (یعنی 15.51% p.a) کے مقابلہ 14.91% p.a کے بینچ مارک ریٹرن کو بہتر کرنے میں کامیاب رہا۔ مہینے کے اختتام پر، بینک میں کیش میں فنڈ کی نمائش تقریباً 16% تھی جبکہ گورنمنٹ سیکیورٹیز خالص اثاثوں کے 74% پر رہیں۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے 1,316 PKR ملین تھے، جو کہ 30 جون 2022 کے مقابلے میں 373 PKR ملین کی سطح پر 253% اضافہ دکھاتے ہیں۔ پورٹ فولیو کی پختگی کا وزنی اوسط وقت 40 دن تھا۔ 31 دسمبر 2022 کو خالص اثاثے کی قیمت (NAV فی یونٹ) 117.1204 PKR تھی۔

فنڈ استحکام کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے 14 اکتوبر 2022 کو فنڈ کی استحکام کی درجہ بندی (AA+(f)) کو برقرار رکھا ہے (2022 AA+(f): 07 مئی 2022)۔

آمدنی کی تقسیم

اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے اختیار کے تحت چیف ایگزیکٹو آفیسر نے 8.1746 فی یونٹ (8.1746%)/PKR 100 کی فیس ویلیو کی عبوری ادائیگیوں کا 31 دسمبر 2022 کو ختم ہونے والی مدت کے دوران 47.52 PKR ملین نقد رقم کی تقسیم اعلان کیا۔

(2) AWT فنانشل سیکٹر انکم فنڈ

پرنسپل سرگرمیاں

اے ڈبلیوٹی فنانشل سیکٹر انکم فنڈ کا مقصد بنیادی طور پر مالیاتی شعبے، ٹی ایف سی/سکوک، بینک ڈپازٹس اور گورنمنٹ سیکیورٹیز کے جاری کردہ آلات میں سرمایہ کاری کر کے کیپیٹل کی آمدنی میں اضافہ اور تحفظ فراہم کرنا ہے۔

فنڈ کی کارکردگی

19 دسمبر 2022 کو اپنے قیام کے بعد سے، اے ڈبلیوٹی - فنانشل سیکٹر انکم فنڈ نے 17.05% کے بینچ مارک ریٹرن کے مقابلے میں 16.85% کا سالانہ منافع دیا ہے۔ مہینے کے اختتام پر، بینک میں نقد رقم کی رقم تقریباً 93% تھی، اور ٹی ایف سی/ سکوک خالص اثاثوں کا تقریباً 7% رہا۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے 229 ملین PKR تھے۔ پورٹ فولیو کی پختگی کا وزنی اوسط وقت 238 دن تھا۔ 31 دسمبر 2022 کو خالص اثاثہ کی قیمت (NAV فی یونٹ) PKR 100.5540 تھی۔

(3) اے ڈبلیوٹی انکم فنڈ

پرنسپل سرگرمیاں

فنڈ ایک اوپن اینڈ انکم فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں درج ہے۔ اے ڈبلیوٹی انکم فنڈ انوسٹمنٹ گریڈ ڈیبٹ سیکورٹیز، گورنمنٹ سیکورٹیز، سرٹیفکیٹ آف انویسٹمنٹ، کلین پلیسمنٹ، ٹرم ڈپازٹ رسیدیں، ڈپازٹس کا سرٹیفکیٹ، مشرکہ کا سرٹیفکیٹ اور دیگر فکسڈ انکم انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی مجموعی مدت 4 سال سے کم رکھی گئی ہے جبکہ کم از کم 25% خالص اثاثے نقد یا زیادہ سے زیادہ 90 دن کی میچورٹی کے ٹریژری بلز کی شکل میں رکھے گئے ہیں۔ اے ڈبلیوٹی انکم فنڈ کا انتظام ایک ٹیم سے چلنے والے، اوپر سے نیچے کے عمل کے ذریعے کیا جاتا ہے جس میں فعال دورانیے اور پیداوار کے منحنی انتظام کو استعمال کیا جاتا ہے۔ شرح سود میں تبدیلی کی پیش گوئی کرنے کے لیے معاشی حالات کی مسلسل نگرانی کی جاتی ہے۔ اے ڈبلیوٹی انکم فنڈ کے لیے اضافی قدر مختلف میچورٹیز اور مختلف آلات کے درمیان سرمایہ کاری کو منتقل کرنے کے مواقع کی نشاندہی سے حاصل ہوتی ہے۔ اے ڈبلیوٹی انکم فنڈ کو چھٹکارے کو پورا کرنے کے لیے خالص اثاثوں کا 15% تک قرض لینے کی اجازت ہے تاہم اس نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

فنڈ کی کارکردگی

مالی سال 2023 (1HFY23) کی پہلی ششماہی کے دوران، فنڈ کی ریٹرن 14.54% p.a. بمقابلہ بینچ مارک کی ریٹرن 16.07% p.a. مہینے کے آخر میں، ٹی ایف سی/ سکوک میں مختص تقریباً 26% تھی، جب کہ بینک میں نقد رقم 25% تھی، اور گورنمنٹ سیکورٹیز بالترتیب خالص اثاثوں کا 43% تھیں۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے 1,660 ملین PKR تھے، جو کہ 30 جون 2022 سے 12% اضافے کو ظاہر کرتے ہیں، 1,480 ملین کی سطح پر۔ پورٹ فولیو کی پختگی کا وزنی اوسط وقت 1.6 سال تھا۔ 31 دسمبر 2022 کو خالص اثاثہ جات (NAV فی یونٹ) PKR 117.3837 تھی۔

فنڈ استحکام کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے 13 اکتوبر 2022 کو فنڈ کی استحکام کی درجہ بندی (A+(f)) کو برقرار رکھا ہے (2022: A+(f) اپریل 08 2022)۔

(4) اے ڈبلیوٹی اسلامک انکم فنڈ

پرنسپل سرگرمیاں

اے ڈبلیوٹی اسلامک انکم فنڈ ایک اوپن اینڈ شریعہ کمپلائنٹ اسکیم ہے جو پاکستان اسٹاک ایکسچینج لمیٹڈ میں درج ہے۔ اے ڈبلیوٹی اسلامک انکم فنڈ انویسٹمنٹ گریڈ شریعہ کمپلائنٹ ڈیبٹ سیکورٹیز، گورنمنٹ سیکورٹیز، اسپریڈ ٹرانزیکشنز، بینک ڈپازٹس، سرٹیفکیٹ آف ڈپازٹ، سرٹیفکیٹ آف مشرکہ، اور دیگر شرعی کمپلائنٹ فکسڈ انکم ایوبینوز میں سرمایہ کاری کرتا ہے۔ اے ڈبلیوٹی اسلامک انکم فنڈ کا انتظام ایک ٹیم سے چلنے والے، اوپر سے نیچے کے عمل کے ذریعے کیا جاتا ہے جس میں فعال شعبے کی گردش، دورانیہ اور پیداوار کے منحنی انتظام کو استعمال کیا جاتا ہے۔ شرح سود میں تبدیلی کی پیش گوئی کرنے کے لیے معاشی حالات کی مسلسل نگرانی کی جاتی ہے۔ اے ڈبلیوٹی اسلامک

انکم فنڈ کے لیے اضافی قدر مختلف میچورٹیز اور مختلف آلات کے درمیان سرمایہ کاری کو منتقل کرنے کے مواقع کی نشاندہی سے حاصل ہوتی ہے۔

فنڈ کی کارکردگی

1HFY23 کے دوران، فنڈ کی ریٹرن 13.98% p.a. بمقابلہ 5.37% p.a. بینچ مارک کی ریٹرن مہینے کے آخر میں، سکوک میں مختص تقریباً 12%، GOP اجارہ سکوک میں 11%، جب کہ بینک میں نقد رقم 59% تھی، اور مشرکہ کا سرٹیفکیٹ (COM) بالترتیب خالص اثاثوں کا 11% تھا۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے PKR 456.9 ملین تھے، جو کہ 30 جون 2022 سے PKR 261.2 ملین کی سطح پر 75% اضافہ دکھاتے ہیں۔ پورٹ فولیو کی پختگی کا وزنی اوسط وقت 225 دن تھا۔ 31 دسمبر 2022 کو خالص اثاثہ کی قیمت (NAV فی یونٹ) PKR 112.2016 تھی۔

فنڈ استحکام کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے 13 اکتوبر 2022 کو فنڈ کی استحکام کی درجہ بندی (A+f) کو برقرار رکھا ہے (2022: A+f اپریل 08 2022)۔

(5) اے ڈبلیو ٹی اسٹاک فنڈ

پرنسپل سرگرمیاں

اے ڈبلیو ٹی اسٹاک فنڈ ایک فعال طور پر منظم اوپن اینڈ ایکویٹی فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں درج ہے۔ اے ڈبلیو ٹی اسٹاک فنڈ درج کردہ ایکویٹی سیکیورٹیز میں خالص اثاثوں کے 70% کی اوسط نمائش کو برقرار رکھتا ہے۔ مختلف شعبوں اور اسٹاکس کے لیے اثاثوں کی تقسیم ہر شعبے اور اس مخصوص شعبے میں انفرادی اسٹاک کی نسبتہ کشش کی بنیاد پر کی جاتی ہے۔ مارکیٹ کے حالات، مواقع، سیاسی اور اقتصادی عوامل کو مدنظر رکھتے ہوئے وقتاً فوقتاً رقم میں تبدیلی ہو سکتی ہے۔ اے ڈبلیو ٹی اسٹاک فنڈ کی اجازت ہے۔

فنڈ کی کارکردگی

1HFY23 کے دوران، بنچ مارک KSE-100 انڈیکس میں 2.7% کمی کے مقابلے اے ڈبلیو ٹی اسٹاک فنڈ کی NAV میں 1.4% کمی واقع ہوئی، اس طرح یہ معمولی کم کارکردگی کو ظاہر کرتا ہے۔ زیر جائزہ مدت کے دوران فنڈ کی کارکردگی پر اہم ڈراگ، LBH، OSP، IRAM اور LMN تھے، جبکہ بدلے میں مثبت حصہ ڈالنے والے اسٹاک میں SYS، SNGP، HUBC اور ENGRO شامل تھے۔ دسمبر 22 میں ایکویٹیز میں 92 فیصد خالص اثاثوں کی نمائش تھی۔ پورٹ فولیو میں سرفہرست پانچ ہولڈنگز، SYS، ENGRO، OGDC، PPL اور HUBC ہیں۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے PKR 105 ملین تھے، جو کہ 30 جون 2022 سے PKR 52 ملین کی سطح پر 102% اضافہ دکھاتے ہیں۔ 31 دسمبر 2022 کو خالص اثاثہ کی قیمت (NAV فی یونٹ) PKR 85.2830 تھی۔

(6) اے ڈبلیو ٹی اسلامک اسٹاک فنڈ

پرنسپل سرگرمیاں

فنڈ ایک فعال طور پر منظم اوپن اینڈ شریعہ کمپلائنٹ ایکویٹی فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں درج ہے۔ اے ڈبلیو ٹی اسلامک اسٹاک فنڈ PSX پر درج شریعہ کمپلائنٹ اسٹاک میں خالص اثاثوں کا 70% سرمایہ کاری کی اوسط نمائش کو برقرار رکھتا ہے۔ مختلف شعبوں اور اسٹاکس کے لیے اثاثوں کی تقسیم ہر شعبے اور اس مخصوص شعبے میں انفرادی اسٹاک کی نسبتہ کشش کی بنیاد پر کی جاتی ہے۔ مارکیٹ کے حالات، مواقع، سیاسی اور اقتصادی عوامل کو مدنظر رکھتے ہوئے وقتاً فوقتاً رقم میں تبدیلی ہو سکتی ہے۔ اے ڈبلیو ٹی اسلامک اسٹاک فنڈ کو چھٹکارے کو پورا کرنے کے لیے خالص اثاثوں کا 15% تک قرض لینے کی اجازت ہے تاہم اے ڈبلیو ٹی اسلامک اسٹاک فنڈ نے زیر جائزہ مدت کے دوران اس سہولت کا استعمال نہیں کیا۔

فنڈ کی کارکردگی

1HFY23 کے دوران، بنچ مارک KMI 30 انڈیکس میں 0.7% کی کمی کے مقابلے اے ڈبلیوٹی اسٹاک فنڈ کی NAV میں 1.2% کی کمی واقع ہوئی، اس طرح ایک معمولی کم کارکردگی دکھائی گئی۔ جن اسٹاکس نے 1HFY23 کے دوران منفی ریٹرن میں اہم حصہ ڈالا وہ تھے PSO، EFERT، MARI اور NML، جب کہ جن اسٹاک نے بدلے میں مثبت حصہ ڈالا ان میں SYS، SNGP، HUBC اور ENGRO شامل تھے۔ دسمبر 22 میں ایکویٹیز کی نمائش خالص اثاثوں کا تقریباً 91 فیصد تھی۔ پورٹ فولیو میں ٹاپ فائیو ہولڈنگز PPL، SYS، MEBL، ENGRO اور OGDC ہیں۔ سہ ماہی کے اختتام تک، فنڈ کے خالص اثاثے PKR 106 ملین تھے، جو کہ 30 جون 2022 سے 3% کا اضافہ ظاہر کرتے ہیں، PKR 102.9 ملین کی سطح۔ 31 دسمبر 2022 کو خالص اثاثے کی قیمت (NAV فی یونٹ) PKR 80.1742 تھی۔

فی یونٹ آمدنی (EPU)

EPU کا انکشاف نہیں کیا گیا ہے کیونکہ ہمیں لگتا ہے کہ EPU کا حساب لگانے کے لیے وزنی اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

مینجمنٹ کمپنی کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے 05 اگست 2022 کو اپنی رپورٹ کے مطابق اے ڈبلیوٹی انوسٹمنٹ لمیٹڈ کے ریٹنگ آؤٹ لک کی اٹاٹہ منیجر ریٹنگ '++AM3' کو مستحکم سے مثبت کر دیا ہے۔

اعتراف

بورڈ اپنے قابل قدر سرمایہ کاروں، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی - سنٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کی انتظامیہ کا مسلسل تعاون اور تعاون کا شکریہ ادا کرتا ہے۔ مینجمنٹ کمپنی کے ڈائریکٹرز بھی مینجمنٹ کمپنی کی ٹیم کی طرف سے فنڈ کی ترقی اور دانشمندانہ انتظام کے لیے کی گئی کوششوں کو تسلیم کرتے ہیں۔

بورڈ کی طرف سے اور بورڈ کے لئے

چیف ایگزیکٹو آفیسر

بتاریخ: 23 فروری 2023

ڈائریکٹر

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TRUSTEE REPORT TO THE UNIT HOLDERS

AWT STOCK FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of AWT Stock Fund (the Fund) are of the opinion that AWT Investments Limited, being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

AWT Sock Fund
Condensed interim financial statements
For the half year ended December 31,2022

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS OF AWT STOCK FUND

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **AWT Stock Fund** (the Fund) as at December 31, 2022, and the related condensed interim income statement, the condensed interim statement of comprehensive income, the condensed interim statement of movement in unit holders' fund, the condensed interim statement of cash flows and notes to the condensed interim financial information for the half year then ended (here-in-after referred to as the 'condensed interim financial information'). **AWT Investments Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

The figures of 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 subject to limited scope review, as we are only required to review the cumulative figures for the half year ended December 31, 2022.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information 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 information, as at and for the half year ended December 31, 2022, is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's report is Syed Asmatullah.



Chartered Accountants

Place: Islamabad

Date:

UDIN:

**AWT STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2022**

	Note	(Un-audited) December 31, 2022 ----- (Rupees in '000) -----	(Audited) June 30, 2022
ASSETS			
Bank balances	4	10,339	2,442
Investments	5	96,761	48,403
Security deposits	6	2,600	2,600
Other receivables	7	1,834	1,808
Total assets		111,534	55,253
LIABILITIES			
Payable to AWT Investments Limited - Management Company	8	1,848	1,494
Payable to Central Depository Company of Pakistan Limited - Trustee	9	20	10
Payable to the Securities and Exchange Commission of Pakistan	10	10	17
Accrued expenses and other liabilities	11	4,705	1,283
Total liabilities		6,583	2,804
Net assets		104,951	52,449
Unit holders' fund (as per statement attached)		104,951	52,449
Contingencies and commitments	12	----- (Number of units) -----	
Number of units in issue	13	1,230,635	606,344
Net asset value per unit		85.2830	86.5007
Face value per unit		100.00	100.00

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For AWT Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

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


	Note	Half year ended		Quarter ended	
		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(Rupees in '000)					
INCOME					
Profit on bank balances		81	150	2	121
Dividend income		6,133	1,680	3,072	1,348
Net (loss) / gain on sale of investments		(665)	(2,146)	(1,454)	(2,146)
Net unrealized (loss) / gain on re-measurement of investments at fair value through profit or loss		(5,951)	(9,594)	(1,073)	(812)
Total (loss) / Income		(402)	(9,910)	548	(1,489)
EXPENSES					
Remuneration of AWT Investments Limited - Management Company	8.1	1,023	992	528	485
Sindh Sales tax on remuneration of Management Company		133	129	69	63
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9	102	99	52	48
Sindh Sales Tax on remuneration of the Trustee		13	13	7	6
Annual fee to the Securities and Exchange Commission of Pakistan	10	10	10	5	5
Selling, marketing and back office expenses	8.3	267	251	132	124
Auditor's remuneration		120	112	60	55
NCCPL fee		153	152	71	77
Brokerage and other expenses		152	14	46	9
Annual listing fee		14	14	7	7
Total expenses		1,987	1,786	977	879
Operating (loss) / income for the period		(2,389)	(11,696)	(429)	(2,368)
Reversal of provision / (provision) for Sindh Workers' Welfare Fund		-	1,753	-	-
Net (loss) / income for the period before taxation		(2,389)	(9,943)	(429)	(2,368)
Taxation	14	-	-	-	-
Net (loss) / income for the period after taxation		(2,389)	(9,943)	(429)	(2,368)
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
Accounting income available for distribution:					
Relating to capital gain		-	-	-	-
Excluding capital gain		-	-	-	-
(Loss) / earnings per unit	15				

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For AWT Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

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

	Half year ended		Quarter ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	----- (Rupees in '000) -----			
Net (loss) / income for the period after taxation	(2,389)	(9,943)	(429)	(2,368)
Other comprehensive income				
Items that may be reclassified subsequently to income statement	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(2,389)</u>	<u>(9,943)</u>	<u>(429)</u>	<u>(2,368)</u>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For AWT Investments Limited
(Management Company)


 Chief Executive Officer


 Chief Financial Officer


 Director

AWT STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

(Half year ended)						
December 31, 2022			December 31, 2021			
Capital value	Undistributed Income / (loss)	Total	Capital value	Undistributed Income / (loss)	Total	
(Rupees in '000)						
Net assets at beginning of the period	69,361	(16,912)	52,449	101,226	(602)	100,624
Issuance of 670,502 units (2021: 167,233 units)						
- Capital value (at net asset value per unit at the beginning of the period)	57,999	-	57,999	18,340	-	18,340
- Element of (loss) / Income	970	-	970	(1,851)	-	(1,851)
Total proceeds on issuance of units	58,969	-	58,969	16,489	-	16,489
Redemption of 46,212 units (2021: 15,685 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(3,997)	-	(3,997)	(1,720)	-	(1,720)
- Element of loss	(80)	-	(80)	24	-	24
Total payments on redemption of units	(4,078)	-	(4,078)	(1,696)	-	(1,696)
Total comprehensive (loss) / income for the period	-	(2,389)	(2,389)	-	(9,943)	(9,943)
Net assets at end of the period	124,252	(19,301)	104,951	116,019	(10,545)	105,474
Accumulated loss						
- Realized		(9,448)		(17,994)		
- Unrealized		(7,464)		17,392		
		(16,912)		(602)		
Accounting income available for distribution:						
- Relating to capital gain	-		-			
- Excluding capital gain	-		-			
Net (loss) for the period after taxation		(2,389)		(9,943)		
Undistributed income / (loss) carried forward		(19,301)		(10,545)		
Undistributed income / (loss) comprising of:						
- Realized		(13,350)		(951)		
- Unrealized		(5,951)		(9,594)		
		(19,301)		(10,545)		
		Rupees		Rupees		
Net asset value per unit at beginning of the period		86.5007		109.67		
Net asset value per unit at end of the period		85.2830		98.66		

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For AWT Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AWT STOCK FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Half year ended	
	December 31, 2022	December 31, 2021
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(2,389)	(9,943)
Adjustments:		
Profit on bank balances	(81)	(150)
Dividend income	(6,133)	(1,680)
(Reversal of provision) / provision for Sindh Workers' Welfare Fund	-	(1,753)
Net loss / (gain) on sale of investments	665	2,146
Net unrealized loss / (gain) on re-measurement of investments at fair value through profit or loss	5,951	9,594
	402	8,157
Decrease / (increase) in assets		
Investments - net	(54,974)	6,925
Other receivables	96	-
	(54,878)	6,925
Increase / (decrease) in liabilities		
Payable to AWT Investments Limited - Management Company	354	245
Payable to Central Depository Company of Pakistan Limited - Trustee	10	-
Payable to the Securities and Exchange Commission of Pakistan	(7)	(3)
Accrued expenses and other liabilities	3,422	(15)
	3,779	227
Profit on bank balances received	(37)	55
Dividend income received	6,129	1,698
	6,092	1,753
Net cash generated from / (used) in operating activities	(46,994)	7,119
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	58,969	16,489
Amounts paid on redemption of units	(4,078)	(1,696)
Net cash generated from financing activities	54,891	14,793
Net increase in cash and cash equivalents during the period	7,897	21,912
Cash and cash equivalents at the beginning of the period	2,442	2,743
Cash and cash equivalents at the end of the period	10,339	24,655

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For AWT Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

AWT STOCK FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 AWT Stock Fund ("the Fund") was established under a Trust Deed, dated 15 May, 2013, executed between AWT Investments Limited (Management Company) and the Central Depository Company of Pakistan Limited (CDC) as a Trustee. The Securities and Exchange Commission of Pakistan (SECP) registered the Fund as a Notified Entity on 25 November, 2013, under Regulation 44 of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

1.2 The Management Company of the Fund has been licensed by SECP to undertake Asset Management Services and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is situated at 3rd Floor, AWT Plaza, I.I.Chundrigar Road, Karachi.

1.3 The Fund offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited (PSX).

The Scheme is an 'Open end Equity Scheme' as per the criteria for the categorization of open-end collective investment schemes specified by SECP. The objective of the Fund is to achieve long term capital growth by investing mainly in listed equity securities.

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

1.5 The Pakistan Credit Rating Agency Limited (PACRA) has assigned initial Asset Manager Rating of 'AM3++' (stable outlook) vide its report dated August 05, 2021.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has 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 Financial Reporting Standards (IFRS Standards) 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 (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

2.1.3 The comparative condensed interim statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial information for the period ended December 31, 2021.

2.1.4 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that this condensed interim financial information give a true and fair view of the state of the Fund's affairs as at December 31, 2022.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the functional and presentation currency of the Fund.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, judgements and assumptions that affect the reported amount of assets, liabilities, income and expenses. It also requires management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements as at and for the year ended June 30, 2022.

3.3 There are certain standards, interpretations on accounting and reporting standards as applicable in Pakistan and amendments to certain existing standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2022. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant impact on the accounting policies of the Fund and therefore not disclosed in this condensed interim financial information.

3.4 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2022.

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
	Note	----- (Rupees in '000) -----	
4. BANK BALANCES			
In local currency:			
Savings accounts	4.1	<u>10,339</u>	<u>2,442</u>

4.1 These savings accounts carry profit at rates ranging from 4% to 13% per annum (June 30, 2022: 9% to 13.5% per annum).

5. INVESTMENTS

Financial assets at fair value through profit or loss

Listed equity securities

5.1 Listed equity securities

Name of the investee company	As at July 01, 2022	Purchased during the period	Bonus shares issued 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	Unrealized (loss)/ gain as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
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(Rupees in '000) (%)

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

B S

Oil And Gas Marketing Companies

Pakistan State Oil Company Limited	7,232	29,200	-	-	36,432	6,323	5,246	(1,077)	5.00%	5.42%	52,460.00%
Sui Northern Gas Pipelines Company Limited	36,000	56,100	-	13,800	78,300	2,894	2,940	46	7.80%	3.04%	0.00%
						9,217	8,186	(1,031)	7.80%	8.46%	

Oil and Gas Exploration Companies

Pakistan Petroleum Limited (Note 5.1.2)	48,800	55,400	-	18,800	85,400	5,655	5,819	164	5.54%	6.01%	100.00%
Pakistan Oilfields Limited	5,800	3,600	-	-	9,400	3,779	3,693	(86)	3.52%	3.82%	100.00%
Oil & Gas Development Company Limited	48,700	46,600	-	14,500	80,800	6,353	6,437	84	6.13%	6.65%	100.00%
Man Petroleum Company Limited	430	3,180	-	-	3,610	6,293	5,585	(708)	5.32%	5.77%	100.00%
						22,080	21,534	(546)	20.51%	22.25%	

Fertilizer

Engro Corporation Limited	9,066	20,200	-	2,100	27,166	6,979	7,126	147	6.79%	7.36%	100.00%
Engro Fertilizers Limited	12,200	24,500	-	-	36,700	2,822	2,822	(468)	2.69%	2.92%	0.00%
Fauji Fertilizer Company Limited	14,500	21,000	-	-	35,500	3,935	3,504	(431)	3.34%	3.62%	0.00%
						14,204	13,452	(752)	12.82%	13.90%	

Cement

D.G. Khan Cement Company Limited	17,016	-	-	-	17,016	1,064	879	(185)	0.64%	0.91%	0.00%
Cherat Cement Company Limited	2,887	11,200	-	-	14,087	1,565	1,435	(130)	1.37%	1.48%	100.00%
Fauji Cement Company Limited	8,000	35,500	-	-	43,500	519	427	(92)	0.41%	0.44%	100.00%
Kohat Cement Company Limited	3,480	10,000	-	-	13,480	2,390	2,659	269	2.53%	2.75%	100.00%
Lucky Cement Limited	31,000	8,650	-	-	39,650	5,592	5,417	(175)	5.16%	5.60%	100.00%
Maple leaf Cement Factory Limited	-	17,000	-	-	17,000	1,345	1,083	(262)	1.03%	1.12%	0.00%
						12,475	11,900	(575)	11.34%	12.30%	

Pharmaceuticals

Searle Company Limited	244	-	-	-	244	27	14	(13)	0.01%	0.01%	0.00%
GlaxoSmithKline Pakistan Limited	8,700	-	-	8,700	-	-	-	(13)	0.01%	0.01%	0.00%
						27	14	(13)	0.01%	0.01%	

Textile Composite

Gul Ahmed Textile Mills Limited	25,500	-	-	-	25,500	862	628	(234)	0.60%	0.65%	0.00%
Nishat Mills Limited (Note 5.1.2)	18,153	26,000	-	16,153	28,000	2,032	1,540	(492)	1.47%	1.59%	100.00%
Nishat (Chunian) Limited (Note 5.1.2)	51,200	-	-	-	51,200	2,293	1,067	(1,226)	1.02%	1.10%	0.00%
Interloop Limited (5.1.1)	-	29,300	1,172	-	30,472	1,801	1,726	(75)	1.64%	1.78%	0.00%
Kohinoor Textile Mills Limited	-	18,000	-	-	18,000	924	851	(73)	0.81%	0.88%	0.00%
						7,912	5,812	(2,100)	5.54%	6.00%	

Name of the investee company	(Number of shares)					(Rupees in '000)					(%)		
	As at July 01, 2022	Purchased during the period	Bonus shares issued 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	Unrealized (loss) / gain as at December 31, 2022	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company		
Automobile Assembler													
Indus Motor Company Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%		
Pak Suzuki Motor Company Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%		
Commercial Banks													
Bank Alfalah Limited (Note 5.1.2)	53,534	16,500	-	-	70,034	2,253	2,111	(142)	2.01%	2.18%	0.00%		
National Bank of Pakistan	-	-	-	-	13,600	1,606	1,580	(26)	0.00%	0.00%	0.00%		
MCB Bank Limited	-	13,600	-	-	43,400	3,941	2,766	(1,175)	1.51%	1.63%	100.00%		
Habib Bank Limited	32,500	28,000	-	15,100	40,800	4,629	4,111	(518)	3.92%	4.25%	0.00%		
United Bank Limited	22,700	18,100	-	-	57,200	6,115	5,694	(421)	5.43%	5.88%	0.00%		
Meezan Bank Limited (5.1.1)	28,500	23,500	5,200	-	18,544	16,262	(2,282)	15.51%	16.80%	0.00%			
CABLE & ELECTRICAL GOODS													
Pak Elektron Limited	34,000	-	-	17,000	17,000	270	220	(50)	0.21%	0.23%	100.00%		
Engineering													
Mughal Iron & Steel Industries Limited	15,774	-	-	-	15,774	909	762	(147)	0.73%	0.79%	0.00%		
Power Generation & Distribution													
Hub Power Company Limited	31,630	59,000	-	-	90,630	6,233	5,717	(516)	5.45%	5.91%	0.00%		
Nishat Chunian Power Limited Company	-	39,998	-	39,998	5,387	1,618	1,561	(57)	0.00%	0.00%	0.00%		
Attock Petroleum Limited (5.1.1)	-	4,650	737	-	7,851	7,278	(573)	6.94%	7.52%	0.00%			
Technology & Communication													
Systems Limited	7,600	9,100	-	-	16,700	5,696	8,082	2,396	7.70%	8.35%	0.00%		
Neisol Technologies Limited	-	-	-	-	-	5,686	8,082	2,396	7.70%	8.35%	0.00%		
CHEMICAL													
Engro Polymer & Chemicals Limited	17,234	12,000	-	19,234	10,000	787	423	(364)	0.40%	0.44%	0.00%		
Leasing Companies													
Orix Leasing Pakistan Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%		
AUTOMOBILE PARTS & ACCESSORIES													
Panther Tyres Limited	12,500	-	-	-	12,500	405	259	(146)	0.25%	0.27%	0.00%		
Food and Personal care Products													
Matco Foods Limited	76,000	-	-	76,000	-	-	-	-	0.00%	0.00%	0.00%		
Frieslandcampina Engro Foods Limited	-	-	-	-	22,000	538	455	(83)	0.43%	0.47%	100.00%		
The Organic Meat Co Limited	-	22,000	-	-	70,400	1,267	1,203	(64)	1.15%	1.24%	0.00%		
At-Tahur Limited (5.1.1)	-	64,000	6,400	-	1,805	1,658	(147)	1.58%	1.71%	0.00%			
TRANSPORT													
Pakistan International Bulk Terminal Limited	-	175,000	-	65,000	110,000	671	521	(150)	0.50%	0.54%	0.00%		
MISCELLANEOUS													
Tri Pack Films Limited	-	3,200	-	-	3,200	512	401	(111)	0.38%	0.41%	0.00%		
General Industrials													
Synthetic Products Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%		
Investments as at December 31, 2022	103,354	96,761	(6,592)	92%	100%								
Investments as at June 30, 2022 (audited)	55,866	48,403	7,463										

5.1.1 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies are liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including the bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the Honourable High Court of Sindh (SHC), challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule to the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the SHC in favour of CISs.

During the year ended June 30, 2018, the Honourable Supreme Court of Pakistan (SCP) passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. Subsequently, the CISs had filed a fresh constitutional petition vide CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the SHC has issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Fund has included these shares in its portfolio, as the Management Company is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the year were not withheld by the investee companies.

Below are the details of such shares as at December 31, 2022:

Name of the Investee Company	December 31, 2022		June 30, 2022		
	(Un-audited)		Audited		
	Number of shares	Market value	Name of the Investee Company	Number of shares	Market value
	(Rupees in '000)			(Rupees in '000)	
Interloop Limited	1,172	66	Searl Company Limited	6,346	692
Meezan Bank Limited	5,200	518	Pakistan State Oil Limited	432	74
Attock Petroleum Limited	737	214	Mughal Iron & Steel Industries Limited	302	17
At-Tahur Limited	6,400	109	Meezan bank Ltd.	6,600	746
			Systems Limited	3,450	1,138
		906.89			2,667

5.1.2 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL) as security against settlement of the Fund's trades in term of Circular No. 11 dated October 23, 2007 issued by SECP:

	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	December 31, 2022	June 30, 2022	December 31, 2022	June 30, 2022
	----- (Number of shares) -----		----- (Rupees in '000) -----	
Nishat (Chunian) Limited	50,000	50,000	1,042	2,240
Bank Alfalah Limited	53,500	53,500	1,612	1,712
Nishat Mills Limited	10,000	10,000	550	739
Pakistan Petroleum Limited	20,000	20,000	1,363	1,350
			4,567	6,041
			(Un-audited)	(Audited)
			December 31, 2022	June 30, 2022
			----- (Rupees in '000) -----	

6. SECURITY DEPOSITS

	(Un-audited)	(Audited)
	December 31, 2022	June 30, 2022
	----- (Rupees in '000) -----	
National Clearing Company of Pakistan Limited	2,500	2,500
Central Depository Company of Pakistan Limited	100	100
	2,600	2,600

Note

7. OTHER RECEIVABLES

Dividend receivables		4	-
Profit receivable on deposit accounts with banks		155	37
Advance income tax	7.1	1,655	1,771
Other receivable		20	-
		<u>1,834</u>	<u>1,808</u>

- 7.1 The Fund is exempt under clause 47(B) of Part IV of Second Schedule of the Income Tax Ordinance, 2001 (the Ordinance) from withholding of tax under section 150, 150A, 151 and 233 of the Ordinance. The Federal Board of Revenue (FBR) through circular "C.No.1 (43) DG (WHT) / 2008 - Vol.II - 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the Ordinance from Commissioner Inland Revenue (CIR). Prior to receiving the tax exemption certificates from CIR, various withholding agents have deducted advance tax under section 151 of the Ordinance. The Management Company is confident that the same shall be refunded in future years.

	Note	(Un-audited) December 31, 2022	(Audited) June 30, 2022
----- (Rupees in '000) -----			
8. PAYABLE TO AWT INVESTMENTS LIMITED - MANAGEMENT COMPANY			
Management fee	8.1	175	178
Sindh sales tax on remuneration of the Management Company	8.2	157	157
Selling, marketing and back office expenses payable	8.3	1,407	739
Formation cost payable		109	109
		<u>1,848</u>	<u>1,183</u>

- 8.1 Under the provisions of Non Banking Finance Companies and Notified Entities Regulations 2008, an Asset Management Company shall be entitled to remuneration equal to an amount not exceeding 2% of average annual net assets.

Management Company has charged remuneration at the rate of 2% per annum based on the daily net assets of the Fund.

- 8.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (2021: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at 0.5% (2021: 0.5%) per annum of daily net assets of the Fund during the period.

9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

- 9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund. The remuneration is payable to the Trustee monthly in arrears.

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

- 0.2% per annum of the daily net assets upto Rupees one billion,
- exceeding Rupees one billion, Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

10. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Under the provisions of NBFC Regulations, a collective investment scheme is required to pay an annual fee to the SECP at the rate of 0.02% (2021: 0.02%) per annum of daily net assets of the Fund. The Fee is paid annually in arrears.

	Note	(Un-audited) December 31, 2022	(Audited) June 30, 2022
----- (Rupees in '000) -----			
11. ACCRUED EXPENSES AND OTHER LIABILITIES			
Provision for Sindh Workers' Welfare Fund	11.1	-	-
Federal Excise Duty on remuneration of the Management Company	11.2	942	942
Withholding tax payable		46	45
Payable against securities purchases and Brokerage fee payable		2,218	77
Audit fee payable		267	148
Other liabilities		1,232	71
		<u>4,705</u>	<u>1,283</u>

discussed at MUFAP level and was also taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Fund amounting to Rs. 1.753 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. No provision for SWWF was recognized by the Fund on or after August 13, 2021.

- 11.2 This represents provision for Federal Excise Duty (FED) as at December 31, 2021. There is no change in the status of the legal proceeding on this matter, details of which have been disclosed in note 12.2 to the annual audited financial statements of the Fund for the year ended June 30, 2021. As a matter of prudence, the Management Company has maintained full provision for FED aggregating to Rs. 942,000 until the matter is resolved. Had the provision not been made, the net assets value per unit would have been higher by Re. 0.7654 (June 30, 2022: Rs. 1.03).

12. CONTINGENCIES AND COMMITMENTS

- 12.1 A show cause notice (SCN) under section 161(1A) of Income Tax Ordinance, 2001 has been issued alleging that the Fund did not / partially deducted withholding taxes from various payments made during the tax year 2017. The Fund responded to the SCN by submitting the requisite information of withholding tax paid challans and expenses schedules upon which withholding taxes were applicable. Thereafter, no response has been received by the Fund, on this matter.
- 12.2 There are no other contingencies and commitments as at December 31, 2022.

13. NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the period
Units issued during the period
Units redeemed during the period
Total units in issue at the end of the period

	(Un-audited) For the period ended December 31, 2021	(Audited) For the year ended June 30, 2022
	----- (Number of Units) -----	
	606,344	917,501
	670,502	380,605
	(46,211)	(691,762)
	<u>1,230,635</u>	<u>606,344</u>

14. TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units) as cash dividend. Further, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute ninety percent of accounting income other than capital gains whether realized or unrealized to the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Management Company intends to distribute by way of cash dividend at least 90% of the Fund's accounting income as reduced by capital gains (whether realised or unrealised) for the year ending June 30, 2022 to its unit holders, accordingly, no provision for current and deferred taxation has been recognised in this condensed interim financial information.

15. (LOSS) / EARNINGS PER UNIT

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

16. TOTAL EXPENSE RATIO

As per regulation 60 (5b) of NBFC Regulations 2008, the capping of expense ratio of the Fund is set at 4.5% of daily average net assets for the year.

As per Directive 23 of 2016 dated July 20, 2016 issued by SECP, the Total Expense Ratio of the Fund is 2.35% of average net assets as on December 31, 2022 (2021: 1.81%) and this includes 0.15% (2021: 0.014%) representing government levy, SECP fee.

17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES AND CONNECTED PERSONS

- 17.1 Connected persons / related parties include AWT Investments Limited being the Management Company, Central Depository Company of Pakistan Limited being the trustee, Army Welfare Trust (which is the parent entity of the Management Company), other funds managed by the Management Company, associated companies (if any) of the management company / parent entity of the management company, entities in which the above parties or their connected persons have a material interest, Key Management Personnel and includes entities holding 10% or more units of the Fund as at 31 December 2021. It also includes the staff retirement funds of the above related parties / connected person.

- 17.2 Transactions with the connected persons are carried out at agreed / contracted rates.

- 17.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

- 17.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

17.5 Details of the transactions and balances with the related parties / connected persons, other than those which has been disclosed elsewhere are as follows:

Detail of transactions with related parties and connected persons during the period are as follows:

	(Un-audited) Half year ended	
	December 31, 2022	December 31, 2021
	----- (Rupees in '000) -----	
AWT Investments Limited (Management Company)		
Remuneration of Management Company	1,023	992
Sindh sales tax on remuneration of Management Company	133	129
Selling, Marketing and back office expenses	267	251
Issuance of 670,270 units (2021: 3,694 units)	58,951	422
Redemption of 39,722 units (2020: 421,633 units)	3,500	-
AWT Investments Limited - Provident Fund		
Redemption of 4,979 units (2021: Nil units)	438	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	102	99
Sindh sales tax on remuneration of the Trustee	13	13
Settlement charges	12	10
Ten percent or more holding		
Issuance of Nil units (2021: 56,205 units)	-	5,795
	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	----- (Rupees in '000) -----	

Detail of balances outstanding at the period end / year end with related parties and connected persons are as follows:

AWT Investments Limited (Management Company)		
Remuneration payable to the Management Company	175	87
Selling, marketing and back office expenses payable	1,407	1,153
Sindh sales tax payable on remuneration of Management Company	157	145
Federal excise duty payable on remuneration of Management Company	942	942
Units held - 1,169,775 units (June 30, 2022: 539,226 units)	99,762	46,643
Formation cost payable	109	109
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	17	9
Sindh sales tax payable on remuneration payable to the Trustee	2	1
Security deposit	100	100
AWT Investments Limited - Provident Fund		
Units held - Nil units (June 30, 2022: 4,979 units)	-	431
Ten percent or more holding		
Units held - Nil units (June 30, 2022: Nil units)	-	-
Silk Bank Limited (Common Directorship)		
Bank balance	-	-

18. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the 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.

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods as at December 31, 2021.

As at December 31, 2022 (Un-audited)			
Fair Value			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets at fair value through profit or loss

- Listed equity securities

96,761	-	-	96,761
As at June 30, 2022 (Audited)			
Fair Value			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

ASSETS

Financial assets at fair value through profit or loss

- Listed equity securities

48,403	-	-	48,403
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18.1 There were no transfers between various levels of fair value hierarchy during the period.

19. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on _____ by the Board of Directors of the Management Company.

20. GENERAL

20.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

20.2 This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures presented in condensed interim income statement and statement of comprehensive income for the quarter ended December 31, 2021 have not been reviewed by the auditors.

For AWT Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director