
JS Islamic Income Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

JS Islamic Income Fund

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Islamic Income Fund** (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 12.86% for the half year ended December 31, 2022, against benchmark return of 5.54%. Net Assets moved from PKR 1.54 billion as of June 30, 2022, to PKR 2.55 billion as of December 31, 2022. The total expense ratio (TER) of the Fund is 1.45%, which includes 0.17% of government levies on the Fund.

Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from December 27, 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality. The stability rating of "AA-(f)" was assigned to the Fund as of September 29, 2022, by the Pakistan Credit Rating Agency Limited (PACRA).



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



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REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS ISLAMIC INCOME FUND

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

JS Islamic Income Fund, an open end scheme was established under a Restated Trust Deed dated executed between JS Investments Limited, as the Management Company and MCB Financial Services Limited, as the Trustee. The Restated Trust Deed was executed on 21st June 2017 after approval by Securities & Exchange Commission of Pakistan (SECP) on 16th August 2017.

1. JS Investments Limited, the Management Company of JS Islamic Income Fund, has, in all material respects, managed JS Islamic Income Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 27, 2023

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Islamic Income Fund

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Islamic Income Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed Interim Statement of Comprehensive Income, condensed Interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 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 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 interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 28 February 2022 and audit report dated 27 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR202210076f5q2f5QZy

JS Islamic Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
Assets			
Bank balances	4	1,792,408,518	382,019,508
Investments	5	724,730,391	1,110,794,706
Accrued mark-up	6	43,604,301	47,038,502
Deposits, prepayments and other receivables	7	2,660,938	2,865,885
Total assets		2,563,404,148	1,542,718,601
Liabilities			
Payable to JS Investment Limited - Management Company	8	2,901,791	1,887,098
Payable to Digital Custodian Company Limited - Trustee	9	172,043	107,307
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)	10	151,521	417,451
Unclaimed dividend		462,794	462,794
Accrued expenses and other liabilities	11	9,816,304	4,833,668
Total liabilities		13,504,453	7,708,318
Net assets		2,549,899,695	1,535,010,283
Unit holders' funds (as per statement attached)		2,549,899,695	1,535,010,283
Contingencies and Commitments	12		
----- Numbers of units -----			
Number of units in issue		22,857,974	14,652,094
-----Rupees-----			
Net assets value per unit		111.55	104.76

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

Note	Half year ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
-----Rupees-----				
Income				
Net realized loss on sale of investments	(5,726,365)	-	(7,520,954)	-
Net unrealized (loss) / gain on revaluation of investments classified at "fair value through profit or loss"	(959,317)	(3,770,698)	8,568,031	30,390
Return / mark-up on balances with banks and investments	115,537,458	102,661,690	66,654,579	41,759,481
Reversal of provision of Sindh Workers' Welfare Fund (SWWF)	-	8,187,806	-	-
Total income	108,851,776	107,078,798	67,701,656	41,789,871
Expenses				
Remuneration of JS Investments Limited - Management Company	8.1	7,048,438	2,916,285	3,576,488
Sales Tax on remuneration to the Management Company	8.2	916,298	379,119	464,945
Remuneration of Digital Custodian Company Limited -Trustee	9	568,284	942,442	307,887
Sales Tax on remuneration to the trustee		73,878	122,517	40,026
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	151,564	251,238	82,125
Allocated expenses by the Management Company	8.3	757,722	-	757,722
Bank charges and settlement fee		1,329	17,867	1,224
Securities transaction cost		248,244	153,000	120,000
Auditors' remuneration		305,913	295,443	151,956
Printing charges		51,151	19,283	31,869
Legal and professional fee		-	67,629	-
Shariah advisory fee		628,513	557,246	287,152
PSX listing fee		12,500	12,500	6,250
SECP supervisory fee on listing fee		1,250	1,250	625
Mutual fund rating fee		140,672	141,222	70,443
Total expenses		10,905,756	5,877,041	5,898,712
Net income for the period before taxation		97,946,020	101,201,757	61,802,944
Taxation	13	-	-	-
Net income for the period after taxation		97,946,020	101,201,757	61,802,944
Allocation of net income for the period				
Net income for the period		97,946,020	101,201,757	61,802,944
Income already distributed on units redeemed		(73,573,898)	(49,491,669)	(61,802,944)
		<u>24,372,122</u>	<u>51,710,088</u>	<u>-</u>
Accounting Income available for distribution:				
- Relating to capital gain		-	-	-
- Excluding capital gain		24,372,122	51,710,088	-
		<u>24,372,122</u>	<u>51,710,088</u>	<u>-</u>

Earnings per unit

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Income 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,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net income for the period after taxation	97,946,020	101,201,757	61,802,944	39,102,093
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>97,946,020</u>	<u>101,201,757</u>	<u>61,802,944</u>	<u>39,102,093</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	December 31, 2022	December 31, 2021
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	97,946,020	101,201,757
Adjustments for:		
Return / mark-up on balances with banks and investments	(115,537,458)	(102,661,690)
Net realized loss on sale of investments	5,726,365	-
Net unrealized loss on revaluation of investments classified at "fair value through profit or loss"	959,317	3,770,698
Reversal of provision of Sindh Workers' Welfare Fund (SWWF)	-	(8,187,806)
	<u>(108,851,776)</u>	<u>(107,078,798)</u>
Decrease / (increase) in assets		
Deposits, prepayments and other receivables	204,947	(4,149)
Investments - net	<u>379,378,633</u>	<u>47,993,413</u>
	379,583,580	47,989,264
Increase / (decrease) in liabilities		
Payable to JS Investment Limited - Management Company	1,014,693	(207,699)
Payable to Digital Custodian Company Limited - Trustee	64,736	(42,395)
Annual fee payable to Securities and Exchange Commission of Pakistan	(265,930)	(182,985)
Accrued expenses and other liabilities	<u>4,982,636</u>	<u>(5,881,276)</u>
	5,796,135	(6,314,355)
Profit received on balances with banks and investments	118,971,659	98,349,515
Net cash generated from operating activities	<u>493,445,618</u>	<u>134,147,383</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	5,010,573,580	1,052,798,282
Amount paid / payable on redemption of units	<u>(4,093,630,188)</u>	<u>(1,913,028,609)</u>
Net cash generated from / (used in) financing activities	916,943,392	(860,230,327)
Net increase / (decrease) in cash and cash equivalents	1,410,389,010	(726,082,944)
Cash and cash equivalents at beginning of the period	<u>382,019,508</u>	<u>1,349,737,882</u>
Cash and cash equivalents at end of the period	<u>1,792,408,518</u>	<u>623,654,938</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Income Fund

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

	December 31, 2022			December 31, 2021		
	Capital Value	Undistributed income / (loss) Rupees	Total	Capital Value	Undistributed income / (loss) Rupees	Total
Net assets at beginning of the period	1,515,143,847	19,866,436	1,535,010,283	2,587,836,259	11,700,536	2,599,536,795
Issue of 45,474,310 (2021: 10,072,775) units	<u>4,763,888,757</u>	-	<u>4,763,888,757</u>	<u>1,032,660,938</u>	-	<u>1,032,660,938</u>
- Element of income	<u>246,684,823</u>	-	<u>246,684,823</u>	<u>20,137,344</u>	-	<u>20,137,344</u>
Total proceeds on issuance of units	5,010,573,580	-	5,010,573,580	1,052,798,282	-	1,052,798,282
Redemption of 37,268,430 (2021: 18,184,393) units						
- Amount paid / payable on redemption of units	<u>(3,904,240,735)</u>	-	<u>(3,904,240,735)</u>	<u>(1,863,536,940)</u>	-	<u>(1,863,536,940)</u>
- Element of loss	<u>(115,815,555)</u>	-	<u>(115,815,555)</u>	-	-	-
- Income paid on redemption of units	-	<u>(73,573,898)</u>	<u>(73,573,898)</u>	-	<u>(49,491,669)</u>	<u>(49,491,669)</u>
Total payments on redemption of units	(4,020,056,290)	(73,573,898)	(4,093,630,188)	(1,863,536,940)	(49,491,669)	(1,913,028,609)
Total comprehensive income for the period	-	<u>97,946,020</u>	<u>97,946,020</u>	-	<u>101,201,757</u>	<u>101,201,757</u>
Net income for the period less distribution	-	<u>97,946,020</u>	<u>97,946,020</u>	-	<u>101,201,757</u>	<u>101,201,757</u>
Net assets at end of the period	2,505,661,137	44,238,558	2,549,899,695	1,777,097,601	63,410,624	1,840,508,225
Undistributed income brought forward						
- Realised income / (loss)		<u>28,927,432</u>			<u>(10,159,324)</u>	
- Unrealised (loss) / income		<u>(9,060,996)</u>			<u>21,859,860</u>	
		<u>19,866,436</u>			<u>11,700,536</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		<u>24,372,122</u>			<u>51,710,088</u>	
		<u>24,372,122</u>			<u>51,710,088</u>	
Undistributed gain carried forward		44,238,558			63,410,624	
Undistributed gain carried forward						
- Realised income		<u>45,197,875</u>			<u>67,181,322</u>	
- Unrealised loss		<u>(959,317)</u>			<u>(3,770,698)</u>	
		<u>44,238,558</u>			<u>63,410,624</u>	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>104.76</u>			<u>102.52</u>
Net assets value per unit at end of the period			<u>111.55</u>			<u>106.73</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Income Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. It has been constituted under a revised Trust Deed, dated June 21, 2017, between JS Investments Limited as the Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and Digital Custodian Company Limited as the Trustee.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3** The Fund is an open ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. The Fund offers units for public subscription on a continuous basis. These can be redeemed by surrendering them to the Fund at the option of the unit holder.
- 1.4** The Scheme is a 'Shariah Compliant Income Scheme' (based on Wakalat ul Istithmar) as per the criteria for the categorization of open-end collective investment schemes specified by the Securities and Exchange Commission of Pakistan. The objective of The Fund is to generate stable returns and ensure capital preservation over medium to long term, by investing primarily in quality Sukuks, Shariah-compliant Government Securities, Shariah-compliant Bank Deposits and other Shariah-compliant debt instruments.
- 1.5** The Scheme is required to keep a minimum exposure of 25% in Cash and near Cash instruments. The Fund, in line with its Investment Objective, will invest in Authorized Investments only. In keeping with the Investment Objective, the Scheme's Net Assets shall be invested in quality Shariah-compliant debt instruments including, but not limited to Sukuks, Ijarah Sukuks, Shariah-compliant bank deposits and other Shariah-compliant debt instruments. Weighted average time to maturity of the net assets shall not exceed 4 years; however, this condition shall not apply to securities issued by the Federal Government.
- 1.6** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as a Trustee of the Fund.
- 1.7** Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from December 27, 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality. Stability rating of "AA-(f)" was assigned to the Fund as at September 29, 2022 by the Pakistan Credit Rating Agency Limited (PACRA).
- 1.8** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act had been introduced. The Management Company has registered the Trust Deed of the Collective Investment Scheme under Sindh Trusts Act, 2020.
- 1.9** Transactions are undertaken by the Fund in accordance with the guidelines issued by the Shariah Advisory Council.

JS Islamic Income Fund

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the 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 VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A 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 these condensed interim financial statements have, however, been limited based on the requirements of International Accounting Standard 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 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 statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended December 31, 2022.

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

2.2 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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 published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:



Standards, interpretations and amendments	Effective date (Annual period beginning on and after)
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Further, following standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.5 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

- 3.1** The accounting policies applied in 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.

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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

JS Islamic Income Fund

commencing from the period of revision. In preparing these condensed interim financial statements, 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.

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

	Note	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
----- (Rupees) -----			
4. BANK BALANCES			
- In savings accounts	4.1	1,790,159,914	381,321,102
- Current account	4.2	2,248,604	698,406
		1,792,408,518	382,019,508

4.1 This includes bank balance with Bank Islami Pakistan Limited (related party) of Rs. 1.74 million (June 30, 2022: Rs. 6.65 million) carrying profit at 14.50% (June 30, 2022: 14.00%) and U Microfinance Bank Limited (related party) of Rs. 250.31 million (June 30, 2022: Rs. Nil) carrying profit at 16.25% (June 30, 2022: Nil) per annum. Other profit and loss sharing accounts carry profit rates ranging from 14.50% to 16.00% (June 30, 2022: 5.50% to 16.90%) per annum.

4.2 This represents bank balance with JS Bank Limited (related party) with no interest accrual.

	Note	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
----- (Rupees) -----			
5. INVESTMENTS			
Fair value through profit or loss			
Debt securities	5.1	724,730,391	1,052,541,384
Commercial papers	5.2	-	58,253,322
		724,730,391	1,110,794,706

5.1 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At fair value through profit or loss'

Particulars	Note	Number of certificates			Rupees			%
		As at 01 July 2022	Acquired during the period	Matured / disposed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value at December 31, 2022	
Face Value of Rs. 100,000/- each								
Refinery								
Unquoted								
Energyco Pk Limited (Formerly: BYCO Petroleum Pakistan Limited)	5.1.1	2,000	-	-	2,000	17,594,756	16,700,841	0.65%
Power generation and distribution								
Quoted								
HUB Power Holdings Limited	5.1.1	4,100	-	995	3,125	315,000,000	315,290,490	12.30%
		6,100	-	995	5,125	332,294,756	331,991,331	13.01%
Pharmaceutical								
Unquoted								
Ajman Pharma (Pvt) Limited	5.1.1	1,347	-	-	1,347	28,087,807	27,360,936	1.07%
OBS AGP (Pvt) Limited	5.1.1	1,780	1,780	1,780	1,780	170,202,302	169,378,124	6.64%
		3,127	1,780	1,780	3,127	198,290,109	196,739,060	7.71%
Total as at December 31, 2022		9,227	1,780	2,785	8,252	530,884,865	528,730,391	20.72%
Total as at June 30, 2022		7,447	1,780	-	9,227	665,739,806	668,209,384	26.21%
Face Value of Rs. 5,000/- each								
Power generation and distribution								
Quoted								
Pakistan Energy Sukuk II	5.1.1	39,200	-	-	39,200	197,294,646	196,000,000	7.69%
Total as at December 31, 2022		39,200	-	-	39,200	197,294,646	196,000,000	7.69%
Total as at June 30, 2022		60,000	-	20,800	39,200	196,872,315	197,372,000	12.86%
Pakistan Ijarah sukuk certificate - Face Value of Rs. 100/- each								
		2,000,000	-	2,000,000	-	-	-	-
Total as at December 31, 2022		2,000,000	-	2,000,000	-	-	-	-
Total as at June 30, 2022		2,000,000	-	-	2,000,000	198,990,259	186,960,000	12.00%

5.1.1	Name of security	Number of certificates	Interest rate per annum	Maturity
	Cnergycio Pk Limited (Formerly: BYCO Petroleum Pakistan Limited)	2,000	3M KIBOR + 1.05%	January 18, 2023
	HUB Power Holdings Limited	3,125	6M KIBOR + 2.5%	November 12, 2025
	Aspin Pharma Private Limited	1,347	3M KIBOR + 1.5%	November 30, 2023
	OBS AGP (Pvt) Limited	1,780	3M KIBOR + 1.55%	July 15, 2026
	Pakistan Energy Sukuk II	39,200	3M KIBOR + 1.55%	May 21, 2030

5.2 Commercial papers - 'At amortised cost'

Particulars	Note	As at July 01, 2022	Acquired during the period	Matured / disposed during the period	As at December 31, 2022	Carrying value as at December 31, 2022
Lucky Electric Power Co. Ltd.	5.2.1	620,000	-	620,000	-	-
Total as at December 31, 2022		620,000	-	620,000	-	-
Total as at June 30, 2022		-	620,000	-	620,000	58,253,322

5.2.1 These represent Commercial Paper placed with Lucky Electric Power Co. Limited carrying interest at the rate of 12.97% matured on July 12, 2022.

December 31, 2022
(Un-audited)

June 30, 2022
(Audited)

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

6. ACCRUED MARKUP

On:

- Bank deposits - under shariah arrangements	25,721,484	8,772,902
- Investments	<u>17,882,817</u>	<u>38,265,600</u>
	<u>43,604,301</u>	<u>47,038,502</u>

7. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposits with NCCPL	2,500,000	2,500,000
Security deposits with CDC	100,000	100,000
Mutual fund rating fee	-	218,697
Prepaid listing and SECP supervisory fees	13,750	-
Withholding tax	<u>47,188</u>	<u>47,188</u>
	<u>2,660,938</u>	<u>2,865,885</u>

8. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration payable to the Management Company	8.1	1,367,971	633,092
Sales Tax payable on Management Company's remuneration	8.2	308,145	212,507
Allocated expenses payable	8.3	203,007	-
Federal excise duty payable on Management Company's remuneration	8.4	857,496	857,496
Shariah advisory fee		93,535	107,503
Printing charges payable		<u>71,637</u>	<u>76,500</u>
		<u>2,901,791</u>	<u>1,887,098</u>

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. During the period from July 01, 2022 to December 31, 2022, the Management Company has its remuneration charged upto 2.00% (June 30, 2022: 0.50%).

8.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.130,204 (June 30, 2022: 130,204) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs.0.01 (June 30, 2022: Rs.0.01) per unit.

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- 8.3** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% of net assets of the Fund.
- 8.4** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 13.3 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 0.86 million as at December 31, 2022 (June 30, 2022: 0.86 million). Had the provision not been made, Net Asset Value per unit as at December 31, 2022 would have been higher by Rs.0.04 (June 30, 2022: Rs.0.06) per unit.

9. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net assets value of the Fund. The remunerations paid to the Trustee on monthly basis in arrears. The applicable tariff is 0.075% per annum on the average annual net assets of the Fund calculated on a daily basis.

10. ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual SECP fee in accordance with the Non Banking Financial Companies Regulations, whereby the Fund is required to pay SECP at the rate of 0.02% per annum of the net assets of the Fund computed on a daily basis.

		December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
	Note	----- Rupees -----	
11. ACCRUED EXPENSES AND OTHER LIABILITIES			
Payable against Sindh Workers' Welfare Fund	11.1	-	-
Withholding tax payable		75,944	4,146,014
Capital gain tax payable		9,237,327	351,879
Mutual fund rating fee		119,298	-
Auditors' remuneration		332,141	255,491
CDC custodian, transactions and connect fee payable		9,673	-
Zakat payable		92	68,476
Other payable		41,829	11,808
		9,816,304	4,833,668

- 11.1** The provision for Sindh Workers Welfare Fund is being made on daily basis going forward pursuant to MUFAP's recommendation to all its members on 12 January 2017 against the backdrop of the Sindh Revenue Board (SRB) letter to mutual funds in January 2016 whereby SRB directed mutual funds to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. This is on the premise that mutual funds are included in definition of financial institutions in The Financial Institutions(Recovery of Finance) Ordinance, 2001 hence WWF is payable by them. Though MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF but as a matter of abundant caution MUFAP recommended recording the SWWF with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015).



On November 10, 2016 the Supreme Court of Pakistan (SCP) has passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing. While the petitions filed by the CISs on the matter are still pending before the SHC, the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) has taken legal and tax opinions on the impact of the SCP judgement on the CISs petition before the SHC. Both legal and tax advisors consulted were of the view that the judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the CISs under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

Pursuant to above MUFAP recommended that the entire provision against WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017.

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective. Accordingly, the Fund has recorded these adjustments in its books on 12 January 2017.

12. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments for the period ended December 31, 2022 (June 30, 2022: Nil).

13. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

14. EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company the determination of the same is not practicable.

15. TOTAL EXPENSE RATIO

Total expense ratio of the Fund is 1.45% as on December 31, 2022 (2021: 0.47%), this includes 0.17% (2021: 0.07%) representing Government Levy and SECP fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC regulation 60(5) for a collective investment scheme categorized as a Shariah compliant income scheme.

16. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited being the Trustee, Jahangir Siddiqui and Co. Limited (holding 75.02% shares of JS Bank Limited) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), JS Global Capital Limited (which is a

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fellow subsidiary of JSBL - 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes the staff retirement benefits of the above related parties / connected persons. Transactions with related parties other than those disclose anywhere in these condensed interim financial statements are set out below:

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, NBFC Regulations and constitutive documents of the Fund respectively.

Details of transactions with related parties / connected persons and balances with them at the period end, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

	December 31 2022 (Un-Audited)	December 31 2021 (Un-Audited)
	----- Rupees -----	
16.1 Details of transactions with related parties / connected persons during the period		
JS Investments Limited - Management Company		
Remuneration to JS Investments Limited - Management Company	7,048,438	2,916,285
Sales Tax on remuneration to the Management Company*	916,298	379,119
Allocated expenses by the Management Company	757,722	-
Issue of units: 5,845,849 (2021: Nil)	638,305,392	-
Redemption of units: 3,693,512 (2021: Nil)	404,402,599	-
Sales load	90,898	40,967
Other reimbursements	679,664	557,246
Digital Custodian Company Limited - Trustee		
Remuneration of Digital Custodian Company Limited -Trustee	568,284	942,442
Sales Tax on remuneration to the trustee**	73,878	122,517
Annual, transaction, custodian and CDS connection fee	30,000	-
Bank Islami Pakistan Limited (Associate of JSCL)		
Return / mark-up on balances with bank	882,839	144,862
U Microfinance Bank Limited (Entities holding 10% or more of units)		
Return / mark-up on balances with bank	778,320	-
Issue of units: 33,518,796 (2021: Nil)	3,699,233,724	-
Redemption of units: 18,279,032 (2021: Nil)	2,027,624,340	-
Abamco Staff Provident Fund (Employee benefit Fund of the Management Company)		
Issue of units: Nil (2021: 67,681)	-	7,160,000



	December 31 2022 (Un-Audited)	December 31 2021 (Un-Audited)
	----- Rupees -----	
JS Fund of Funds		
(Fund Under JSIL Management)		
Issue of units: 1,036,930 (2021: Nil)	115,254,749	-
Redemption of units: 1,036,930 (2021: Nil)	115,202,903	-
JS Motion Picture Fund		
(Fund Under JSIL Management)		
Issue of units: 214,204 (2021: Nil)	23,076,202	-
Redemption of units: 9,129 (2021: Nil)	1,000,000	-
JS Islamic Hybrid Fund Of Funds - Mustahkem		
(Fund Under JSIL Management)		
Issue of units: Nil (2021: 1,235)	-	130,500
Key Management Personnel of the Management Company		
Issue of units: 19,008 (2021: 70)	2,082,664	7,319
Redemption of units: 18,314 (2021: 28)	2,005,033	2,942
	December 31 2022 (Un-Audited)	June 30 2022 (Audited)
	----- Rupees -----	
16.2 Balances with related parties / connected persons as at period end		
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	1,367,971	633,092
Sales Tax payable on Management Company's remuneration*	308,145	212,507
Allocated expenses payable	203,007	-
Federal excise duty payable on Management Company's remuneration*	857,496	857,496
Units outstanding: 2,152,338 (30 June 2022: Nil)	240,093,268	-
Shariah advisory fee	93,535	107,503
Printing payable	71,637	76,500
Digital Custodian Company Limited - Trustee		
Remuneration payable to the Trustee	152,250	94,963
Sales Tax payable on Trustee remuneration **	19,793	12,344
JS Bank Limited - Parent Company of JSIL		
Bank balance	2,248,604	770,472
Bank Islami Pakistan Limited (Associate of JSCL)		
Bank balance	1,754,001	6,650,231
Accrued markup	6,161	1,330

JS Islamic Income Fund

	December 31 2022 (Un-Audited)	June 30 2022 (Audited)
	----- Rupees -----	
U Microfinance Bank Limited		
(Entities holding 10% or more of units)		
Bank balance	250,314,292	-
Accrued markup	566,635	-
Units outstanding: 15,239,764 (30 June 2022: 8,565,185)	1,699,995,712	897,288,793
Abamco Staff Provident Fund		
(Employee benefit Fund of the Management Company)		
Units outstanding: 72,207 (30 June 2022: 72,207)	8,054,657	7,564,374
JS Motion Picture Fund		
(Fund Under JSIL Management)		
Units outstanding: 205,075 (30 June 2022: Nil)	22,876,112	-
Key Management Personnel of the Management Company		
Units outstanding: 47,646 (30 June 2022: 46,951)	5,314,854	4,918,639

* Paid / payable to the Management Company for onwards payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

- Level 1:** Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2:** 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 3:** Fair value measurements using 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 instruments measured at fair values:



	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
December 31, 2022 (Un-audited)				
Financial assets measured at fair value through profit and loss				
- Debt securities	-	724,730,391	-	724,730,391
	-	724,730,391	-	724,730,391

	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
June 30, 2022 (Audited)				
Financial assets measured at fair value through profit and loss				
- Debt securities	-	1,052,541,384	-	1,052,541,384
- Commercial Paper	-	58,253,322	-	58,253,322
	-	1,110,794,706	-	1,110,794,706

16.1 There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

18. GENERAL

17.1 Figures have been rounded off to the nearest Rupee.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

17.3 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 by the statutory auditors of the Fund.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements was authorised for issue by the Board of Directors of the Management Company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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JS Islamic Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
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E-mail:info@jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Islamic Fund** (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund's return was -1.92% for the half year ended December 31, 2022, against the benchmark return of -0.71%. Net Assets moved from PKR 335.67 million (June 30, 2022) to PKR 217.86 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 4.67%, which includes 0.36% of government levies on the Fund.

Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.



Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
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TRUSTEE REPORT TO THE UNIT HOLDERS

JS ISLAMIC 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 JS Islamic Fund (the Fund) are of the opinion that JS 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 27, 2023



**INDEPENDENT AUDITORS' REVIEW
REPORT ON CONDENSED INTERIM
FINANCIAL STATEMENTS TO THE
UNIT HOLDER OF JS ISLAMIC FUND**

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
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Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of JS Islamic 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 unit holders' fund and condensed interim cash flow statement and together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statements") for the six months period then ended. Management Company (JS Investments Limited) is responsible for the preparation and presentation of the condensed interim financial statements in accordance with approved accounting 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.

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 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 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three-months period ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2022.


Chartered Accountants

Engagement Partner: **Muhammad Khalid Aziz**

Date: February 28, 2023

Karachi

UDIN: RR202210154V4NIZYuS

JS Islamic Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
Assets			
Balances with banks	6	54,745,884	79,607,829
Investments	7	168,423,880	258,979,179
Bank profit receivable	8	446,510	904,920
Deposits, prepayments and other receivables	9	4,234,008	5,363,612
Total assets		227,850,282	344,855,540
Liabilities			
Payable to JS Investment Limited - Management Company	10	6,515,508	7,128,690
Payable to Central Depository Company of Pakistan Limited - Trustee	11	44,433	63,095
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	12	26,406	82,243
Dividend Payable		11,533	11,533
Accrued expenses and other liabilities	13	3,392,030	1,903,712
Total liabilities		9,989,910	9,189,273
Contingencies and commitment	14		
Net assets		217,860,372	335,666,267
Unit holders' fund (as per statement attached)		217,860,372	335,666,267
----- Number of units -----			
Number of units in issue		2,630,608	3,975,268
-----Rupees-----			
Net asset value per unit		82.82	84.44

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2022

Note	Six Months Period Ended December 31,		Three Months Period Ended December 31,	
	2022	2021	2022	2021
-----Rupees-----				
Net realized loss on sale of investments at fair value through profit or loss	(3,101,424)	(9,087,222)	(3,807,405)	(6,960,903)
Net unrealised (loss)/gain on re-measurement of investments at fair value through profit or loss	(8,295,448)	(59,125,091)	2,304,061	(3,799,031)
Dividend income	9,783,647	14,136,824	6,213,308	8,917,305
Return on bank balances	2,928,215	755,330	1,503,642	168,471
Reversal of Sindh Workers' Welfare Fund (SWWF)	15	-	-	-
Total income / (loss)	1,314,990	(41,192,427)	6,213,606	(1,674,158)
Expenses				
Remuneration to the Management Company	10.1	2,572,030	4,500,592	2,145,991
Sindh Sales tax on remuneration to the Management Company	10.2	334,388	585,077	158,250
Remuneration to the Central Depository Company of Pakistan Limited - Trustee	11.1	264,096	450,131	121,519
Sindh Sales tax on remuneration of the trustee	11.2	34,360	58,517	15,825
Allocated expenses	10.4	132,145	225,050	60,861
Selling and marketing expenses	10.5	1,413,106	2,408,030	651,214
Annual fee to the SECP	12	26,431	45,013	12,173
Auditors' remuneration		423,282	404,062	211,675
Shariah advisory fee		126,953	100,643	58,484
Annual listing fee		12,500	12,500	6,250
SECP supervisory fee on listing fee		1,250	1,250	625
Legal and Professional Charges		-	67,147	-
Printing and Stationary		51,083	19,283	31,958
Securities transaction cost		533,095	470,640	217,402
Bank, settlement and other charges		194,759	196,181	97,758
		6,119,478	9,544,116	2,861,115
Net (loss) / income for the period before taxation		(4,804,488)	(50,736,543)	3,352,491
Taxation	16	-	-	-
Net (loss) / income for the period after taxation		(4,804,488)	(50,736,543)	3,352,491
Allocation of net income for the period				
Net (loss) / income for the period after taxation		-	-	-
Income already paid on units redeemed		-	-	-
Accounting income available for distribution		-	-	-
Relating to capital gain		-	-	-
Excluding capital gain		-	-	-
		-	-	-

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six Months Period Ended		Three Months Period Ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net (loss) / income for the period after taxation	(4,804,488)	(50,736,543)	3,352,491	(6,190,592)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss)/ income for the period	<u>(4,804,488)</u>	<u>(50,736,543)</u>	<u>3,352,491</u>	<u>(6,190,592)</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six months period ended					
	2022			2021		
	Rupees					
Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	
Net assets at beginning of the period	648,810,198	(313,143,931)	335,666,267	715,916,927	(225,051,332)	490,865,595
Issue of 89,209 (2021: 622,714 units)						
- Capital value (at net asset value per unit at the beginning of the year)	7,532,668	-	7,532,668	65,179,474	-	65,179,474
- Element of loss	(83,508)	-	(83,508)	(4,179,656)	-	(4,179,656)
Total proceeds on issuance of units	7,449,160	-	7,449,160	60,999,818	-	60,999,818
Redemption of 1,433,869 units (2021: 838,489 units)						
- Capital value (at net asset value per unit beginning of the year)	(121,073,935)	-	(121,073,935)	(87,764,659)	-	(87,764,659)
- Amount paid out of element of income	-	-	-	-	-	-
- Element of income	623,368	-	623,368	5,608,952	-	5,608,952
Total payments on redemption of units	(120,450,567)	-	(120,450,567)	(82,155,707)	-	(82,155,707)
Total comprehensive loss for the period	-	(4,804,488)	(4,804,488)	-	(50,736,543)	(50,736,543)
Net assets at end of the period	535,808,791	(317,948,419)	217,860,372	694,761,038	(275,787,875)	418,973,163
Undistributed loss brought forward						
- Realized loss	(258,514,139)			(296,499,788)		
- Unrealized (loss) / gain	(54,629,792)			71,448,456		
	(313,143,931)			(225,051,332)		
Accounting income available for distribution						
- Relating to capital gain	-			-		
- Excluding capital gain	-			-		
	-			-		
Net loss during the period		(4,804,488)			(50,736,543)	
Undistributed loss carried forward		(317,948,419)			(275,787,875)	
Undistributed loss carried forward						
- Realized loss	(309,652,971)			(216,662,784)		
- Unrealized loss	(8,295,448)			(59,125,091)		
	(317,948,419)			(275,787,875)		
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period	84.44			104.67		
Net assets value per unit at end of the period	82.82			93.65		

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Fund

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Note	Six Months Period Ended	
		December 31, 2022	December 31, 2021
-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period before taxation		(4,804,488)	(50,736,543)
Adjustments for:			
Profit on bank deposits		(2,928,215)	(755,330)
Dividend income		(9,783,647)	(14,136,824)
Reversal of provision of SWWF		-	(12,127,732)
Net realised loss on revaluation investments at fair value through profit or loss		3,101,424	9,087,222
Net unrealised loss on re-measurement of investments at fair value through profit or loss		8,295,448	59,125,091
Operating (loss)/gain before working capital changes		(1,314,990)	41,192,427
Decrease/(increase) in assets			
Investments - net		78,789,241	(13,985,411)
Deposits and other receivables		1,498,790	6,112,245
		80,288,031	(7,873,166)
Increase/(decrease) in liabilities			
Payable to JS Investments Limited - Management Company		(613,182)	(400,299)
Payable to Central Depository Company of Pakistan Limited -Trustee		(18,662)	(16,415)
Annual fee payable to the SECP		(55,837)	(55,273)
Accrued expenses and other liabilities		1,488,318	314,972
		800,637	(157,015)
Profit received on bank deposits		3,386,625	890,945
Dividend received		9,783,647	14,094,525
		13,170,272	14,985,470
Net cash generated from / (used in) operating activities		88,139,462	(2,588,827)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of units		7,449,160	60,999,818
Payments on redemption of units		(120,450,567)	(82,155,707)
Net cash used in financing activities		(113,001,407)	(21,155,889)
Net decrease in cash and cash equivalents during the period		(24,861,945)	(23,744,716)
Cash and cash equivalents at beginning of the period		79,607,829	28,919,207
Cash and cash equivalents at end of the period	6	54,745,884	5,174,491

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Fund (the Fund) was established under a Trust Deed executed between JS Investments Limited as Management Company, a Company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and the MCB Financial Services Limited (MCBFSL) as Trustee. The Trust Deed was executed on December 16, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 18, 2002 under the Asset Management Companies Rules, 1995 replaced by the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2** During the year ended June 30, 2005, MCBFSL voluntarily retired as Trustee of the Fund and Central Depository Company of Pakistan Limited (CDC) was appointed as new Trustee under an amended Trust Deed dated May 28, 2005. Accordingly, the Trust Deed was approved by the SECP on January 27, 2005 under the Rules.
- 1.3** All the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.
- 1.4** The Fund is an open-end mutual fund categorised as 'Shariah Compliant (Islamic) Scheme' as per Circular No. 07 of 2009 issued by SECP, and its units are listed on Pakistan Stock Exchange Limited.
- 1.5** The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Abdullah Haroon Road, Saddar, Karachi.
- 1.6** Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment, private Funds etc, being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. In this connection the management company submitted restated trust deeds of all Funds with the Assistant Director of Industries and Commerce (Trust Wing) for registration purposes and subsequently registration certificates in this regard are awarded by Assistant Director for all Funds."
- 1.7** Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial statements 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 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 ; 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).

Wherever provisions of and directives issued under the Companies Act , 2017, the requirements of the Trust Deed, the NBFC Rules and the NBFC Regulations differ with the requirements of IAS - 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations have been followed.

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34.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 financial statements of the Fund for the year ended June 30, 2022.

JS Islamic Fund

In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2022.

2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees unless otherwise indicated.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2022.

3.2 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2022 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore are not detailed in these condensed interim financial information.

3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

4 SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTIONS

There are no significant events or transactions during the period.

5 FINANCIAL RISK MANAGEMENT

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

6	BALANCES WITH BANKS	Note	Unaudited	Audited
			December 31, 2022	June 30, 2022
			-----Rupees-----	
	- In saving accounts	6.1	51,727,168	76,582,823
	- In current accounts	6.2	3,018,716	3,025,006
			54,745,884	79,607,829

6.1 This includes balance of Rs. 0.070 million (June 30, 2022: Rs. 0.068 million) with BankIslami Pakistan Limited (related party) that carries profit at 14.75% per annum (June 30, 2022: 14.00% per annum). Other PLS accounts of the Fund carry profit rates ranging from 14.5% to 15.50% per annum (June 30, 2022: 5.00% to 14.50% per annum).

6.2 This includes balance of Rs. 2.72 million (June 30, 2022: Rs.2.73 million) with JS Bank Limited (related party).

7	INVESTMENTS	Note	Unaudited	Audited
			December 31, 2022	June 30, 2022
			-----Rupees-----	
At fair value through profit or loss				
Listed equity securities			7.1	168,423,880 258,979,179

7.1 Listed equity securities - 'at fair value through profit or loss'

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/ right	Disposed					
					-----Rupees-----		-----(%)-----		
					(Number of shares)				
Oil & Gas Exploration Companies									
Mari Petroleum Company Limited	13,275	-	-	2,317	10,958	19,064,071	16,951,588	7.78	0.01
Oil & Gas Development Company Limited	280,600	35,000	-	155,600	160,000	12,479,127	12,745,600	5.85	0.00
Pakistan Petroleum Limited	278,440	65,000	-	146,940	196,500	12,832,213	13,389,510	6.15	0.01
Pakistan Oilfields Limited	36,770	-	-	36,770	-	-	-	-	-
						44,375,411	43,086,698	19.78	0.02
Oil & Gas Marketing Companies									
Pakistan State Oil Company Limited	79,600	20,000	-	46,500	53,100	8,754,501	7,645,869	3.51	0.01
Sui Northern Gas Pipeline Limited	149,000	45,000	-	104,000	90,000	3,218,866	3,379,500	1.55	0.01
						11,973,367	11,025,369	5.06	0.03
Power Generation & Distribution									
Hub Power Company Limited (Note 7.1.1)	253,769	40,000	-	205,500	88,269	5,994,122	5,568,008	2.56	0.01
K-Electric Limited	-	50,000	-	50,000	-	-	-	-	-
Nishat Chunian Power Limited	-	108,260	-	25,000	83,260	1,011,956	1,184,790	0.54	0.02
						7,006,078	6,752,798	3.10	0.03
Glass & Ceramics									
Shabbir Tiles & Ceramics Limited	190,500	-	-	-	190,500	2,787,015	1,638,300	0.75	0.08
Chemicals									
I.C.I Pakistan Limited	15,600	-	-	2,200	13,400	9,708,970	8,610,036	3.95	0.01
Cement									
Lucky Cement Limited	33,150	13,000	-	31,900	14,250	6,566,763	6,363,765	2.92	0.00
D. G. Khan Cement Company Limited	-	117,500	-	117,500	-	-	-	-	-
Cherat Cement Company Limited	15,000	26,000	-	41,000	-	-	-	-	-
Maple Leaf Cement Factory Limited	100,000	327,500	-	380,000	47,500	1,329,690	1,072,075	0.49	0.03
Pioneer Cement Company Limited	-	68,500	-	68,500	-	-	-	-	-
Fauji Cement Company Limited	-	175,000	-	75,000	100,000	1,467,923	1,202,000	0.55	0.07
						9,364,376	8,637,840	3.96	0.11
Textile Composite									
Nishat (Chunian) Limited	74,576	-	-	25,000	49,576	2,220,509	1,033,164	0.47	0.01
Commercial Banks									
Meezan Bank Limited	131,758	10,000	12,175	25,000	128,933	13,401,695	12,833,991	5.89	0.01
Bank Islami Pakistan Limited (a related party)	1,516,000	3,500	-	-	1,519,500	18,305,105	20,300,520	9.32	0.14
Faysal Bank Limited	-	381,000	-	381,000	-	-	-	-	-
						31,706,800	33,134,511	15.21	0.14
Pharmaceuticals									
Highnoon Laboratories Limited	22,679	-	-	1,000	21,679	11,487,052	11,709,912	5.37	0.06
AGP Limited	76,731	8,368	-	-	85,099	7,346,664	5,530,584	2.54	0.03
Citi Pharma Limited	94,100	-	-	94,100	-	-	-	-	-
						18,833,716	17,240,496	7.91	0.09
Fertilizer									
Engro Corporation Limited (Note 7.1.1)	93,200	-	-	32,700	60,500	15,553,945	15,851,605	7.28	0.01
Engro Fertilizers Limited	179,400	35,000	-	126,400	88,000	7,669,339	6,766,320	3.11	0.02
						23,223,284	22,617,925	10.38	0.03

JS Islamic Fund

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/right	Disposed					
------(Number of shares)-----					------(Rupees)-----		------(%)-----		
Aisha Steels Limited	500,000	-	-	500,000	-	-	-	-	
Anreli Steels Limited	125,000	-	-	125,000	-	-	-	-	
Property									
TPL Properties Limited	-	410,000	-	410,000	-	-	-	-	
Technology And Communications									
Air Link Communication Limited	91,731	50,000	-	10,000	131,731	5,221,164	3,896,603	1.79	
Octopus Digital Limited	-	36,000	-	-	36,000	2,523,650	2,039,400	0.94	
Systems Limited	-	30,000	-	12,000	18,000	7,774,987	8,710,740	4.00	
						15,519,801	14,646,743	6.72	
Miscellaneous									
Tri-pack Films Limited	1,600	-	-	1,600	-	-	-	-	
Total as at December 31, 2022						176,719,328	168,423,880	77.31	
Cost as at December 31, 2022							189,677,695		

*Ordinary shares have a face value of Rs 10 per share, except for Shabbir Tiles & Ceramics Limited which have a face value of Rs 5 per share.

7.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL):

	Un-audited December 31, 2022	Audited June 30, 2022	Un-audited December 31, 2022	Audited June 30, 2022
	-----(Number of shares)----		----- Rupees-----	
Engro Corporation Limited	35,000	35,000	9,170,350	8,998,150
The Hub Power Company Limited	78,000	138,000	4,920,240	9,407,460
	113,000	173,000	14,090,590	18,405,610

7.2 Unrealised loss on re-measurement of investments at fair value through profit or loss

	Note	Un-audited December 31, 2022	Audited June 30, 2022
		----- Rupees-----	
Fair value of investments	7.1	168,423,880	258,979,179
Less: carrying value of investments	7.1	176,719,328	313,608,971
		(8,295,448)	(54,629,792)

8 BANK PROFIT RECEIVABLE

Accrued profit on bank deposits		446,510	904,920
---------------------------------	--	----------------	---------

9 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposits with:

- National Clearing Company of Pakistan Limited	1,000,000	2,500,000
- Central Depository Company of Pakistan Limited	100,000	100,000

Prepayments

Prepaid listing fee - PSX	12,500	-
Prepaid SECP Supervisory fee on listing fee	1,250	-

Other receivables

Broker receivable against settlement		1,028,645	659,459
Withholding tax recoverable	9.1	2,091,613	2,104,153
		4,234,008	5,363,612

9.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001 (the Ordinance), payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150 of the Ordinance. However, withholding tax on dividend and profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R

dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. The tax withheld on dividends and profit on bank deposits amounts to Rs 0.010 million and Rs 2.094 million respectively.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund on dividends and profit on bank deposits has been shown as other receivables as at December 31, 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded to the Fund.

	Note	Un-audited December 31, 2022	Audited June 30, 2022
-----Rupees-----			
10 PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration of the Management Company	10.1	393,185	614,339
Sindh Sales Tax payable on the remuneration of the Management Company	10.2	733,753	762,436
Federal Excise Duty payable on remuneration of the Management Company	10.3	4,636,905	4,636,905
Allocated expenses payable	10.4	19,732	27,243
Selling and marketing expenses payable	10.5	651,214	937,892
Shariah advisor fee		9,150	73,375
Printing charges payable		71,569	76,500
		6,515,508	7,128,690

10.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2022: 2%) of the average annual net assets and is paid in arrears on a monthly basis.

10.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.68 million (June 30, 2021: 0.68 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.26 (June 30, 2022: Re. 0.17) per unit.

10.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 12.5 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 4.637 million as at December 31, 2022 (June 30, 2022: 4.637 million). Had the provision not been made, Net Asset Value per unit as at December 31, 2022 would have been higher by Rs. 1.76 (June 30, 2022: Rs.1.17) per unit.

JS Islamic Fund

- 10.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2022: 0.1%) of net assets of the Fund.
- 10.5** SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company.

11	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	Un-audited	Audited
			December 31, 2022	June 30, 2022
			-----Rupees-----	
	Remuneration payable to the Trustee	11.1	39,321	54,557
	Sindh sales tax payable on trustee remuneration	11.2	5,112	7,092
	Settlement charges payable		-	1,446
			<u>44,433</u>	<u>63,095</u>

- 11.1** 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 structure specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at December 31, 2022 is as follows:

Net assets Tariff per annum

Up to Rs 0.2% per annum of the daily net assets.

Exceeding Rs 2 million plus 0.1% per annum of the daily net assets of the Fund exceeding Rs 1,000 million.

- 11.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

12 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). The SECP vide SRO No. 685(I)/2019 dated June 28, 2019 has revised the rate of annual fee to 0.02% of net assets, applicable on all categories of CISs.

13	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Un-audited	Audited
			December 31, 2022	June 30, 2022
			-----Rupees-----	
	Auditors' remuneration		423,282	393,640
	Withholding tax and capital gain tax payable		54,013	52,756
	Charity payable		1,253,969	990,692
	Payable against redemption of units		-	27,780
	Zakat payable		-	6,541
	Other payables		1,563,211	310,972
	Sales load payable		-	23,776
	Transfer load payable		97,555	97,555
			<u>3,392,030</u>	<u>1,903,712</u>

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2022 (June 30, 2022: Nil).

15 REVERSAL OF SINDH WORKERS' WELFARE FUND (SWWF)

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, 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. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.. The mutual fund companies are covered by the terminology "financial institution" in terms of the Section 2(g)(v) of the Sindh Workers Welfare Fund Act, 2014, and are therefore, liable to pay Sindh Workers Welfare Fund Contributions, the mutual funds, as such, do not qualify as Financial Institutions and as a result all Asset Management Companies, in consultation with SECP, reversed the cumulative provision for SWWF, on August 13, 2021.

16 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

17 EARNING/LOSS PER UNIT

Earning / Loss per unit (EPU/LPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of weighted average number of outstanding units for calculating EPU/LPU is not practicable.

18 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the six months period ended December 31, 2022 is 4.67% (December 31, 2021: 4.29%) which includes 0.36% (December 31, 2021: 0.35%) representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorized as a "Equity scheme".

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, CDC-Trustee being the Trustee, Jahangir Siddiqui and Co. Limited (holding 75.02% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms. Further, Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

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

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

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

JS Islamic Fund

- 19.1** Details of transactions carried out during the period with the related parties including those disclosed elsewhere in these condensed interim financial statements are as follows:

	Un-audited	
	Six months period ended	
	December 31,	December 31,
	2022	2021
	-----Rupees-----	
JS Investments Limited (Management Company)		
Remuneration of the Management Company	2,572,030	4,500,592
Sales Tax on Management Company's remuneration*	334,388	585,077
Sales load for the period	-	19,682
Selling and Marketing Expense	1,413,106	2,408,030
Allocated expenses	132,145	225,050
Shariah advisory fee	126,953	100,643
Issue of units: 11,876 (2021: Nil)	1,000,000	-
Redemption of units: 11,876 (2021: Nil)	1,022,328	-
Printing charges payable	51,083	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	264,096	450,131
Sindh Sales Tax on remuneration of the trustee**	34,360	58,517
Settlement charges	15,458	17,426
JS Bank Limited (Parent Company of JSIL)		
Bank charges	-	9,097
Bank Islami Pakistan Limited (Associate of JSCL)		
Return on bank deposit	-	5,600
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage	40,198	80,338
Key Management Personnel & Directors		
Issue of units: Nil (2022: 78 units)	-	8,281
Redemption of units: Nil (2022: 2658)	-	255,900

- 19.2** Details of outstanding balances as at the period end with the related parties other than those disclosed elsewhere in these condensed interim financial statements are as follows:

	Un-audited	Audited
	December 31,	June 30,
	2022	2022
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	393,185	614,339
Sindh sales tax on remuneration payable to the Management Company*	733,753	762,436
Federal Excise Duty payable on remuneration to the management company	4,636,905	4,636,905
Allocated expenses payable	19,732	27,243
Selling and marketing expenses payable	651,214	937,892
Shariah	9,150	73,375
Printing	71,569	76,500
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the trustee	39,321	54,557
Sindh sales tax payable on remuneration to the trustee**	5,112	7,092
Settlement charges payable	2,652	1,446
Security deposit	100,000	100,000



JS Islamic Fund

	Un-audited December 31, 2022	Audited June 30, 2022
	-----Rupees-----	
JS Bank Limited (Parent Company of JSIL)		
Balances with bank	2,718,683	2,725,216
Bank Islami Pakistan Limited (Associate of JSCL)		
Balances with bank	69,629	67,681
JS Global Capital Limited (Subsidiary of JS Bank Limited)		
Brokerage expense payable	-	17,811
Key Management Personnel & Directors		
Units held: 38 units (June 2022: 54 units)	3,115	4,560
Entities held 10% or more of units of the Fund		
Units held: Nil (June 2022: 450,572)	-	38,046,319

* Paid / payable to the Management Company for onward payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

20 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

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.

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.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

20.1 Fair value hierarchy

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 Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

Level 1: Quoted prices in active markets for identical assets.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at December 31, 2022, the Fund held the following financial instruments measured at fair value.

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
As at December 31, 2022 (Un-audited)				
At fair value through profit and loss	168,423,880	-	-	168,423,880
As at June 30, 2022 (Audited)				
At fair value through profit and loss	258,979,179	-	-	258,979,179

JS Islamic Fund

20.2 The Fund has not disclosed the fair values of financial instruments (other than investments), as these are short term in nature, therefore, their carrying amounts are reasonable approximation of their fair values.

21 GENERAL

21.1 Certain corresponding figures have been reclassified or rearranged for better presentation and classification. However, there are no significant reclassifications or rearrangements.

22 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

BOOK POST
PRINTED MATTER



JS Investments Limited

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E-mail: info@jsil.com

Website: www.jsil.com

JS Large Cap. Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Large Cap. Fund

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Large Cap. Fund** (the Fund) for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund's return was -3.78% for the half year ended December 31, 2022, against the benchmark return of -0.94%. Net Assets moved from PKR 324.45 million (June 30, 2022) to PKR 299.04 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 4.74%, which includes 0.39% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.



Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-1 11-500
Fax: (92-21) 34326021 - 23
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TRUSTEE REPORT TO THE UNIT HOLDERS

JS LARGE CAP. 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 JS Large Cap. Fund (the Fund) are of the opinion that JS 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 27, 2023



**INDEPENDENT AUDITORS' REVIEW
REPORT ON CONDENSED INTERIM
FINANCIAL STATEMENTS TO THE
UNIT HOLDER OF JS LARGE CAP. FUND**

**Grant Thornton Anjum
Rahman**
1st & 3rd Floor,
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Karachi, Pakistan.

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Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of JS Large Cap. 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 unit holders' fund and condensed interim cash flow statement and together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statements") for the six months period then ended. Management Company (JS Investments Limited) is responsible for the preparation and presentation of the condensed interim financial statements in accordance with approved accounting 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.

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 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 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three-months period ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2022.



Chartered Accountants
Engagement Partner: **Muhammad Khalid Aziz**
Date: February 28, 2023
Karachi

UDIN: RR202210154z3hijfln0

JS Large Cap. Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
ASSETS			
Bank balances	6	87,980,881	86,867,996
Investments	7	230,112,780	257,007,576
Accrued return on bank balances	8	654,835	1,191,405
Deposits and other receivable	9	5,026,716	4,053,312
Total assets		<u>323,775,212</u>	<u>349,120,289</u>
LIABILITIES			
Payable to JS Investments Limited - Management Company	10	12,557,088	12,422,198
Remuneration Payable to Central Depository Company of Pakistan Limited Trustee	11	57,513	60,720
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	12	31,606	83,277
Accrued expenses and other liabilities	13	604,262	617,417
Dividend payable		11,484,325	11,484,325
Total liabilities		<u>24,734,794</u>	<u>24,667,937</u>
Contingencies and commitments	14		
NET ASSETS		<u>299,040,418</u>	<u>324,452,352</u>
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		<u>299,040,418</u>	<u>324,452,352</u>
----- Number of units -----			
Number of units in issue	15	<u>2,781,850</u>	<u>2,904,154</u>
-----Rupees-----			
Net asset value per unit		<u>107.50</u>	<u>111.72</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2022

Note	Six Months Period Ended December 31,		Three Months Period Ended December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
INCOME				
Net (loss) /gain on sale of investments classified as 'financial assets at fair value through profit and loss'	(4,295,527)	(4,329,745)	(4,176,995)	530,830
Net unrealised loss on re-measurement of investment classified as 'financial assets at fair value through profit and loss'	7.5 (20,690,414)	(54,634,384)	(5,771,992)	(8,424,521)
Dividend income	13,528,892	15,408,994	8,329,874	9,158,696
Return on bank balances	4,974,984	1,089,362	2,630,080	367,765
Reversal of Sindh Workers' Welfare Fund (SWWF)	16 -	8,678,197	-	-
Other income	7.2.2 & 7.3.3 1,919,229	1,600,307	963,587	804,526
Total (loss) / income	(4,562,836)	(32,187,269)	1,974,554	2,437,296
EXPENSES				
Remuneration of JS Investments Limited- Management Company	10.1 3,410,139	4,587,277	1,549,239	2,169,799
Sindh sales tax on remuneration of the Management Company	10.2 443,317	596,345	201,400	282,073
Accounting and operational charges	10.4 157,997	229,362	77,453	108,487
Selling and marketing expenses	10.5 1,690,609	2,454,167	828,778	1,160,877
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1 316,013	458,731	154,922	216,981
Sindh sales tax on remuneration of the Trustee	11.2 41,082	59,636	20,141	28,208
Annual fee to SECP	12 31,630	45,870	15,515	22,736
Securities transactions costs	637,772	773,841	336,957	214,732
Auditors' remuneration	457,120	433,005	223,114	216,502
Listing fee and settlement charges	29,704	33,207	20,498	10,528
Bank charges	204	3,577	136	73
SECP supervisory fee on listing fee	1,260	1,261	998	631
Legal and professional charges	176,438	67,147	90,554	67,147
Printing & stationery	38,565	19,283	17,509	19,283
Total expenses	7,431,850	9,762,709	3,537,214	4,518,057
Net loss from operating activities	(11,994,686)	(41,949,978)	(1,562,660)	(2,080,761)
Net loss for the period before taxation	(11,994,686)	(41,949,978)	(1,562,660)	(2,080,761)
Taxation	17 -	-	-	-
Net loss for the period after taxation	(11,994,686)	(41,949,978)	(1,562,660)	(2,080,761)
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 gains	-	-	-	-
Excluding capital gain	-	-	-	-

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

 For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Large Cap. Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six Months Period Ended		Three Months Period Ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net loss for the period after taxation	(11,994,686)	(41,949,978)	(1,562,660)	(2,080,761)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(11,994,686)</u>	<u>(41,949,978)</u>	<u>(1,562,660)</u>	<u>(2,080,761)</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Note	Six Months Period Ended	
	December 31, 2022	December 31, 2021
-----Rupees-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(11,994,686)	(41,949,978)
Adjustments for:		
Net loss on sale of investments classified as 'financial assets at fair value through profit or loss'	4,295,527	4,329,745
Net unrealised loss on re-measurement of investment classified as 'financial assets at fair value through profit or loss'	20,690,414	54,634,384
Dividend income	(13,528,892)	(15,408,994)
Reversal of Sindh Workers' Welfare Fund (SWWF)	-	(8,678,197)
Return on bank balances	(4,974,984)	(1,089,362)
	6,482,065	33,787,576
	(5,512,621)	(8,162,402)
Operating (loss) before working capital changes (Increase) / decrease in assets		
Investments - net	1,908,855	(7,618,303)
Deposits and other receivable	(973,404)	(145,740)
	935,451	(7,764,043)
(Decrease) / increase in liabilities		
Payable to the Management Company	134,890	(311,380)
Remuneration payable to the Trustee	(3,207)	(11,764)
Annual fee payable to SECP	(51,671)	(49,265)
Accrued expenses and other liabilities	(13,155)	174,946
Payable against purchase of marketable securities	-	-
	66,857	(197,463)
Return received on bank balances	5,511,554	1,237,195
Dividend income received	13,528,892	15,486,958
	19,040,446	16,724,153
Net cash generated from operating activities	14,530,133	600,245
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	66,808	54,663,289
Amount paid on redemption of units	(13,484,056)	(69,747,340)
Net cash used in financing activities	(13,417,248)	(15,084,051)
Net increase / (decrease) in cash and cash equivalents during the period	1,112,885	(14,483,806)
Cash and cash equivalents at beginning of the period	86,867,996	39,459,135
Cash and cash equivalents at end of the period	87,980,881	24,975,329

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Large Cap. Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six Months Period Ended December 31, 2022			Six Months Period Ended December 31, 2021		
	Capital value	Accumulated losses	Total	Capital Value	Accumulated losses	Total
Rupees						
Net assets at beginning of the period	828,976,116	(504,523,764)	324,452,352	897,696,951	(419,260,605)	478,436,346
Issuance of units: 606 (2021: 407,298)						
- Capital value (at net asset value per unit at the beginning of the period)	67,706	-	67,706	56,036,444	-	56,036,444
- Element of loss	(898)	-	(898)	(1,373,155)	-	(1,373,155)
Total proceeds on issuance of units	66,808	-	66,808	54,663,289	-	54,663,289
Redemption of units: 122,910 (2021: 541,232)						
- Capital value (at net asset value per unit at the beginning of the period)	(13,731,491)	-	(13,731,491)	(74,463,113)	-	(74,463,113)
- Element of income	247,435	-	247,435	4,715,773	-	4,715,773
Total payments on redemption of units	(13,484,056)	-	(13,484,056)	(69,747,340)	-	(69,747,340)
Total comprehensive loss for the period	-	(11,994,686)	(11,994,686)	-	(41,949,978)	(41,949,978)
Net assets at end of the period	815,558,868	(516,518,450)	299,040,418	882,612,900	(461,210,583)	421,402,317
Accumulated loss brought forward comprising of:						
- Realised		(444,667,616)			(408,776,374)	
- Unrealised		(59,856,148)			(10,484,231)	
		(504,523,764)			(419,260,605)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Total comprehensive loss for the period		(11,994,686)			(41,949,978)	
Accumulated loss carried forward		(516,518,450)			(461,210,583)	
Accumulated loss carried forward comprising of:						
- Realised		(495,828,036)			(406,576,199)	
- Unrealised		(20,690,414)			(54,634,384)	
		(516,518,450)			(461,210,583)	
Net asset value per unit at beginning of the period		111.72			137.58	
Net asset value per unit at end of the period		107.50			126.03	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Large Cap. Fund ("the Fund") was established under the Trust Deed executed between JS Investments Limited as a Management Company and Central Depository Company of Pakistan Limited (CDC) as a Trustee. The Trust Deed was executed on April 06, 2004 and the Fund was approved as a closed-end scheme by the Securities and Exchange Commission of Pakistan (SECP) on April 16, 2004 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2 The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second and Third Supplemental Trust Deeds dated June 13, 2006, May 19, 2009 and August 24, 2010, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Further, during the period the Trust Deed has also been restated dated June 22, 2021 due to the enactment of Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021). Accordingly, the Re-stated Trust Deed was approved by the SECP on September 03, 2021 Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.3 The Fund was converted into an open end fund categorized as "equity scheme" with effect from September 27, 2010 (the effective date) pursuant to special resolution passed at the meeting of certificate holders on September 25, 2009.
- 1.4 The principal activity of the Fund is to make investments primarily in equity securities of large - cap companies (with market capitalisation over Rs. 1 billion). The remaining net assets of the Fund shall be invested in cash and / or near cash instruments which includes cash in bank accounts and treasury bills not exceeding ninety days maturity and is an Equity Scheme in accordance with the categorisation guidelines issued by the Securities and Exchange Commission of Pakistan.
- 1.5 The Management Company of the Fund is registered with the Securities and Exchange Commission of Pakistan as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). Its registered office is located at 19th floor, The Center, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.6 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.
- 1.7 Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial statements 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 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 VIII A 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).

JS Large Cap. Fund

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

The comparative statement of assets and liabilities presented in these condensed interim financial statements as at December 31, 2022 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the half year ended December 31, 2022 have been extracted from the unaudited condensed interim financial statements for the period then ended.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Fund as at and for the year ended June 30, 2022. However, selected explanatory notes are included to explain events and transactions that are significant.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2022.

2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees unless otherwise indicated.

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in this condensed interim financial information.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies and the method 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.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2022.



3.2 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2022 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore are not detailed in these condensed interim financial statements.

3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the condensed interim financial statements of the Fund.

3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

4 SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTIONS

There is no any significant event or transaction during the period.

5 FINANCIAL RISK MANAGEMENT

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

		Un-audited December 31, 2022	Audited June 30, 2022
	Note	----- Rupees -----	
6 BANK BALANCES			
Savings accounts	6.1	87,980,881	86,867,996
6.1	This includes balances of Rs. 39.888 million (June 30, 2022: 4.99 million) with JS Bank Limited (a related party) and Rs. 0.019 million (June 30, 2022: Rs. 0.018 million) with Bank Islami Pakistan Limited (a related party). These accounts carry profit at the rates of 14.50% (June 30, 2022: 12.25%) and 15.00% (June 30, 2022: 14.00%). Other PLS accounts of the Fund carry profits at the rates of 14.00% to 17.25% (June 30, 2022: 5.75% to 16.90%) per annum.		
		Un-audited December 31, 2022	Audited June 30, 2022
	Note	----- Rupees -----	
7 INVESTMENTS			
At fair value through profit and loss			
Listed equity securities	7.1	230,112,780	257,007,576
Quoted debt security			
- Sukuk certificates	7.2.1	-	-
- Term finance certificates	7.2.3	-	-
Unquoted debt securities	7.3	-	-
		230,112,780	257,007,576

JS Large Cap. Fund

7 Listed equity securities

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / Right / Transfer during the period	Disposed during the period	Holding at end of the period	Carrying value as at		Market value as a percentage of net assets	Market value as a percentage of total investment	Market value as a percentage of investee capital	
						December 31, 2022	December 31, 2022				
Number of shares						Rupees		%			
ENGINEERING											
Amrli Steel Limited	144,000	-	-	144,000	-	-	-	0.00%	0.00%	0.00%	
Aisha Steel Mills Limited	683,500	-	-	-	683,500	7,552,675	5,611,535	1.88%	2.44%	7.39%	
						7,552,675	5,611,535	1.88%			
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited*	140,000	-	-	-	140,000	2,048,200	1,204,000	0.40%	0.52%	5.85%	
PHARMACEUTICALS											
ACP Limited	71,800	-	-	-	71,800	6,291,116	4,666,282	1.56%	2.03%	2.56%	
Highnoon Laboratories Limited	23,238	-	-	-	23,238	12,312,641	12,551,528	4.20%	5.45%	5.55%	
						18,603,757	17,217,810	5.76%			
TECHNOLOGY & COMMUNICATION											
Systems Limited	-	35,000	-	-	10,500	24,500	10,520,994	11,856,285	3.96%	5.15%	0.88%
Air Link Communication Limited	90,650	40,000	-	-	130,650	5,136,354	3,864,627	1.29%	1.68%	3.31%	
AVN-Avanceon Limited	-	10,000	-	5,000	5,000	373,656	330,150	0.11%	0.14%	0.15%	
TRG Pakistan Limited (related party)	-	120,000	-	120,000	-	-	-	0.00%	0.00%	0.00%	
Octopus Digital Limited	-	40,000	-	-	40,000	2,802,145	2,266,000	0.76%	0.98%	2.93%	
						18,833,148	18,317,062	6.13%			
FERTILIZER											
Engro Corporation Limited	76,300	-	-	6,000	70,300	18,073,427	18,419,303	6.16%	8.00%	1.22%	
Fauji Fertilizers Company Limited	35,000	-	-	-	35,000	3,857,700	3,454,850	1.16%	1.50%	0.28%	
Engro Fertilizers	161,300	40,000	-	50,000	151,300	13,153,347	11,633,457	3.89%	5.06%	1.13%	
						35,084,474	33,507,610	11.21%			
OIL & GAS MARKETING COMPANIES											
Hascol Petroleum Limited	8	-	-	-	8	34	45	0.00%	0.00%	0.00%	
Pakistan State Oil Company Limited	77,580	20,000	-	10,000	87,580	14,600,441	12,610,644	4.22%	5.48%	1.87%	
SNPG - Sui Northern Gas Pipeline Limited	152,500	40,000	-	-	192,500	6,711,875	7,228,375	2.42%	3.14%	3.04%	
						21,312,350	19,839,064	6.63%			
CEMENT											
Cherat Cement Limited	-	31,500	-	31,500	-	-	-	0.00%	0.00%	0.00%	
Maple Leaf Cement Factory	143,000	279,000	-	390,000	32,000	885,193	722,240	0.24%	0.31%	0.30%	
Pioneer Cement Limited	-	87,000	-	87,000	-	-	-	0.00%	0.00%	0.00%	
D.G Khan Cement Company Limited	-	133,500	-	133,500	-	-	-	0.00%	0.00%	0.00%	
Fauji Cement Company Limited	-	150,000	-	-	150,000	2,221,575	1,803,000	0.60%	0.78%	0.69%	
Lucky Cement Limited	28,150	10,000	-	16,600	21,550	9,928,747	9,623,799	3.22%	4.18%	0.67%	
						13,035,514	12,149,039	4.06%			
POWER GENERATION AND DISTRIBUTION											
Kot Addu Power Company Limited	98,000	-	-	98,000	-	-	-	0.00%	0.00%	0.00%	
K-Electric Limited	-	50,000	-	50,000	-	-	-	0.00%	0.00%	0.00%	
Hub Power Company Limited (note 7.1.2)	143,800	30,000	-	52,500	121,300	8,248,265	7,651,604	2.56%	3.33%	0.94%	
						8,248,265	7,651,604	2.56%			
OIL AND GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	9,869	-	-	-	9,869	17,169,494	15,266,948	5.11%	6.63%	0.74%	
Oil and Gas Development Company Limited (note 7.1.2)	221,200	60,000	-	65,000	216,200	16,830,556	17,222,492	5.76%	7.48%	0.50%	
Pakistan Oil Fields Limited	34,100	-	-	34,100	-	15,497,376	14,755,337	4.93%	6.41%	2.45%	
Pakistan Petroleum Limited	190,898	99,000	-	87,500	202,398	12,912,781	13,791,400	4.61%	5.99%	0.74%	
						46,912,831	46,280,840	15.48%			
PAPER AND BOARD											
Cherat Packaging Limited	2,400	-	240	2,640	-	-	-	0.00%	0.00%	0.00%	
LEATHER AND TANNERIES											
Service Industries Limited	12,100	-	-	12,100	-	-	-	0.00%	0.00%	0.00%	
COMMERCIAL BANKS											
Faysal Bank Limited	33,695	331,500	-	121,846	243,349	7,373,329	6,285,705	2.10%	2.73%	1.60%	
United Bank Limited	187,000	25,000	-	34,000	178,000	20,078,786	17,933,500	6.00%	7.79%	2.45%	
Bank Al Habib Limited	266,920	-	-	-	266,920	15,497,376	14,755,337	4.93%	6.41%	2.45%	
Habib Metropolitan Bank Limited	98,500	-	-	98,500	-	-	-	0.00%	0.00%	0.00%	
Bank Islami Pakistan Limited (related party)	-	435,000	-	-	435,000	6,483,200	5,811,600	1.94%	2.53%	3.92%	
Bank Alfalah Limited	322,500	-	-	25,000	297,500	9,520,000	8,966,650	3.00%	3.90%	1.67%	
Habib Bank Limited (note 7.1.2)	173,800	75,000	-	20,000	228,800	20,219,288	14,581,424	4.88%	6.34%	1.56%	
						79,171,979	68,334,216	22.85%			
REFINERY											
National Refinery Limited	-	3,000	-	3,000	-	-	-	0.00%	0.00%	0.00%	
PROPERTY											
TPL Properties Limited	-	880,000	-	880,000	-	-	-	0.00%	0.00%	0.00%	
MISCELLANEOUS											
Tri-Pack Films Limited	17,000	-	-	17,000	-	-	-	0.00%	0.00%	0.00%	
Investments as at December 31, 2022						250,803,194	230,112,780	76.95%			
Investments as at June 30, 2022						316,863,724	257,007,576				
Cost of investments as at December 31, 2022						279,107,144					
Cost of investments as at June 30, 2022						296,557,685					

*Ordinary shares have a face value of Rs 10 per share, except for Shabbir Tiles & Ceramics Limited which have a face value of Rs 5 per share.

7.1.1 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including 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 High Court of Sindh, 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 of 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 High Court of Sindh (HCS) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan 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. During the tax year 2020, the CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019 as a result of which the HCS issued an order dated July 15, 2019 whereby the previous stay has been restored. The matter is still pending adjudication and no provision has been recorded or contingent liability has been disclosed in the condensed interim financial statements as the management is confident that the case will be decided in favor of the CISs.

Further, Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 therefore, bonus shares, subsequent to this amendment, issued to the Fund were not withheld by the investee companies.

7.1.2 Following shares have been pledged with National Clearing Company of Pakistan Limited:

	Unaudited December 31 2022	Audited June 30, 2022	Unaudited December 31, 2022	Audited June 30, 2022
	---- Number of shares ----		----- Rupees -----	
Hub Power Company Limited	120,000	125,000	7,569,600	8,521,250
Oil & Gas Development Company Limited	70,000	70,000	5,576,200	5,506,900
Habib Bank Limited	173,000	173,000	10,912,840	15,801,820
	363,000	368,000	24,058,640	29,829,970

7.2 Quoted debt securities

7.2.1 Sukuk certificates

Face value of Rs. 5,000 each

	Number of certificates			Carrying value as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of net assets
	Holding at beginning of the period	Acquired during the period	Disposed during the period			
CHEMICALS					----- Rupees -----	%
Agritech Limited (note 7.2.2)	1,100	-	-	1,100	4,672,507	-
Less: Provision against financial assets					(4,672,507)	-
Cost as at December 31, 2022					4,401,796	

JS Large Cap. Fund

7.2.2 These sukuk certificates have face value of Rs. 5,000 each and carry a mark-up equal to six month offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and were to be matured in August 2015. However, up to the year ended June 30, 2022 no principal repayment has been received by the Fund. These sukuk certificates are secured by hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favour of the Trustee for the benefit of unit holders.

These sukus were classified as Non-Performing Asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010 on account of non-payment of the coupon due in August 2010. Therefore, the Fund has made provision of 100% of principal outstanding in the calendar year 2010 and accordingly no accrual for profit have been made by the Fund since then. The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was nil.

The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was nil.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. However, the Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on 5 July, 2022. filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2013.

Scheme of arrangement has two options for the settlement of liabilities and the Fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per option 2 of the SOA, the outstanding principal against Sukuk certificate (7.2.1) and zero coupon PPTFCs (7.2.3) will be converted into preference shares as reduced by application of unutilized cash flow Available for Debt Servicing (CFADs). The overdue/outstanding markup amounting to Rs. 1,740,305 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 final settlement of the markup amount.

In this regard, During the period the Fund has received the first tranche CFADs of Rs. 159,861 on September 27, 2022 and Second tranche CFADs of Rs. 159,061 on December 23, 2022.

7.2.3 Term finance certificates

Face value of Rs. 5,000 each

Holding at beginning of the period	Number of certificates			Carrying value as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of net assets
	Acquired during the period	Disposed during the period	Holding at end of the period			

CHEMICALS

Agritech Limited

(note 7.2.4)

697

-

-

697

----- Rupees ----- %

-

-

-

Cost as at December 31, 2022

3,485,000

7.2.4 During the year 2012, the Fund has received zero coupon having face value of Rs. 5,000 each Agritech Limited' Privately Placed Term Finance Certificates (PPTFCs) of face value of Rs. 3.485 million against interest due on Agritech Limited's Sukuk. These PPTFCs had a tenor of 3.5 years starting from July 01, 2011 and matured on January 01, 2015 on semi annual repayments of principal. Agritech had a call option on the said facility from the first day of disbursement of the said facility. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management, as a matter of prudence, has valued the said PPTFCs at zero.

7.3 Unquoted debt securities
7.3.1 Privately placed term finance certificates

Face value of Rs. 10,000 each

Number of certificates				Carrying value as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of net assets
Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period			
				----- Rupees -----		%

TEXTILE COMPOSITE

Azgard Nine Limited

(related party)

(note 7.3.2 and 7.3.3)

8,316	-	-	8,316	63,837,358	-	-
Less:Provision	-	-	-	(63,837,358)	-	-
				-	-	-

Azgard Nine Limited

Key Management Personnel of the Management Company
Cost as at December 31, 2022
80,778,490

7.3.2 These convertible privately placed term finance certificates (PPTFCs), having face value of Rs. 10,000 each were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. Since these PPTFCs were received against non-performing security, therefore the management, as a matter of prudence had recognised above PPTFCs at nil value. The carrying value of preference shares so converted into PPTFC was Rs. 59.75 million and provision held there against was Rs. 59.75 million. These convertible PPTFCs carry mark-up rate of 11% per annum with a tenor of 8 years (inclusive of a 2 year grace period for principal redemption) as per the terms and conditions. In case of Default, the PPTFC Holders shall have the right to exercise the option to convert the PPTFCs into ordinary voting shares of Azgard Nine Limited as per the terms and procedures.

7.3.3 The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. The Approved Scheme stated that the principal repayment of Rs. 83.16 million, will be paid over a period of 08 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.58 million have already been received at time zero and Rs. 17.74 million will be received within 2 years from time zero) and remaining amount of Rs. 63.837 million by 20 equal installments of TFC @ 5% starting from July 29, 2023. During the period from July 01, 2021 till December 31, 2022, Rs. 4.792 million have been received on account of markup income.

Moreover, a fresh issue of 11,949 zero coupon 10 years PPTFCs was issued of Rs. 59.745 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing TFC and PPTFC. However the net carrying value after provision is nil. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

7.4 Details of non-compliant investments

The Securities & Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

JS Large Cap. Fund

Name of non-compliant investment	Type	Value before provision	Provision held if any	Value of investment after provision	% of net assets	% of gross assets
----------------------------------	------	------------------------	-----------------------	-------------------------------------	-----------------	-------------------

----- Rupees -----

Agritech Limited (7.2.1)	Sukuks	4,672,507	(4,672,507)	-	-	-
Agritech Limited - zero coupon (7.2.3)	PPTFC	3,485,000	(3,485,000)	-	-	-
Azgard Nine Limited - PPTFCs (7.3.1)	PPTFC	63,837,358	(63,837,358)	-	-	-
Azgard Nine Limited - PPTFCs (7.3.1)	PPTFC	59,745,000	(59,745,000)	-	-	-

7.4.1 It represents non-performing security and the Fund has made full provision against the principal amount in accordance with the requirement of circular 1 of 2009 read with circular 1 of 2009 read with circular 33 of 2012 issued by SECP and the provisioning policy of the Fund.

7.5 Net unrealised loss on re-measurement of investment classified as 'financial assets at fair value through profit and loss'	Note	Un-audited	Audited
		December 31, 2022	June 30, 2022
		----- Rupees -----	
Market value of investments		230,112,780	257,007,576
less: carrying value of investments		(250,803,194)	(316,863,724)
		(20,690,414)	(59,856,148)

8 ACCRUED RETURN ON BANK BALANCES

Accrued return on bank balances	8.1	654,835	1,191,405
---------------------------------	-----	----------------	-----------

8.1 This include amount of Rs. Nil (June 30, 2022: Rs. 0.032 million) as profit receivable from JS Bank Limited (related party).

9 DEPOSITS AND OTHER RECEIVABLE	Note	Un-audited	Audited
		December 31, 2022	June 30, 2022
		----- Rupees -----	
Security deposits:			
- With National Clearing Company of Pakistan Limited		1,000,000	2,500,000
- With Central Depository Company of Pakistan Limited		200,000	200,000
Income tax recoverable	9.1	1,477,823	1,003,312
Prepaid listing fee		12,398	-
Prepaid legal & professional charges		173,562	350,000
SECP Supervisory Fee		1,240	-
Receivable against Sale of investment		2,161,693	-
		5,026,716	4,053,312

9.1 Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on dividend and markup income received by the collective investment scheme from investee companies and banks.

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue.

Based on the above letter, above amount of withholding tax has been deducted by certain banks on markup income and certain investee companies on dividends. An exemption certificate was issued by the concerned Commissioner of Inland Revenue effective up to December 31, 2021. Accordingly the management is in the process of recovering the above tax amount deducted. Furthermore, a stay order has also been obtained by the Management Company of the Fund from further deduction of income tax at source.

		Un-audited December 31, 2022	Audited June 30, 2022
	Note	----- Rupees -----	
10 PAYABLE TO JS INVESTMENTS LIMITED			
- MANAGEMENT COMPANY			
Remuneration Payable to the Management Company	10.1	508,988	287,340
Sindh Sales Tax payable on Management Company's remuneration	10.2	1,504,566	1,475,753
Federal Excise Duty payable on Management Company's remuneration	10.3	9,630,269	9,630,269
Reimbursement of accounting and operational charges to the Management Company	10.4	25,440	26,867
Selling and marketing expenses payable	10.5	828,778	925,473
Printing and stationery charges payable		59,047	76,496
		12,557,088	12,422,198
10.1	As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2022: 2%) of the average annual net assets and is paid in arrears on a monthly basis.		
10.2	Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.1.438 million (June 30, 2022: 1.438 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.52 (June 30, 2022: Rs. 0.50) per unit.		
10.3	The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.5 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.		
10.4	This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2022: 0.1%) of net assets of the Fund.		
10.5	SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company. For the current year the percentage is also 1.07%.		
11 REMUNERATION PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable to the Trustee	11.1	50,896	53,734
Sindh Sales Tax payable on Trustee remuneration	11.2	6,617	6,986
		57,513	60,720

JS Large Cap. Fund

- 11.1** 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 structure specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at Decemeber 31, 2021 is as follows:

Net assets	Tariff per annum
Up to Rs 1 billion	0.2% per annum of the daily net assets.
Exceeding Rs 1 billion	Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

- 11.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

12 ANNUAL FEE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

As per SRO 685 (I) / 2019 dated June 28, 2019, annual fee at the rate 0.02% (June 30, 2022: 0.02%) of the net assets of the Fund has been charged during the period by Securities and Exchange Commission of Pakistan.

13 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Un-audited	Audited
		December 31, 2022	June 30, 2022
		----- Rupees -----	
Auditors' remuneration		544,610	513,458
Zakat payable		4,512	8,321
Other liabilities		55,140	51,466
Payable against purchase of investments		-	44,172
		604,262	617,417

14 CONTINGENCIES AND COMMITMENTS

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

15 NUMBER OF UNITS IN ISSUE	Un-audited	Audited
	December 31, 2022	June 30 2022
		----- Number of units -----
Opening	2,904,154	3,477,488
Add: Issued during the year	606	441,184
Less: Redemptions during the year	(122,910)	(1,014,518)
Closing	2,781,850	2,904,154

16 REVERSAL OF SINDH WORKERS' WELFARE FUND (SWWF)

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, 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. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.. The mutual fund companies are covered by the terminology "financial institution" in terms of the Section 2(g)(v) of the sindh workers welfare Fund Act, 2014, and are therefore, liable to pay Sindh Workers Welfare Fund Contributions, the mutual funds, as such, do not qualify as Financial institutions and as a result all Asset Management Companies, in consultation with SECP, reversed the cumulative provision for SWWF, on August 13, 2021.

17 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

18 EARNING / LOSS PER UNIT

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

19 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the six months period ended December 31, 2022 is 4.74% (December 31, 2021: 4.29%) which includes 0.39% (December 31, 2021: 0.35%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

20 TRANSACTIONS / BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL) being the holding company of JSIL (holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (holding 75.02% shares of JS Bank Limited) being the holding company of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

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

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

20.1 Details of the transactions with connected persons and related parties during the period are as follows:	(Un-audited)	
	December 31, 2022	December 31, 2021
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	3,410,139	4,587,277
Sindh Sales Tax on remuneration of the Management Company *	443,317	596,345
Reimbursement of accounting and operational charges	157,997	229,362
Selling and marketing expenses - Management Company	1,690,609	2,454,167
Sales load	-	1,905
Printing and stationery charges	38,565	-
Issuance of units: Nil (2021: 99,886)	-	13,027,816
Redemption of units: Nil (2021: 99,886)	-	12,868,407
Central Depository Company of Pakistan Limited - Trustee		
Remuneration to Trustee	316,013	458,731
Sindh Sales Tax on trustee's remuneration **	41,082	59,636
Settlement charges	17,102	20,605

JS Large Cap. Fund

	(Un-audited)	
	December 31, 2022	December 31, 2021
	----- Rupees -----	
JS Global Capital Limited		
(Fellow subsidiary of JSBL)		
Brokerage fee	41,070	170,626
JS Bank Limited - Parent Company of JSIL		
Return on bank balances	2,116,020	646,280
Bank Islami Pakistan Limited		
(Associate of JSCL)		
Return on bank balances	-	1,029
Azgard Nine Limited (Associate of JSCL)		
Markup Receipt	1,600,307	1,600,307
Key Management Personnel of the Management Company		
Issue of units: 123 (2021: 2,868)	13,376	350,000
Redemption of units: Nil (2021: Nil)	-	-
* Paid / payable to the Management Company for onward payment to the Government.		
** Paid / payable to the Trustee for onward payment to the Government.		
	Un-audited December 31 2022	Audited June 30 2022
	----- Rupees -----	
20.2 Amounts outstanding as at period end are as follows:		
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	508,988	287,340
Sindh Sales Tax payable on the Management Company's remuneration*	1,504,566	1,475,753
Reimbursement of accounting and operational charges		
to the Management Company	25,440	26,867
Selling and marketing expenses payable	828,778	925,473
Printing and stationery charges payable	59,047	76,496
Federal excise duty payable on the Management Company's remuneration*	9,630,269	9,630,269
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	50,896	53,734
Sindh Sales Tax payable on Trustee the remuneration**	6,617	6,986
Security deposit	200,000	200,000
Settlement charges payable	4,016	1,774
JS Bank Limited - Parent Company of JSIL		
Bank balances	39,888,336	4,989,952
Accrued return on bank balance	-	102,404
Bank Islami Pakistan Limited		
(Associate of JSCL)		
Bank balance	18,673	18,673
Key Management Personnel of the Management Company		
Units outstanding: 3,334 (June 30, 2022: 39,047)	358,415	4,362,334
* Paid / payable to the Management Company for onward payment to the Government.		
** Paid / payable to the Trustee for onward payment to the Government.		



21 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

21.1 Fair value hierarchy

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 Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

'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:

	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
December 31, 2022 (Un-audited)				
Investments at fair value through profit or loss				
Listed equity securities	230,112,780	-	-	230,112,780
June 30, 2022 (Audited)				
Investments at fair value through profit or loss				
Listed equity securities	257,007,576	-	-	257,007,576

The Fund has not disclosed the fair values for the financial assets (other than investment in listed equity securities) and for financial liabilities, as these are either short term in nature or are repriced periodically. Therefore, their carrying amounts are reasonable approximation of their fair values.

22 GENERAL

22.1 Certain corresponding figures have been reclassified or rearranged for better presentation and classification. However, there are no significant reclassifications or rearrangements.

23 DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Momentum Factor Exchange Traded Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



JS Momentum Factor Exchange Traded Fund

ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Momentum Factor Exchange Traded Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited financial statements of **JS Momentum Factor Exchange Traded Fund** (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund's return was -17.53% for the half year ended December 31, 2022, against the benchmark return of -18.91%. Net Assets moved from PKR 22.17 million (June 30, 2022) to PKR 43.80 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 2.96%, which includes 0.47% of government levies on the Fund.

Fund and Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.



JS Momentum Factor Exchange Traded Fund

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

JS Momentum Factor Exchange Traded Fund

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
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TRUSTEE REPORT TO THE UNIT HOLDERS

JS MOMENTUM FACTOR EXCHANGE TRADED 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 JS Momentum Factor Exchange Traded Fund (the Fund) are of the opinion that JS 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 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 27, 2023



EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road
P.O. Box 15547, Karachi 75530
Pakistan

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Momentum Factor Exchange Traded Fund

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Momentum Factor Exchange Traded Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed Interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "Interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2022 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements 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 interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR202210076W9FOZc55t

JS Momentum Factor Exchange Traded Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
Assets			
Bank balances	4	1,654,245	732,298
Investments	5	41,165,919	22,044,260
Prepayments, deposits and other receivables	6	1,596,268	365,905
Total assets		44,416,432	23,142,463
Liabilities			
Payable to JS Investments Limited - Management Company	7	138,423	117,979
Payable to Central Depository Company of Pakistan Limited - Trustee	8	18,282	1,595
Annual fee payable to the Securities and Exchange Commission of Pakistan	9	4,847	4,455
Accrued expenses and other liabilities	10	459,841	845,733
Total liabilities		621,393	969,762
Net assets		43,795,039	22,172,701
Unit holders' funds (As per Statement Attached)		43,795,039	22,172,701
Contingencies and Commitments	11		
------(Number of Units)-----			
Number of units in issue		5,700,000	2,380,000
-----Rupees-----			
Net assets value per unit		7.68	9.32

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Momentum Factor Exchange Traded Fund

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Note	Half year ended	Quarter ended
		December 31, 2022	December 31, 2022
		----- Rupees -----	
Income			
Profit on bank balances		149,074	87,224
Net unrealised loss on re-measurement of investment classified at 'fair value through profit or loss'	5.2	(2,584,192)	(1,170,556)
Net loss on sale of investment classified as 'fair value through profit or loss'		(9,594,299)	(6,136,351)
Dividend income		5,300,655	3,704,909
Other income		412,924	277,122
Total loss		(6,315,838)	(3,237,652)
Expenses			
Remuneration to JS Investments Limited - Management Company	7.1	69,635	3,001
Sindh sales tax on Management Company's remuneration	7.2	9,053	390
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	8.1	24,364	11,037
Sindh sales tax on remuneration of the Trustee	8.2	3,167	1,435
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	4,873	2,207
Bank and settlement charges		20,625	11,729
Securities transaction cost		478,253	270,293
Registrar fees		67,800	33,900
Pakistan Stock Exchange listing fees		4,102	2,040
Auditors' remuneration		393,984	235,296
Printing charges		51,150	32,025
Total Expenses		1,127,006	603,353
Net loss for the period from operating activities		(7,442,844)	(3,841,005)
Element of (loss) / income and capital (losses) / gains included 'in prices of units issued less those in units redeemed - net	3.1	(1,864,934)	1,239,849
Net loss for the period before taxation		(9,307,778)	(2,601,156)
Taxation	12	-	-
Net loss for the period after taxation		(9,307,778)	(2,601,156)
Allocation of net income for the year			
Net income for the year after taxation		-	-
Income already distributed on units redeemed		-	-
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding to capital gains		-	-

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Momentum Factor Exchange Traded Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	<u>Half year ended December 31, 2022</u>	<u>Quarter ended December 31, 2022</u>
	----- Rupees -----	----- Rupees -----
Net loss for the period after taxation	(9,307,778)	(2,601,156)
Other comprehensive income for the period	-	-
Total comprehensive loss for the period	<u>(9,307,778)</u>	<u>(2,601,156)</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Momentum Factor Exchange Traded Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	December 31,
	2022
	----- Rupees -----
CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss for the period	(9,307,778)
Adjustments for:	
Net loss on sale of investment classified as 'fair value through profit or loss'	9,594,299
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	1,864,934
Net unrealised loss on re-measurement of investment classified at 'fair value through profit or loss'	2,584,192
	<u>4,735,647</u>
Increase in assets	
Investments - net	(31,300,150)
Prepayments, deposits and other receivables	(1,230,363)
	<u>(32,530,513)</u>
Increase / (decrease) in liabilities	
Payable to JS Investments Limited - Management Company	20,444
Payable to Central Depository Company of Pakistan Limited - Trustee	16,687
Annual fee payable to the Securities and Exchange Commission of Pakistan	392
Accrued expenses and other liabilities	(385,892)
	<u>(348,369)</u>
Net cash used in operating activities	<u>(28,143,235)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Amount received from issuance of units	82,237,376
Amount paid on redemption of units	(53,172,194)
Net cash generated from financing activities	<u>29,065,182</u>
Net increase in cash and cash equivalents	<u>921,947</u>
Cash and cash equivalents at the beginning of the period	732,298
Cash and cash equivalents at the end of the period	<u><u>1,654,245</u></u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Momentum Factor Exchange Traded Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	December 31, 2022		
	Capital Value	Undistributed loss	Total
	----- (Rupees) -----		
Net assets at beginning of the period	23,800,000	(1,627,299)	22,172,701
Issue of 9,380,000 units	87,386,894	-	87,386,894
- Element of Loss	(5,149,518)	-	(5,149,518)
Total proceeds on issuance of units	82,237,376	-	82,237,376
Redemption of 6,060,000 units	(56,456,778)	-	(56,456,778)
- Element of income	3,284,584	-	3,284,584
Total payments on redemption of units	(53,172,194)	-	(53,172,194)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	1,864,934	-	1,864,934
Total comprehensive loss for the period	-	(9,307,778)	(9,307,778)
Net assets at end of the period	54,730,116	(10,935,077)	43,795,039
Undistributed (loss) / income brought forward			
- Realised loss		(1,818,842)	
- Unrealised income		191,543	
		(1,627,299)	
Net loss for the period after taxation		(9,307,778)	
Undistributed loss carried forward		(10,935,077)	
Undistributed loss carried forward			
- Realised loss		(8,350,885)	
- Unrealised loss		(2,584,192)	
		(10,935,077)	
Net assets value per unit at beginning of the period			<u>9.32</u>
Net assets value per unit at end of the period			<u>7.68</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Momentum Factor Exchange Traded Fund

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Momentum Factor Exchange Traded Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between JS Investments Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 05, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on October 25, 2021. The Fund commenced its operations from January 07, 2022.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008, through a certificate of registration issued by Securities and Exchange Commission of Pakistan. The registered office of JS Investments Limited is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3** The Fund has been categorised as an open ended exchange traded mutual fund that aims to provide investors an opportunity to track the performance of JS Momentum Factor Index that has been constituted and is maintained by the Management Company and comprises of 10 equity securities selected based on free float market Capitalization & Traded Value Filter (CF).
- 1.4** The Fund is a hybrid fund having features of both open ended and close ended funds. A new concept of Authorised Participants (APs) has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holders of the units keep on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between APs and Management Company and cash will be paid / received if there is a difference in the market value of shares and net asset value.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality.
- 1.6** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** 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 VIII A of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

JS Momentum Factor Exchange Traded Fund

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do 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 financial statements of the Fund for the year ended June 30, 2022.
- 2.1.3** The comparative statement of assets and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022. The comparative figures of 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 not reported in these condensed interim financial statements, since the Fund commenced its operations on January 07, 2022.
- 2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2022.

2.2 Standards, interpretations and amendments to 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 annual 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 published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Further, following standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023



JS Momentum Factor Exchange Traded Fund

2.4 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.5 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies, basis of accounting estimates applied and method of computation adopted 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.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2022.

3.1 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in unit redeemed.

Element of income represents the difference between net asset value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period.

As clarified by the SECP vide its letter no. SCD/AMCW/ETF/240/2020 dated March 02, 2020 that element of income in case of Exchange Traded Funds shall be taken to income statement both at the time of issuance and redemption of units to the extent it pertains to income statement.

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

		December 31, 2022	June 30, 2022
		(Un-audited)	(Audited)
	Note	----- Rupees -----	
4. BANK BALANCES			
Savings accounts	4.1	<u>1,654,245</u>	<u>732,298</u>
4.1	This represents balance in saving account of JS Bank (related party) carrying profit at the rate of 14.50% (June 2022: 12.25%) per annum.		
		December 31, 2022	June 30, 2022
		(Un-audited)	(Audited)
		----- Rupees -----	
5. INVESTMENTS			
At fair value through profit or loss			
Equity securities - listed	5.1	<u>41,165,919</u>	<u>22,044,260</u>

JS Momentum Factor Exchange Traded Fund

5.1 Investments in equity securities - listed

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

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	As at December 31, 2022					Holding as a percentage of paid-up capital of investee company
						Carrying Value	Market value	(Diminution) / appreciation	Net assets of the Fund	Total market value of investments	
TECHNOLOGY & COMMUNICATION											
Avanceon Limited	24,038	90,772	-	114,810	-	-	-	-	-	-	-
TRG Pakistan Limited	55,930	324,268	-	317,498	62,700	8,552,179	6,797,934	(1,754,245)	15.52%	16.51%	1.15%
Systems Limited	-	37,925	-	23,675	14,250	6,513,587	6,896,002	382,415	15.75%	16.75%	0.49%
WorldCall Telecom Limited	-	1,430,792	-	1,430,792	-	-	-	-	-	-	-
NetSol Technologies Limited	-	115,670	-	38,720	76,950	8,525,658	6,605,388	(1,920,270)	15.08%	16.05%	8.57%
						23,591,424	20,299,324	(3,292,100)	46.35%	49.31%	10.21%
COMMERCIAL BANKS											
Meezan Bank Limited	-	45,144	3,841	48,985	-	-	-	-	-	-	-
BankIslami Pakistan	-	39,900	-	-	39,900	567,013	533,064	(33,949)	1.22%	1.29%	0.36%
Faysal Bank Limited	-	57,000	-	-	57,000	1,636,241	1,472,310	(163,931)	3.36%	3.58%	0.38%
						2,203,254	2,005,374	(197,880)	4.58%	4.87%	0.74%
REFINERY											
Attock Refinery Limited	19,754	185,009	-	204,763	-	-	-	-	-	-	-
National Refinery Limited	-	94,075	-	94,075	-	-	-	-	-	-	-
Pakistan Refinery Limited	133,042	705,515	-	838,557	-	-	-	-	-	-	-
						-	-	-	-	-	-
CEMENT											
D.G. Khan Cement Company Limited	-	174,432	-	174,432	-	-	-	-	-	-	-
Cherat Cement Company Limited	-	49,238	-	49,238	-	-	-	-	-	-	-
Lucky Cement Company Limited	-	32,198	-	32,198	-	-	-	-	-	-	-
Meeple Leaf Cement Company Limited	-	175,195	-	175,195	-	-	-	-	-	-	-
Kohat Cement Limited	-	6,636	-	6,636	-	-	-	-	-	-	-
Pioneer Cement Limited	-	52,085	-	52,085	-	-	-	-	-	-	-
						-	-	-	-	-	-
FERTILIZER											
Engro Fertilizers Limited	-	41,464	-	41,464	-	-	-	-	-	-	-
Engro Corporation Limited	-	13,110	-	-	13,110	3,425,249	3,434,951	9,702	7.84%	8.34%	0.23%
Fauji Fertilizer Company Limited	11,424	-	-	11,424	-	-	-	-	-	-	-
						3,425,249	3,434,951	9,702	7.84%	8.34%	0.23%
CHEMICAL											
Engro Polymer & Chemicals Limited	43,316	-	-	43,316	-	-	-	-	-	-	-
Lotte Chemical Pakistan Limited	66,640	149,292	-	215,932	-	-	-	-	-	-	-
						-	-	-	-	-	-
GLASS & CERAMICS											
Tariq Glass Industries Limited	-	20,834	-	20,834	-	-	-	-	-	-	-
						-	-	-	-	-	-
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	-	1,452	-	1,452	-	-	-	-	-	-	-
Attock Petroleum Company Limited	-	5,016	-	5,016	-	-	-	-	-	-	-
Pakistan Petroleum Limited	-	145,122	-	85,272	59,850	3,280,509	4,078,179	797,670	9.31%	9.91%	0.22%
Oil & Gas Development Company Limited	31,892	196,840	-	161,472	67,260	4,796,537	5,357,932	561,395	12.23%	13.02%	0.16%
Pakistan Oilfields Limited	1,428	5,112	-	6,540	-	-	-	-	-	-	-
						8,077,046	9,436,111	1,359,065	21.54%	22.93%	0.38%
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	-	66,132	-	66,132	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	-	275,614	-	212,344	63,270	2,378,635	2,375,789	(2,846)	5.42%	5.77%	1.00%
						2,378,635	2,375,789	(2,846)	5.42%	5.77%	1.00%
AUTOMOBILE ASSEMBLER											
Pak Suzuki Motor Company Limited	-	21,944	-	21,944	-	-	-	-	-	-	-
Honda Atlas Car Limited	-	6,192	-	6,192	-	-	-	-	-	-	-
Millat Tractors Limited	714	-	-	714	-	-	-	-	-	-	-
						-	-	-	-	-	-
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	-	221,186	-	221,186	-	-	-	-	-	-	-
Nishat Power Limited	-	83,424	-	83,424	-	-	-	-	-	-	-
						-	-	-	-	-	-
FOOD & PERSONAL CARE PRODUCTS											
Al Shaheed Corporation Limited	-	475,394	-	475,394	-	-	-	-	-	-	-
Unity Foods Limited	-	56,880	-	56,880	-	-	-	-	-	-	-
						-	-	-	-	-	-
ENGINEERING											
Mughal Iron and Steel Industries Limited	-	33,145	-	33,145	-	-	-	-	-	-	-
						-	-	-	-	-	-
PHARMACEUTICALS											
The Searle Company Limited	-	16,940	-	16,940	-	-	-	-	-	-	-
						-	-	-	-	-	-
MISCELLANEOUS											
TPL Properties Limited	-	1,231,166	24,739	1,043,295	212,610	4,074,503	3,614,370	(460,133)	8.25%	8.78%	3.76%
						4,074,503	3,614,370	(460,133)	8.25%	8.78%	3.76%
Totals at December 31, 2022						43,750,111	41,165,919	(2,584,192)	93.99%	100.00%	16.31%
Totals at June 30, 2022						21,852,717	22,044,260	191,543			



JS Momentum Factor Exchange Traded Fund

		December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
		----- Rupees -----	
5.2	Net unrealised (loss) / gain on re-measurement of investment classified at 'fair value through profit or loss'	Note	
	Market value of investments	5.1	41,165,919
	Less: Carrying value of investments	5.1	22,044,260
			<u>(21,852,717)</u>
			<u>(2,584,192)</u>
			<u>191,543</u>
6.	PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES		
	Profit receivable		31,046
	Advance tax		10,063
	Receivable from Management Company	6.1	1,048,150
	Prepaid Pakistan Stock Exchange listing fee		412,924
	Security deposit		-
			-
			<u>100,000</u>
			<u>365,905</u>
6.1	This represents amount of adjustment for total expense ratio (refer note 13).		
7.	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY		
	Remuneration of the Management Company	7.1	-
	Sindh sales tax on remuneration of the Management Company	7.2	7,061
	Payable against printing and stationery		-
	Payable to the Management Company		918
			<u>28,423</u>
			<u>110,000</u>
			<u>117,979</u>
7.1	As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of nil to 1% per annum of average net assets of the Fund during the period from July 01, 2022 to December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.		
7.2	Sales tax at the rate of 13% on value of management fee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.		
8.	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	
	Remuneration payable to the Trustee	8.1	3,818
	Sindh sales tax payable on Trustee's remuneration	8.2	1,411
	Registrar fees payable		496
	Settlement charges payable		184
			<u>11,300</u>
			<u>2,668</u>
			<u>3,563</u>
			<u>16,458</u>
8.1	As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the trustee fee for the period is 0.1% of the average daily net assets.		

JS Momentum Factor Exchange Traded Fund

- 8.2** Sales tax at the rate of 13% on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

		December 31, 2022	June 30, 2022
	Note	(Un-audited)	(Audited)
		----- Rupees -----	
9. ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	9.1	4,847	4,455

- 9.1** In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

As per the guideline issued by the SECP vide its SRO No. 685(I)/2019 dated June 28, 2019, the Fund has charged the SECP fee at the rate of 0.02% of net assets of the fund.

		December 31, 2022	June 30, 2022
		(Un-audited)	(Audited)
		----- Rupees -----	
10. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		377,785	340,200
Payable against purchase of marketable securities		-	474,695
Brokerage payable		80,786	-
Withholding tax		1,270	15,975
		459,841	830,870

11. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2022 (June 30, 2022: Nil).

12. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute atleast 90 percent of the net accounting income other than capital gains to the unit holders. The Fund has not recorded any tax liability as the Fund has incurred a net loss during the period.

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.

13. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the current period ended December 31, 2022 is 2.96% which includes 0.47% representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Index" scheme, therefore, an adjustment was made for the compliance of expense ratio limit as per prescribed rules and regulations.

14. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons include JS Investments Limited being the Management Company, CDC-Trustee being the Trustee, Jahangir Siddiqui and Co. Limited (holding 75.02% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes the staff retirement benefits of the above related parties / connected persons.



JS Momentum Factor Exchange Traded Fund

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, NBFC Regulations and constitutive documents of the Fund respectively.

Details of transactions with related parties / connected persons and balances with them at the period end, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

14.1 Details of transactions with related parties / connected persons during the period are as follows:

	December 31, 2022 (Un-Audited)
	----- Rupees -----
JS Investments Limited - Management Company	
Remuneration to JS Investments Limited - Management Company	69,635
Sindh sales tax on Management Company's remuneration	9,053
Printing charges	51,150
Income from Management Company against expense ratio adjustment	412,924
Central Depository Company of Pakistan Limited - Trustee	
Remuneration of Central Depository Company of Pakistan Limited - Trustee	24,364
Sindh sales tax on remuneration of the Trustee	3,167
Settlement charges	20,625
Registrar fees	67,800
JS Bank Limited (Parent Company of JSIL)	
Profit on bank balances	149,074
JS Fund of Funds - Fund under JSIL Management	
Units purchased during the period: 9,430,500	83,067,705
Units redeem during the period: 6,121,000	52,923,320
JS Global Capital Limited - Fellow subsidiary of JSBL	
Brokerage expense	57

14.2 Amounts / balances outstanding as at period end are as follows:

	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration of the Management Company	-	7,061
Sindh sales tax on remuneration of the Management Company	-	918
Payable against printing and stationery	28,423	-
Payable to Management Company	110,000	110,000
Receivable from Management Company	412,924	-

JS Momentum Factor Exchange Traded Fund

	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	----- Rupees -----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	3,818	1,411
Sindh Sales Tax payable on Trustee remuneration	496	184
Settlement charges payable	2,668	3,563
Registrar fee payable	11,300	11,300
Security deposit	100,000	100,000
JS Bank Limited		
(Parent Company of JSIL)		
Bank balances	1,654,245	732,298
Profit receivable	31,046	10,063
JS Fund of Funds - Fund under JSIL Management		
Units held: 4,880,000 units (June 2022: 1,571,500 units)	37,498,346	14,640,565
JS Global Capital Limited - Fellow subsidiary of JSBL		
Payable against purchase of marketable securities	-	474,695

14.3 JS Global Capital Limited (Related Party) is the authorized participant of the fund and all units were transferred to the ultimate buyer/seller through them.

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

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

15.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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



JS Momentum Factor Exchange Traded Fund

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:

----- Unaudited -----			
----- As at December 31, 2022 -----			
Level 1	Level 2	Level 3	Total

----- Rupees -----

At fair value through profit or loss

Equity securities - listed

41,165,919	-	-	41,165,919
<u>41,165,919</u>	<u>-</u>	<u>-</u>	<u>41,165,919</u>

----- Audited -----			
----- As at June 30, 2022 -----			
Level 1	Level 2	Level 3	Total

----- Rupees -----

At fair value through profit or loss

Equity securities - listed

22,044,260	-	-	22,044,260
<u>22,044,260</u>	<u>-</u>	<u>-</u>	<u>22,044,260</u>

16. GENERAL

16.1 Figures have been rounded off to the nearest Rupee.

16.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

16.3 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2022 have not been subject to limited scope review by the statutory auditors of the Fund.

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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Website: www.jsil.com

JS Microfinance Sector Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 3840209 Fax: (92-21) 35839977
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Microfinance Sector Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Microfinance Sector Fund** (the Fund) for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 16.81% for the half year ended December 31, 2022, against the benchmark return of 16.07%. Net Assets moved from PKR 2.23 billion as of June 30, 2022, to PKR 8.80 billion as of December 31, 2022. The total expense ratio (TER) of the Fund is 0.59%, which includes 0.08% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends accumulating to Rs 7.68 per unit during the period ended December 31, 2022.



Asset Manager Rating

PACRA assigned a stability Rating of "A(f)" to the Fund on December 12, 2022, by the Pakistan Credit Rating Agency (PACRA) (June 2022: "A(f)").

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS JS MICROFINANCE SECTOR FUND

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

JS Microfinance Sector Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee on February 11, 2022.

1. JS Investments Limited, the Management Company of JS Microfinance Sector Fund has, in all material respects, managed JS Microfinance Sector Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 27, 2023

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**INDEPENDENT AUDITORS' REVIEW
REPORT ON CONDENSED INTERIM FINANCIAL
STATEMENTS TO THE UNIT HOLDERS OF
JS MICROFINANCE SECTOR FUND**

**Grant Thornton Anjum
Rahman**
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Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

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Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of JS Microfinance Sector 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 unit holders' fund and condensed interim cash flow statement and together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statements") for the six months period then ended. Management Company (JS Investments Limited) is responsible for the preparation and presentation of the condensed interim financial statements in accordance with approved accounting 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.

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 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 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three-months period ended December 31, 2022 has not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2022.


Chartered Accountants
Engagement Partner: **Muhammad Khalid Aziz**
Date: February 28, 2023
Karachi

UDIN: RR2022101549p30l6tWo

JS Microfinance Sector Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
Assets			
Balances with bank	6	8,696,345,769	2,213,232,206
Bank profit receivable	7	108,246,174	16,511,305
Deferred formation cost	8	613,273	683,326
Prepayments and other receivables	9	1,125,643	155,245
Total assets		8,806,330,859	2,230,582,082
Liabilities			
Payable to JS Investments Limited - Management Company	10	5,355,278	1,487,194
Payable to Digital Custodian Company Limited - Trustee	11	534,753	80,524
Annual fee payable to Securities and Exchange Commission of Pakistan	12	658,971	23,560
Accrued expenses and other liabilities	13	2,114,009	2,144,042
Total liabilities		8,663,011	3,735,320
Contingencies and commitments	15	-	-
Net assets		8,797,667,848	2,226,846,762
Unit holders' funds (as per statement attached)		8,797,667,848	2,226,846,762
------(Number of Units)-----			
Number of units in issue		87,411,955	22,247,678
-----Rupees-----			
Net assets value per unit		100.65	100.09

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

		Six Months Period Ended December 31,	Three Months Period Ended December 31,
	Note	2022	2021
		----- Rupees -----	
Income			
Profit on bank balances		548,352,610	314,918,679
Expenses			
Remuneration to JS Investments Limited - Management Company	10.1	11,506,111	6,371,596
Sales tax on Management Company's remuneration	10.2	1,495,792	828,306
Remuneration to the Digital Custodian Company Limited - Trustee	11.1	2,471,132	1,408,516
Sales tax on Trustee remuneration	11.2	321,247	183,108
Annual fee to the Securities and Exchange Commission of Pakistan		660,221	376,216
Amortization of deferred formation costs		70,053	37,765
Listing fee		12,500	6,250
Mutual fund rating fee		93,790	53,284
Bank and settlement charges		1,356	-
Printing and stationary		50,942	31,660
Professional tax		7,500	7,500
Auditors' remuneration		401,420	200,710
Selling and marketing expense	10.4	1,150,000	1,150,000
Accounting and operational charges	10.3	1,057,914	1,057,914
		19,299,978	11,712,825
Net income for the period before taxation		<u>529,052,632</u>	<u>303,205,854</u>
Taxation	14	-	-
Net income for the period after taxation		<u>529,052,632</u>	<u>303,205,854</u>
Allocation of net income for the period:			
Net income for the period after taxation		529,052,632	303,205,854
Income already paid on units redeemed		(53,971,493)	(40,445,539)
Accounting income available for distribution		<u>475,081,139</u>	<u>262,760,315</u>
-Relating to capital gains		-	-
-Excluding capital gains		475,081,139	262,760,315
		<u>475,081,139</u>	<u>262,760,315</u>

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

 For JS Investments Limited
 (Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Microfinance Sector Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Six Months Period Ended December 31,	Three Months Period Ended December 31,
	2022	2021
	----- Rupees -----	----- Rupees -----
Net profit for the period after taxation	529,052,632	303,205,854
Other comprehensive income	-	-
Total comprehensive income for the period	<u>529,052,632</u>	<u>-</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

	Note	Six Months Period Ended December 31, 2022
		----- Rupees -----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		529,052,632
Adjustments for:		
Amortization of deferred formation costs		70,053
Increase in assets		
Prepayments and other receivables		(970,398)
Bank profit receivable		(91,734,869)
		(92,705,267)
Increase in liabilities		
Payable to the Management Company		3,868,084
Payable to Digital Custodian Company Limited - Trustee		454,229
Annual fee payable to the Securities and Exchange Commission of Pakistan		635,411
Accrued expenses and other liabilities		(30,033)
		4,927,691
Net cash generated from operating activities		441,345,109
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received from issuance of units		16,664,527,286
Amount paid on redemption of units		(10,181,193,692)
Dividend paid		(441,565,140)
Net cash generated from financing activities		6,041,768,454
Net increase in cash and cash equivalents		6,483,113,563
Cash and cash equivalents at the beginning of the period		2,213,232,206
Cash and cash equivalents at the end of the period	6	8,696,345,769

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Microfinance Sector Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

Six Months Period Ended Dcember 31, 2022			
Capital Value	Undistributed income	Total	
(Rupees)			
Net assets at beginning of the period	2,225,545,045	1,301,717	2,226,846,762
Issue of 165,817,571 units	16,656,097,836	-	16,656,097,836
- Element of Loss	8,429,450	-	8,429,450
Total proceeds on issuance of units	16,664,527,286	-	16,664,527,286
Redemption of 100,653,294 units	(10,096,906,981)	-	(10,096,906,981)
- Element of income	(30,315,218)	-	(30,315,218)
- Amount paid / payable on redemption of units	-	(53,971,493)	(53,971,493)
Total payments on redemption of units	(10,127,222,199)	(53,971,493)	(10,181,193,692)
Total comprehensive income / (loss) for the period	-	529,052,632	529,052,632
Distribution during the period			
(On the basis of Daily Dividend Distribution)			
Interim distribution- Aug 26, 2022 (2.56 per unit)	-	(127,393,758)	(127,393,758)
Interim distribution - Sep 28, 2022 (1.00 per unit)	-	(55,336,619)	(55,336,619)
Interim distribution - Oct 27, 2022 (1.29 per unit)	-	(87,334,564)	(87,334,564)
Interim distribution - Nov 25, 2022 (1.28 per unit)	-	(75,919,423)	(75,919,423)
Interim distribution - Dec 29, 2022 (1.55 per unit)	-	(95,580,776)	(95,580,776)
Total comprehensive income for the period	-	87,487,492	87,487,492
Net assets at end of the period	8,762,850,132	34,817,716	8,797,667,848
Undistributed (loss) / income brought forward			
- Realised income		1,301,717	
- Unrealised (loss)		-	
		1,301,717	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		475,081,139	
		475,081,139	
Net income for the period after taxation			
Distribution during the period		(441,565,140)	
Undistributed income carried forward		34,817,716	
Undistributed income carried forward			
- Realised income		34,817,716	
- Unrealised income		-	
		34,817,716	
Net assets value per unit at beginning of the period		100.09	
Net assets value per unit at end of the period		100.65	

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Microfinance Sector Fund ("the Fund") was established under the Trust Deed and the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated December 27, 2021 consequent to which the Trust Deed was executed on January 7, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual fund categorised as "Income Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in prime quality Microfinance sector products, Microfinance bank deposits and short-term Money Market instruments.

1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a positive outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality. PACRA has assigned stability Rating of "A(f)" to the Fund on December 12, 2022 by the Pakistan Credit Rating Agency (PACRA) (June 2022: "A(f)").

1.6 The comparative information of condensed interim income statement, statement of comprehensive income and cash flow statement are not presented in these condensed interim financial statements as the Fund was incorporated on May 11, 2022 hence the comparative information of such statements are not available.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

2.1.1 This 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:

JS Microfinance Sector Fund

- 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 VIII A 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 VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in this condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (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 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** In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives 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 certain financial assets are stated at fair value.

2.3 Functional and presentation currency

This condensed interim financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Fund. All amounts have been rounded off to the nearest of Rupee, unless otherwise indicated.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

- 3.1** The accounting policies adopted and 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 this condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

3.4 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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.

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2022. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 FINANCIAL RISK MANAGEMENT

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

5 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the six months period ended December 31, 2022 is 0.59% (June 2022: 0.28%) which includes 0.08% (June 30, 2022: 0.09%) representing government levies and annual fee payable to the SECP. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market" scheme.

		Un-audited December 31, 2022	Audited June 30, 2022
	Note	-----Rupees-----	
6 BALANCES WITH BANK			
Profit and loss sharing (PLS) accounts	6.1	<u>8,696,345,769</u>	<u>2,213,232,206</u>

6.1 These include a balance of Rs. 2.66 million (June 30, 2022: Rs: 1.52 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 14.50% (June 30, 2022: 12.25%) and Rs. 6.01 billion (June 30, 2022: Rs: 1.18 billion) maintained with U Microfinance Bank Limited (a related party) that carries profit at the rate of 17.25% (June 30, 2022: 16.90%). Other profit and loss sharing accounts of the Fund carry profit rates ranging from 13.50% to 17.25% (June 30, 2022: 12.25% to 17.00%) per annum.

		Un-audited December 31, 2022	Audited June 30, 2022
	Note	-----Rupees-----	
7 BANK PROFIT RECEIVABLE			
Bank profit receivable	7.1	<u>108,246,174</u>	<u>16,511,305</u>

JS Microfinance Sector Fund

- 7.1** This includes amount of Rs. 0.07 million (June 30, 2022: Nil) as profit receivable from JS Bank Limited and Rs. 99.51 million (June 30, 2022: 5.04 million) as profit receivable from U Microfinance Bank Limited (related party).

		Un-audited December 31, 2022	Audited June 30, 2022
8	DEFERRED FORMATION COSTS	-----Rupees-----	
	Preliminary Expenses and formation costs	683,326	700,525
	Less: amortization during the period	(70,053)	(17,199)
		613,273	683,326

- 8.1** 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 five years commencing from May 12, 2022 as per the requirements set out in the Trust Deed of the Fund.

		Un-audited December 31, 2022	Audited June 30, 2022
9	PREPAYMENTS AND OTHER RECEIVABLES	-----Rupees-----	
	Prepaid annual listing fee	13,750	-
	Mutual Fund Rating Fee Prepayment	61,454	155,245
	Advance Tax Receivable	1,050,439	-
		1,125,643	155,245

- 9.1** Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on markup income received by the collective investment scheme from banks.

Above amount of withholding tax has been deducted by certain banks on markup income. An exemption certificate was issued by the concerned Commissioner of Inland Revenue effective up to June 30, 2023. Accordingly the management is in the process of recovering the above tax amount deducted.

		Un-audited December 31, 2022	Audited June 30, 2022
10	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	-----Rupees-----	
	Remuneration Payable to management company	2,452,001	655,231
	Sindh sales tax on management remuneration	318,759	85,181
	Accounting and Operational Charges payable	630,979	-
	Preliminary Expenses and formation costs Payable	740,525	740,525
	Printing charges payable	51,150	6,257
	Selling and Marketing Expenses payable	1,150,000	-
	Sales load payable to management company	11,864	-
		5,355,278	1,487,194

- 10.1** During the period, the Management Company has charged its remuneration at the rate of 0.00% to 1% (June 2022: 0.05% to 1%) on net assets, subject to floor and capping of 1% per annum of the average annual net assets. The remuneration is payable to the Management Company monthly in arrears.

- 10.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 10.3** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to Collective Investment Scheme shall be payable to Asset Management Company. During the period, such expenses have been charged at the rate of 0.02% (June 30, 2022: 0.02%) of net assets of the Fund.
- 10.4** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds). Asset Management Company is required to set a maximum limit for charging of such expenses to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company based on its discretion has currently determined a capping of 0.1% of the average annual net assets of the Fund for charging of selling and marketing expenses which has also been approved by the Board of Directors of the Management Company.

			Un-audited December 31, 2022	Audited June 30, 2022
			-----Rupees-----	
11	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE	Note		
	Remuneration payable to the Trustees	11.1	473,234	71,260
	Sindh sales tax payable on Trustee's remuneration	11.2	61,519	9,264
			534,753	80,524

11.1 During the period, the Trustee has charged its remuneration at the rate of 0.075% per annum of the annual net assets.

11.2 Sindh sales tax at the rate of 13% is charged on Trustee remuneration.

			Un-audited December 31, 2022	Audited June 30, 2022
			-----Rupees-----	
12	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note		
	Annual fee payable to Securities and Exchange Commission of Pakistan	12.1	658,971	23,560

12.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). The Fund has charged the SECP fee at the rate of 0.02% per annum of the average annual net assets during the current period.

			December 2022	June 30, 2022
			(Un-audited)	(Audited)
			-----Rupees-----	
13	ACCRUED EXPENSES AND OTHER LIABILITIES			
	Auditors' remuneration		228,106	68,257
	Withholding tax payable		242,387	2,075,785
	Other liabilities		1,643,516	-
			2,114,009	2,144,042

JS Microfinance Sector Fund

14 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

15 CONTINGENCIES AND COMMITMENTS

The Fund has no contingencies or commitment at the period end (June 30, 2022: Nil).

16 EARNING PER UNIT

Earnings Per Unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit Funds of the above connected persons / related parties.

17.1 Details of transactions with related parties / connected persons during the period	Note	Un-audited December 31, 2022 Rupees
JS Investments Limited - Management Company		
Remuneration to the Management Company		11,506,111
Sindh sales tax on remuneration of the Management Company		1,495,792
Issue of units: 17,598,800 units		1,790,223,145
Redemption of units: 19,147,406 units		1,947,284,339
Units refunded as Capital : 164,771		-
Reinvest in lieu of Dividend paid : 4,012 units		403,060
Sales load		205,599
Amortization of deferred formation costs		70,053
Printing Charges		51,150



	Un-audited December 31, 2022 Rupees
Digital Custodian Company Limited - Trustee	
Remuneration of the Trustee	2,471,132
Sindh sales tax on Trustee remuneration *	321,247
JS Fund of Funds (Associate of JSCL)	
Issue of units: 6,762,398 units	684,376,503
Redemption of units: 5,488,256 units	554,584,292
Reinvest in lieu of Dividend paid : 58,433 units	5,866,832
Units refunded as Capital : 39,933	-
EFU Life Assurance Ltd. (Associate of JSCL)	
Reinvest in lieu of Dividend paid : 39,414 units	3,957,209
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)	
Issue of units: 1,983,020 units	200,000,000
Units refunded as Capital : 8,326	-
Dividend given by the Fund	5,529,945
JS Infocom Limited (Fully owned by JSCL)	
Issue of units: 498,206 units	50,000,000
Dividend given by the Fund	2,550,816
U Microfinance Bank Limited (Entities holding 10% or more of units)	
Interest income on bank balances	513,325,822
JS Bank Limited (Parent Company of JSIL)	
Interest income on bank balances	616,773
Issue of units: 16,834,713 units	1,700,000,000
Redemption of units: 11,919,742 units	1,204,103,184
Reinvest in lieu of Dividend paid : 18,086 units	1,818,539
Units refunded as Capital : 57,679	-
Energy Infrastructure Holding (Private) Limited (Fully owned by JSCL)	
Issue of units: 1,989,060 units	200,000,000
Key management personnel of the Management Company	
Issue of units: 45,774	4,619,455
Redemption of units: 22,210	2,240,101
Units refunded as Capital : 354	-
Reinvest in lieu of Dividend paid : 3,852	386,740

JS Microfinance Sector Fund

- 17.2** Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations, and the Trust Deed respectively.
- 17.3** Purchase and redemption of the Fund's units by related parties/connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

17.4 Details of balances with related parties / connected person as at period / year end	Un-audited December 31, 2022	Audited June 30, 2022
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	2,452,001	655,231
Sindh sales tax on management remuneration	318,759	85,181
Accounting and Operational Charges payable	630,979	-
Preliminary Expenses and formation costs Payable	740,525	700,525
Printing charges Payable	51,151	6,256
Selling and Marketing Expenses payable	1,150,000	-
Sales load payable	11,864	-
Units held: 2,682,101 (June 30, 2022: 4,061,926)	269,953,512	406,558,143
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	473,234	71,260
Sindh sales tax on Trustee remuneration *	61,519	9,264
U Microfinance Bank Limited (Entities holding 10% or more of units)		
Bank balances	6,010,709,401	1,180,957,329
Accrued return on bank balance	99,518,629	5,041,077
JS Bank Limited (Parent Company of JSIL)		
Bank balances	2,657,759	1,521,831
Accrued return on bank balance	70,448	-
Units held: 4,990,736 (June 30, 2022: Nil)	502,317,613	-
JS Fund of Funds (Fund Under JSIL Management)		
Units held: 1,862,068 (June 30, 2022: 489,559)	187,417,129	49,000,000
EFU Life Assurance Ltd (Associate of JSCL)		
Units held: 539,612 (June 30, 2022: 500,198)	54,311,986	50,064,839
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Units held: 1,991,346 (June 30, 2022: Nil)	200,428,928	-



JS Microfinance Sector Fund

	Un-audited December 31, 2022	Audited June 30, 2022
	-----Rupees-----	
JS Infocom Limited (Fully owned by JSCL)		
Units held: 498,206 (June 30, 2022: Nil)	50,144,480	-
Energy Infrastructure Holding (Private) Limited (Fully owned by JSCL)		
Units held: 1,989,060 (June 30, 2022: Nil)	200,198,906	-
Entities holding 10% or more of units		
Units held: 63,059,523 (June 30, 2022: Nil)	6,346,940,991	-
Key management personnel of the Management Company		
Units held: 52,996 (June 30, 2022: 25,227)	5,334,082	2,524,979

* Paid / payable to the Management Company for onward payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

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

18.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

The Fund has not disclosed the fair values for the financial assets and for financial liabilities, as their carrying amounts are reasonable approximation of their fair values.

JS Microfinance Sector Fund

19 GENERAL

19.1 Figures has been rounded off to the nearest rupee.

20 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial statements were authorised for issue on February 24, 2023 by Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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Unit Trust of Pakistan

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **Unit Trust of Pakistan** (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.



Review of Fund Performance

The Fund's return was 0.48% for the half year ended December 31, 2022, against the benchmark return of 1.63%. Net Assets moved from PKR 937.29 million (June 30, 2022) to PKR 935.62 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 4.10%, which includes 0.33% of government levies on the Fund.

Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahr-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-1 11-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

UNIT TRUST OF PAKISTAN

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 Unit Trust of Pakistan (the Fund) are of the opinion that JS 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 27, 2023



A.F. FERGUSON & Co.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Unit Trust of Pakistan** (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 unit holders' fund 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 Management Company (JS Investments 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.

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 28, 2022 and September 26, 2022 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Noman Abbas Sheikh**
Dated: February 28, 2023
Karachi
UDIN: RR202210061V0LTtaZne

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

■ KARACHI ■ LAHORE ■ ISLAMABAD

Unit Trust of Pakistan

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
ASSETS			
-----Rupees-----			
Bank balances	4	209,961,525	296,720,670
Investments	5	731,567,393	651,440,858
Receivable against sale of investment		5,282,635	-
Profit receivables	6	7,757,199	7,132,085
Advance, deposits and prepayments	7	2,982,977	4,264,641
Total assets		<u>957,551,729</u>	<u>959,558,254</u>
LIABILITIES			
Payable to JS Investments Limited - Management Company	8	19,732,989	19,923,777
Payable to Central Depository Company of Pakistan Limited - Trustee	9	179,936	174,620
Payable to the Securities and Exchange Commission of Pakistan	10	95,057	205,045
Accrued expenses and other liabilities	11	996,671	894,248
Payable against purchase of securities		-	144,155
Dividend payable		928,218	928,218
Total liabilities		<u>21,932,871</u>	<u>22,270,063</u>
NET ASSETS		<u>935,618,858</u>	<u>937,288,191</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>935,618,858</u>	<u>937,288,191</u>
Contingencies and commitments	12	----- Number of units -----	
Number of units in issue		<u>6,134,345</u>	<u>6,174,768</u>
Net asset value per unit		<u>152.52</u>	<u>151.79</u>

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

Note	For the half year ended December 31,		For the quarter ended December 31,		
	2022	2021	2022	2021	
-----Rupees-----					
INCOME					
Profit earned	14	29,547,611	15,867,886	16,361,787	8,929,220
Dividend income		33,448,172	25,199,094	22,215,163	16,367,169
Other income	5.4.1	7,596,170	-	4,089,381	-
Net loss on sale of investments		(1,625,329)	(10,805,901)	(10,468,475)	(8,452,890)
Net unrealised diminution on re-measurement of investment classified at "fair value through profit or loss"	5.8	(44,670,710)	(91,789,123)	(11,916,800)	(1,887,060)
		(46,296,039)	(102,595,024)	(22,385,275)	(10,339,950)
Total income / (loss)		24,295,914	(61,528,044)	20,281,056	14,956,439
EXPENSES					
Remuneration of JS Investments Limited - Management Company	8.1	9,342,770	10,639,205	4,742,522	5,187,607
Sindh Sales Tax on remuneration of the Management Company	8.2	1,214,560	1,383,397	616,528	674,689
Accounting and operational charges	8.3	475,380	531,993	237,109	259,363
Selling and marketing expenses	8.4	5,086,965	5,692,488	2,537,468	2,775,173
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	945,692	1,035,977	474,132	511,310
Sindh Sales Tax on remuneration of the Trustee	9.2	122,910	134,677	61,607	66,470
Annual fee to the Securities and Exchange Commission of Pakistan	10	95,082	106,352	47,425	51,876
Securities transaction cost		1,241,736	496,749	739,953	106,598
Auditor's remuneration		351,406	359,235	155,454	164,492
Bank and settlement charges		384,888	302,121	219,106	217,259
Legal and professional charges		184,000	67,147	92,000	67,147
Printing and stationery		51,150	19,283	32,025	19,283
Listing fee		13,750	13,750	6,875	6,875
Total expenses		19,510,289	20,782,374	9,962,204	10,108,142
Net income / (loss) from operating activities		4,785,625	(82,310,418)	10,318,852	4,848,297
Reversal of provision for Sindh Workers' Welfare Fund		-	14,741,343	-	-
Net income / (loss) for the period before taxation		4,785,625	(67,569,075)	10,318,852	4,848,297
Taxation	15	-	-	-	-
Net income / (loss) for the period after taxation		4,785,625	(67,569,075)	10,318,852	4,848,297
Earnings / (loss) per unit	16				
Allocation of net income for the period					
Net income for the period after taxation		4,785,625	-	-	-
Income already paid on units redeemed		(385,800)	-	-	-
		4,399,825	-	-	-
Accounting income available for distribution:					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		4,399,825	-	-	-
		4,399,825	-	-	-

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

Unit Trust of Pakistan

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended		For the quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net income / (loss) for the period after taxation	4,785,625	(67,569,075)	10,318,852	4,848,297
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	4,785,625	(67,569,075)	10,318,852	4,848,297

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022			For the half year ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- Rupees -----						
Net assets at the beginning of the period (audited)	909,936,613	27,351,578	937,288,191	936,250,977	164,608,832	1,100,859,809
Issuance of 865,907 (2021: 13,921) units						
- Capital value (at net asset value per unit at the beginning of the period)	131,438,850	-	131,438,850	2,419,034	-	2,419,034
- Element of loss	(2,259,602)	-	(2,259,602)	(47,655)	-	(47,655)
	129,179,248		129,179,248	2,371,379		2,371,379
Redemption of 906,330 (2021: 64,632) units						
- Capital value (at net asset value per unit at the beginning of the period)	(137,574,789)	-	(137,574,789)	(11,230,982)	-	(11,230,982)
- Element of income	2,326,383	(385,800)	1,940,583	177,011	-	177,011
	(135,248,406)	(385,800)	(135,634,206)	(11,053,971)		(11,053,971)
Total comprehensive income / (loss) for the period	-	4,785,625	4,785,625	-	(67,569,075)	(67,569,075)
Net assets as at the end of the period (unaudited)	<u>903,867,455</u>	<u>31,751,403</u>	<u>935,618,858</u>	<u>927,568,385</u>	<u>97,039,757</u>	<u>1,024,608,142</u>
Accumulated income brought forward comprising of:						
- Realised income		159,247,304			58,915,402	
- Unrealised (loss) / income		(131,895,726)			105,693,430	
		<u>27,351,578</u>			<u>164,608,832</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		4,399,825			-	
		<u>4,399,825</u>				
Net loss for the period after taxation		-			(67,569,075)	
Undistributed income carried forward		<u>31,751,403</u>			<u>97,039,757</u>	
Undistributed income carried forward comprising of:						
- Realised income		76,422,113			188,828,880	
- Unrealised loss		(44,670,710)			(91,789,123)	
		<u>31,751,403</u>			<u>97,039,757</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at beginning of the period		<u>151.79</u>			<u>173.77</u>	
Net asset value per unit at end of the period		<u>152.52</u>			<u>163.04</u>	

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

Unit Trust of Pakistan

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended	
		December 31,	
		2022	2021
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		4,785,625	(67,569,075)
Adjustments for:			
Net loss on sale of investments		1,625,329	10,805,901
Net unrealised diminution on re-measurement of investments classified at 'fair value through profit or loss'	5.8	44,670,710	91,789,123
Reversal of provision for Sindh Workers' Welfare Fund		-	(14,741,343)
		51,081,664	20,284,606
(Increase) / decrease in assets			
Investments - net		(131,705,209)	(21,071,462)
Profit receivables		(625,114)	(2,798,084)
Advance, deposit and prepayments		1,281,664	20,388,999
		(131,048,659)	(3,480,547)
(Decrease) / Increase in liabilities			
Payable to JS Investments Limited - Management Company		(190,788)	(382,447)
Payable to Central Depository Company of Pakistan Limited - Trustee		5,316	(5,867)
Payable to the Securities and Exchange Commission of Pakistan		(109,988)	(111,051)
Payable against purchase of securities		(144,155)	-
Accrued expenses and other liabilities		102,423	(11,240,205)
		(337,192)	(11,739,570)
Net cash (used in) / generated from operating activities		(80,304,187)	5,064,489
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units		129,179,248	2,371,379
Amount paid on redemption of units		(135,634,206)	(11,053,971)
Net cash used in financing activities		(6,454,958)	(8,682,592)
Net decrease in cash and cash equivalents during the period		(86,759,145)	(3,618,103)
Cash and cash equivalents at beginning of the period		296,720,670	141,973,573
Cash and cash equivalents at end of the period	17	209,961,525	138,355,470

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Unit Trust of Pakistan (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. The Fund was constituted under the Trust Deed, dated April 26, 1997 between JS Investments Limited as its Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and Central Depository Company of Pakistan as its Trustee. The Central Depository Company of Pakistan Limited was appointed as Trustee of the Fund on June 11, 2005 after voluntary resignation of Digital Custodian Company Limited.
- 1.2 During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Fund is an open end mutual fund categorised as "Balanced Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per offering document, the Fund shall invest in equity securities as well as debt securities including government securities, commercial papers and various other money market instruments.
- 1.4 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.5 The 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.
- 1.6 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.

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 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 VIII A 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 VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

Unit Trust of Pakistan

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (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 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 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
4 BANK BALANCES			
Savings accounts	4.1	<u>209,961,525</u>	<u>296,720,670</u>

4.1 These include a balance of Rs. 206.79 million (June 30, 2022: Rs. 15.70 million) with JS Bank Limited and carries profit at 14.5% per annum (June 30, 2022: 7.00% to 12.25%). Other savings accounts carry profit rates ranging from 13.5% to 14.5% (June 30, 2022: 8.5% to 16.9%) per annum.

5 INVESTMENTS

At fair value through profit or loss

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
----- (Rupees) -----			
Listed equity securities	5.1	486,874,318	527,142,585
Listed equity securities (spread transactions)	5.2	-	-
Sukuk certificates / term finance certificates -listed	5.3	189,647,342	124,298,273
Sukuk certificates / term finance certificates -unlisted and non performing	5.4	-	-
Commercial paper	5.5	55,045,733	-
Market Treasury Bills	5.6	-	-
		731,567,393	651,440,858

5.1 Listed equity securities

Name of the Investee Company	As at July 01, 2022	Purchases during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of net asset	Market value as a percentage of total investments	Percentage of investee capital
						Carrying value	Market value	Appreciation / (diminution)			
----- Number of shares -----						----- (Rupees) -----			----- (%) -----		
COMMERCIAL BANKS											
Habib Bank Limited	398,500	117,500	-	40,000	476,000	42,048,711	30,335,480	(11,713,231)	3.24%	4.15%	0.03%
Habib Metropolitan Bank Limited	260,000	-	-	260,000	-	-	-	-	-	-	-
Bank Al Habib Limited	288,034	-	-	-	288,034	16,723,254	15,922,520	(800,734)	1.70%	2.18%	0.02%
Faysal Bank Limited	-	1,041,500	-	341,500	700,000	21,148,477	18,081,000	(3,067,477)	1.93%	2.47%	0.05%
BankIslami Pakistan Limited (a related party)	-	970,000	-	-	970,000	14,496,115	12,959,200	(1,536,915)	1.39%	1.77%	0.09%
Bank Alfalah Limited	547,800	70,000	-	-	617,800	19,783,599	18,620,492	(1,163,107)	1.99%	2.55%	0.03%
United Bank Limited	366,400	22,000	-	35,000	353,400	39,859,215	35,605,050	(4,254,165)	3.81%	4.87%	0.03%
						154,059,371	131,523,742	(22,535,629)	14.06%	17.99%	0.25%
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited	34,404	-	-	-	34,404	1,163,199	947,715	(315,484)	0.09%	0.12%	0.01%
Interloop Limited *	207,845	-	8,313	207,845	8,313	487,591	470,931	(16,660)	0.05%	0.06%	-
						1,650,790	1,318,646	(332,144)	0.14%	0.18%	0.01%
CEMENT											
Lucky Cement Limited	64,650	21,000	-	35,500	50,150	23,169,476	22,395,987	(773,489)	2.39%	3.06%	0.02%
Cherat Cement Company Limited	30,000	32,500	-	62,500	-	-	-	-	-	-	-
Pioneer Cement Limited	-	150,000	-	-	150,000	-	-	-	-	-	-
D. G. Khan Cement Co. Limited	-	235,000	-	235,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	-	490,000	-	200,000	290,000	4,255,282	3,485,800	(769,482)	0.37%	0.48%	0.01%
Maple Leaf Cement Factory Limited *	190,000	590,000	-	730,000	50,000	1,392,382	1,128,500	(263,882)	0.12%	0.15%	-
						28,817,140	27,010,287	(1,806,853)	2.88%	3.69%	0.03%
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	298,321	65,000	-	97,500	265,821	18,080,752	16,767,989	(1,312,763)	1.79%	2.29%	0.02%
Kot Addu Power Company Limited	386,000	-	-	386,000	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	100,000	-	-	100,000	2,636,025	1,423,000	(1,213,025)	0.15%	0.19%	0.03%
						20,716,777	18,190,989	(2,525,788)	1.94%	2.48%	0.05%
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	19,260	-	-	-	19,260	33,507,392	29,794,450	(3,712,942)	3.18%	4.07%	0.01%
Oil and Gas Development Company Limited	442,100	180,000	-	140,000	482,100	37,401,968	38,404,086	1,002,118	4.10%	5.25%	0.01%
Pakistan Petroleum Limited	457,000	260,000	-	240,000	477,000	30,267,255	32,502,780	2,235,525	3.47%	4.44%	0.02%
Pakistan Oilfields Limited	65,000	-	-	32,500	32,500	13,188,825	12,767,625	(421,200)	1.36%	1.75%	0.01%
						114,365,440	113,468,941	(896,499)	12.11%	15.51%	0.05%
OIL & GAS MARKETING COMPANIES											
Sui Northern Gas Pipelines Limited	277,500	85,000	-	-	362,500	12,669,966	13,611,875	941,909	1.45%	1.86%	0.06%
Pakistan State Oil Company Limited	155,500	20,000	-	-	175,500	29,693,883	25,270,245	(4,423,638)	2.70%	3.45%	0.04%
						42,363,849	38,882,120	(3,481,729)	4.15%	5.31%	0.10%
ENGINEERING											
Aisha Steel Mills Limited	913,000	-	-	-	913,000	10,088,650	7,495,730	(2,592,920)	0.80%	1.02%	0.10%
Amreli Steels Limited	341,500	-	-	341,500	-	-	-	-	-	-	-
						10,088,650	7,495,730	(2,592,920)	0.80%	1.02%	0.10%
FERTILIZERS											
Engro Corporation Limited	150,593	-	-	12,500	138,093	35,502,329	36,181,747	679,418	3.87%	4.95%	0.02%
Fauji Fertilizer Company Limited	66,222	-	-	-	66,222	7,298,989	6,536,774	(762,215)	0.70%	0.89%	0.01%
Engro Fertilizers Limited	279,000	97,000	-	50,000	326,000	28,171,408	25,066,140	(3,105,268)	2.68%	3.43%	0.02%
						70,972,726	67,784,661	(3,188,065)	7.25%	9.27%	0.05%
PHARMACEUTICAL											
Highnoon Laboratories Limited	28,036	5,600	-	-	33,636	17,893,855	18,168,485	274,630	1.94%	2.48%	0.08%
AGP Limited	130,000	-	-	-	130,000	11,390,600	8,448,700	(2,941,900)	0.90%	1.15%	0.05%
						29,284,455	26,617,185	(2,667,270)	2.84%	3.63%	0.13%

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Name of the Investee Company	As at July 01, 2022	Purchases during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of net asset	Market value as a percentage of total investments	Percentage of investee capital
						Carrying value	Market value	Appreciation / (diminution)			
----- Number of shares -----						(Rupees)			(%)		
CHEMICALS											
ICI Pakistan Limited	14,750	-	-	-	14,750	10,687,113	9,477,465	(1,209,648)	1.01%	1.30%	0.02%
Agritech Limited	772,253	-	-	-	772,253	5,135,482	3,390,191	(1,745,291)	0.36%	0.46%	0.20%
						15,822,595	12,867,656	(2,954,939)	1.37%	1.76%	0.22%
PAPER & BOARD											
Cherat Packaging Limited	37,800	-	3,780	37,800	3,780	388,034	381,212	(6,822)	0.04%	0.05%	0.01%
						388,034	381,212	(6,822)	0.04%	0.05%	0.01%
LEATHER & TANNERIES											
Service Industries Limited	34,600	-	-	34,600	-	-	-	-	0.00%	0.00%	0.00%
GLASS AND CERAMICS											
Shabbir Tiles & Ceramics Limited**	242,000	-	-	-	242,000	3,540,460	2,081,200	(1,459,260)	0.22%	0.28%	0.10%
						3,540,460	2,081,200	(1,459,260)	0.22%	0.28%	0.10%
SUGAR & ALLIED INDUSTRIES											
Shahtaj Sugar Mills Limited	1,600	-	-	-	1,600	84,784	58,640	(26,144)	0.01%	0.01%	0.01%
						84,784	58,640	(26,144)	0.01%	0.01%	0.01%
TECHNOLOGY & COMMUNICATION											
Air Link Communication Limited	180,581	75,000	-	-	255,581	10,024,917	7,560,086	(2,464,831)	0.81%	1.03%	0.06%
Octopus Digital Limited	-	95,000	-	-	95,000	6,620,405	5,381,750	(1,238,655)	0.58%	0.74%	0.07%
Systems Limited	-	87,000	-	33,000	54,000	23,728,054	26,132,220	2,404,166	2.79%	3.57%	0.02%
TRG Pakistan Limited	-	265,000	-	-	265,000	-	-	-	-	-	-
Avanceon Limited	-	25,000	-	25,000	-	-	-	-	-	-	-
						40,373,376	39,074,056	(1,299,320)	4.18%	5.34%	0.15%
REFINERY											
National Refinery Limited	-	10,000	-	10,000	-	-	-	-	-	-	-
						-	-	-	0.00%	0.00%	0.00%
MISCELLANEOUS											
Synthetic Products Enterprises Limited**	7,930	-	-	-	7,930	111,735	78,507	(33,228)	0.01%	0.01%	-
Tri-Pack Films Limited	13,577	-	-	13,577	-	-	-	-	-	-	-
TPL Properties Limited	-	1,085,000	-	-	1,085,000	-	-	-	-	-	-
Al-Shaheer Corporation Limited*	3,758	-	940	-	4,698	33,972	40,746	6,774	-	0.01%	-
						145,707	119,253	(26,454)	0.01%	0.02%	0.00%
Total value as at December 31, 2022						532,674,154	486,874,318	(45,799,836)			
Total value as at June 30, 2022						656,556,530	527,142,585	(129,413,945)			

* Nil figures are due to rounding off

** Face value of Rs.5 each

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

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Number of shares) -----		----- (Rupees) -----	
Cherat Cement Company Limited	-	26,000	-	2,419,040
The Hub Power Company Limited	264,000	264,000	16,653,120	17,996,880
Oil & Gas Development Company Limited	60,000	-	4,779,600	-
Habib Bank Limited	130,000	-	8,284,900	-
	<u>454,000</u>	<u>290,000</u>	<u>29,717,620</u>	<u>20,415,920</u>

5.1.2 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including 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 High Court of Sindh, 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 of 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 High Court of Sindh (HCS) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan 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. During the tax year 2020, the CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019 as a result of which the HCS issued an order dated July 15, 2019 whereby the previous stay has been restored. The matter is still pending adjudication and no provision has been recorded or contingent liability has been disclosed in the financial statements as the management is confident that the case will be decided in favor of the CISs.

Further, Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 therefore, bonus shares, subsequent to this amendment, issued to the Fund were not withheld by the investee companies.

5.2 Listed equity securities (spread transactions)

Name of the Investee Company	As at July 01, 2022	Purchases during the period	Bonus / right issue during the period	Sold during the period	As at December 31, 2022	Carrying value	Market value	Market value as a percentage of		Percentage of investee capital
								net asset	total investment	
Number of shares						Rupees				
-----%										
Technology & Communication										
Avanceon Limited	-	500	-	500	-	-	-	-	-	-
Systems Limited	-	3,500	-	3,500	-	-	-	-	-	-
Cement										
D.G. Khan Cement Company Limited	-	165,000	-	165,000	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	-	14,500	-	14,500	-	-	-	-	-	-
Power Generation & Distribution										
Kot Addu Power Company Limited	-	50,000	-	50,000	-	-	-	-	-	-
The Hub Power Company Limited	-	122,000	-	122,000	-	-	-	-	-	-
Nishat Chunian Power Ltd	-	500	-	500	-	-	-	-	-	-
Fertilizer										
Engro Fertilizers Limited	-	18,000	-	18,000	-	-	-	-	-	-
Textile Composite										
Nishat Chunian Limited	-	10,000	-	10,000	-	-	-	-	-	-
Nishat Mills Ltd	-	41,500	-	41,500	-	-	-	-	-	-
Chemical										
Engro Polymer & Chemicals Limited	-	62,500	-	62,500	-	-	-	-	-	-
Refinery										
Cnergyco PK Limited	-	471,500	-	471,500	-	-	-	-	-	-
National Refinery Limited	-	7,000	-	7,000	-	-	-	-	-	-
Pakistan Refinery Ltd.	-	500	-	500	-	-	-	-	-	-
Oil & Gas Exploration Companies										
Oil & Gas Development Company Ltd.	-	202,000	-	202,000	-	-	-	-	-	-
Pakistan Petroleum Limited.	-	146,000	-	146,000	-	-	-	-	-	-
Oil & Gas Exploration Companies										
Pakistan State Oil Co Ltd.	-	142,000	-	142,000	-	-	-	-	-	-
Shell Pakistan Limited	-	12,500	-	12,500	-	-	-	-	-	-
Cable & Electrical Goods										
Pak Elektron Ltd	-	10,000	-	10,000	-	-	-	-	-	-
Telecommunication										
Pakistan Telecommunication Limited	-	1,000	-	1,000	-	-	-	-	-	-
Food & Personal Care Products										
Treet Corporation Ltd	-	500	-	500	-	-	-	-	-	-
Miscellaneous										
TPL Properties Limited	-	1,500	-	1,500	-	-	-	-	-	-
Total value as at December 31, 2022						-	-	-	-	-
Total value as at June 30, 2022						-	-	-	-	-

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5.3 Sukuk certificates / term finance certificates - listed

Name of security	Profit rate	Maturity date	As at July 01, 2022	Purchases during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		
							Carrying value	Market value	Appreciation / (diminution)	net asset	total investments	
						Number of certificates		Rupees			%	
Term Finance Certificate												
Commercial banks												
Bank Alfalah TFC Series - A	9.03%	January 15, 2024	6,000	-	-	6,000	27,518,216	27,754,385	236,169	2.97%	3.79%	
Corporate sukuk certificates												
Power generation & distribution												
Hub Power Holding Limited	18.34%	November 12, 2025	1,000	-	-	1,000	100,000,000	100,892,957	892,957	10.78%	13.79%	
K-Electric	17.45%	November 1, 2029	-	12,200	-	12,200	61,000,000	61,000,000	-	6.52%	8.34%	
Total value as at December 31, 2022							<u>188,518,216</u>	<u>189,647,342</u>	<u>1,129,126</u>			
Total value as at June 30, 2022							<u>126,780,053</u>	<u>124,298,273</u>	<u>(2,481,780)</u>			

5.4 Unlisted Sukuk Certificates / Term Finance Certificates - non-performing

Name of the Investee Company	Note	As at July 01, 2022	Purchases during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of			
						Carrying value	Market value	Appreciation / (diminution)	net asset	total investment		
						Number of certificates		Rupees			%	
Unlisted sukuk certificates												
Chemicals												
Agritech Limited	5.4.1	25,700	-	-	25,700	110,600,690	-	-	-	-	-	
Less: provision against financial asset						(110,600,690)	-	-	-	-	-	
Unlisted Term Finance Certificates												
Privately Placed Term Finance Certificates												
Textile composite												
Azgard Nine Limited (related party)	5.4.2	4,750	-	-	4,750	23,750,000	-	-	-	-	-	
Less: provision against financial asset						(23,750,000)	-	-	-	-	-	
Azgard Nine Limited (related party)	5.4.3	9,897	-	-	9,897	49,485,000	-	-	-	-	-	
Less: provision against financial asset						(49,485,000)	-	-	-	-	-	
Chemicals												
Azgard Nine Limited (related party)	5.4.4	3,733	-	-	3,733	18,665,000	-	-	-	-	-	
Less: provision against financial asset						(18,665,000)	-	-	-	-	-	
Total value as at December 31, 2022						<u>-</u>	<u>-</u>	<u>-</u>				
Total value as at June 30, 2022						<u>-</u>	<u>-</u>	<u>-</u>				

5.4.1 These sukuk certificates having face value of Rs. 5,000 per certificate and carry a mark-up equal to six months offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and was to mature in August 2015. These are secured by way of hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favor of the Trustee for the benefit of certificate holders. These sukuk were classified as non performing asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010, on account of non payment of the coupon due in August 2010. Therefore, the Fund had made provision of 100% of principal outstanding in 2011 and accordingly, no accrual for profit have been made by the Fund.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. The Honorable High Court of Lahore has approved the said "Scheme of Arrangement" (SOA) on July 5, 2022. Scheme of arrangement has two options for the settlement of liabilities and fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per option 2 of the SOA, the outstanding principal against above sukuk certificates and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized CFADs. The overdue/outstanding markup amounting to 40,659,871 shall be converted into Zero coupon PPTFCs which shall be payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at December 31, 2022. In this regard, the Fund has received the two tranches CFADs of Rs. 7,000,793 on September 27, 2022 and December 26, 2022 respectively and written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

- 5.4.2** The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. As per the Approved Scheme the Fund was classified as an Option C creditor. The Approved Scheme stated that the principal repayment of Rs. 31.980 million of the Option C creditor, will be paid over a period of 10 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.41 and Rs. 1.19 million have already been received at time zero and Rs. 6.82 million will be received within 2 years from time zero) and remaining amount by issuance of 4,750 PPTFCs (Sub PPTFCs) of Rs. 23.75 million against 10,000 PPTFCs which was restructured during the year ended June 30, 2022. In this regard, the fund has received two tranches of interest income of Rs. 595,377 on July 29, 2022 and October 27, 2022 respectively and written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.
- 5.4.3** The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. A fresh issue of 9,897 zero coupon 10 years PPTFCs was issued of Rs. 49.485 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing PPTFC of 3,853 Sukuk certificates of Agritech Limited which were issued against the interest receivable on 10,000 PPTFCs of Azgard Nine Limited and was restructured during the year ended June 30, 2022. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.
- 5.4.4** These zero coupon TFCs were issued on January 11, 2012 against outstanding mark-up due on 3,853 PPTFCs of Agritech Limited which was restructured during the year ended June 30, 2022. The principal amounting of Rs. 18.67 million outstanding against these TFCs was redeemable in six equal semi-annual installments starting from July 01, 2012 and was matured on January 01, 2015. However no principal repayment has been received by the Fund. Therefore, these TFCs were classified as Non Performing Asset by MUFAP on January 17, 2012.

5.5 Commercial paper

Name of the Investee Company	Profit rate	Issue date	Maturity date	Carrying value	Market value	Market value as a percentage of	
						net asset	total investment
Rupees %							
POWER GENERATION AND DISTRIBUTION							
Rousche Pakistan Power Limited	18.05%	December 1, 2022	June 1, 2023	55,045,733	55,045,733	5.88%	7.52%
Total value as at December 31, 2022				<u>55,045,733</u>	<u>55,045,733</u>		
Total value as at June 30, 2022				<u>-</u>	<u>-</u>		

5.6 Market Treasury Bills

Name of security	Issue 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 appreciation / (diminution)	net asset
Market treasury bills- 3-months									
Market treasury bills	October 6, 2022	-	250,000,000	250,000,000	-	-	-	-	-
Market treasury bills	October 6, 2022	-	140,000,000	140,000,000	-	-	-	-	-
Market treasury bills	September 8, 2022	-	200,000,000	200,000,000	-	-	-	-	-
Market treasury bills	August 11, 2022	-	200,000,000	200,000,000	-	-	-	-	-
Market treasury bills	July 14, 2022	-	727,000,000	727,000,000	-	-	-	-	-
Market treasury bills	July 28, 2022	-	3,320,000,000	3,320,000,000	-	-	-	-	-
Market treasury bills	June 30, 2022	-	1,260,000,000	1,260,000,000	-	-	-	-	-
Market treasury bills	November 3, 2022	-	200,000,000	200,000,000	-	-	-	-	-
Market treasury bills- 6-months									
Market treasury bills	October 7, 2022	-	200,000,000	200,000,000	-	-	-	-	-
Total value as at December 31, 2022					<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total value as at June 30, 2022					<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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5.7 Details of non-compliant Investment

The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

Following are the details of non-compliant investments:

Name of non-compliant investments	Type of Investments	Value of investment before provision	Provision held if any	Value of investment after provision	Market value as a percentage of	
					net asset	total investments
----- (Rupees) -----						
Agritech Limited	Sukuk	110,600,690	(110,600,690)	-	-	-
Azgard Nine Limited (related party)	TFC	18,665,000	(18,665,000)	-	-	-
Azgard Nine Limited (related party)	TFC	23,750,000	(23,750,000)	-	-	-
Azgard Nine Limited (related party)	PPTFC	49,485,000	(49,485,000)	-	-	-
Hub Power Holding Limited	Sukuk	100,892,957	-	100,892,957	10.78%	13.79%

5.8 Net unrealised diminution on re-measurement of investment "classified at 'financial asset at fair value through profit or loss'	Note	December 31,	June 30,
		2022	2022
		(Unaudited)	(Audited)
		----- (Rupees) -----	
Market value of investment	5.1, 5.2, 5.3 5.4 & 5.5	731,567,393	651,440,858
Less: carrying value of investments	5.1, 5.2, 5.3 5.4 & 5.5	776,238,103	783,336,583
		(44,670,710)	(131,895,725)
6. PROFIT RECEIVABLES			
Mark-up / return receivable on:			
- Bank balances		1,360,332	3,946,801
- Sukuk certificates		5,553,008	3,185,284
- Commercial paper		843,859	-
		7,757,199	7,132,085
7. ADVANCE, DEPOSITS AND PREPAYMENTS			
Security deposit with National Clearing Company of Pakistan Limited (NCCPL)		1,750,000	2,750,000
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Advance tax		930,280	913,671
Prepaid annual fee - NCCPL		7,947	135,970
Prepaid legal and professional expense		194,750	365,000
		2,982,977	4,264,641
8. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY			
Remuneration Payable to the Management Company	8.1	1,593,882	1,716,218
Sindh Sales Tax payable on remuneration of the Management Company	8.2	2,188,018	2,203,950
Accounting and operational charges payable	8.3	79,656	77,262
Selling and marketing expense payable	8.4	2,537,322	2,587,372
Printing and stationary payable		71,636	76,500
Federal excise duty payable on the Management Company's remuneration	8.5	13,262,475	13,262,475
		19,732,989	19,923,777



- 8.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged it's remuneration at the rate of 2% (June 30, 2022: 2%) per annum of the average annual net assets of the Fund during the half year ended December 31, 2022. The remuneration is payable to the Management Company in arrears.
- 8.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 8.3** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).
The Management Company based on its discretion has charged such expenses at the rate of 0.1% (June 30, 2022: 0.1%) of the average annual net assets of the Fund during the half year ended December 31, 2022.
- 8.4** 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 1.07% (June 30, 2022: 1.07%) of the average annual net assets of the Fund during the half year ended December 31, 2022 subject to not being higher than the actual expense.

- 8.5** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 13.262 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Rs. 2.16 (June 30, 2022: Rs. 2.15)

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
----- (Rupees) -----			
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable to the Trustee	9.1	159,236	154,531
Sales Tax payable on Trustee's remuneration	9.2	20,700	20,089
		179,936	174,620

- 9.1** Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

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

- 9.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

Unit Trust of Pakistan

10. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the SECP.

In accordance with SRO No. 685(I) / 2019 dated June 28, 2019, issued by the SECP, the Fund has charged the SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of average daily net assets of the Fund during the half year ended December 31, 2022.

11. ACCRUED EXPENSES AND OTHER LIABILITIES	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
Auditor's remuneration	391,905	399,869
Withholding tax payable	149,422	381,291
Brokerage payable	31,970	-
Other liabilities	395,424	113,088
Sales load	27,950	-
	<u>996,671</u>	<u>894,248</u>

12. CONTINGENCIES AND COMMITMENTS

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

13. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund for the period ended December 31, 2022 is 4.10% (December 31, 2021: 3.94%) which includes 0.33% (December 31, 2021: 0.32%) representing government levies on the Fund such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Balanced scheme".

	Un-audited			
	For the half year ended December 31,		For the quarter ended December 31,	
	2022	2021	2022	2021
	----- (Rupees) -----			
14. PROFIT EARNED				
Profit earned				
Bank balances	6,726,010	5,436,551	2,507,435	3,641,263
Sukuk certificates / term finance certificates	12,000,929	6,514,070	6,966,971	3,300,186
Commercial paper	843,859	513,047	843,859	513,047
Market Treasury Bills	9,976,813	3,404,218	6,043,522	1,474,724
	<u>29,547,611</u>	<u>15,867,886</u>	<u>16,361,787</u>	<u>8,929,220</u>

15. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

16. EARNINGS / (LOSS) PER UNIT

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



Unit Trust of Pakistan

	Note	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
----- (Rupees) -----			
17. CASH AND CASH EQUIVALENTS			
Bank balances	4	209,961,525	138,355,470

18. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

18.1 Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL) being the holding company of JSIL (holding 84.56% shares of JS Investment Limited) , Jahangir Siddiqui and Co. Limited (JSCL) (holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

18.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

18.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

18.4 Remuneration to the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

18.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions during the period and balances at period / year end with the connected persons / related parties are as follows:

18.6 Details of transactions with related parties / connected persons during the period are as follows:

	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
----- (Rupees) -----		
JS Investments Limited - Management Company		
Remuneration to the Management Company	9,342,770	10,639,205
Sindh Sales Tax on remuneration of the Management Company	1,214,560	1,383,397
Accounting and operational charges	475,380	531,993
Selling and marketing expense	5,086,965	5,692,488
Printing and stationery	51,150	19,283
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	945,692	1,035,977
Sindh Sales Tax on remuneration of the Trustee	122,910	134,677
Annual, transaction, custodian, CDS connection fee	36,079	13,412
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Purchase of commercial paper	-	47,170,470
Income from commercial paper	-	513,047
Brokerage fee	75,504	65,400
JS Bank Limited - Parent Company of JSIL		
Markup on bank balances	2,630,709	1,203,198

Unit Trust of Pakistan

	December 31, 2022 (Unaudited) ----- (Rupees) -----	December 31, 2021 (Unaudited) -----
Azgard Nine Limited - (Associate of JSCL)		
Markup receipt (ANL PPTFC)	595,377	-
Key Management Personnel of the Management Company		
Issue of units: 669 units (2021: Nil)	100,000	-
JS Fund of Funds		
(Fund under JSIL Management)		
Purchase of units: 864,717 (2021: Nil)	129,000,000	-
Redemption of units: 864,717 (2021: Nil)	129,361,928	-

18.7 Details of balances with connected persons / related parties as at period end / year end:

	December 31, 2022 (Unaudited) ----- (Rupees) -----	June 30, 2022 (Audited) -----
JS Investments Limited - Management Company		
Remuneration payable	1,593,882	1,716,218
Sindh Sales Tax on remuneration	2,188,018	2,203,950
Federal excise duty payable	13,262,475	13,262,475
Accounting and operational charges payable	79,656	77,262
Selling and marketing expense payable	2,537,322	2,587,372
Printing and stationary payable	71,636	76,500
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	159,236	154,531
Sindh Sales Tax payable on Trustee remuneration	20,700	20,089
Annual, transaction, trustee, CDS connection fee payable	4,954	3,495
Security deposit	100,000	100,000
JS Bank Limited Parent Company of JSIL		
Bank balance	206,795,087	15,704,243
Accrued return on bank balance	975,817	130,752
Key Management Personnel of the Management Company		
Units held: 18,177 (June 30, 2022: 17,508)	2,772,381	2,657,596
Entity holding 10% or more than 10% of units of the Fund		
Units held: 3,801,174 (June 30, 2022: 3,801,174)	579,760,362	576,980,148

19 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.

**19.1 Fair value hierarchy**

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

	As at December 31, 2022 (Unaudited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----- (Rupees) -----			
Listed equity securities	486,874,318	-	-	486,874,318
Sukuk certificates / term finance certificates	-	189,647,342	-	189,647,342
Commercial paper *	-	55,045,733	-	55,045,733
	<u>486,874,318</u>	<u>244,693,075</u>	<u>-</u>	<u>731,567,393</u>

	As at June 30, 2022 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----- (Rupees) -----			
Listed equity securities	527,142,585	-	-	527,142,585
Sukuk certificates / term finance certificates	-	124,298,273	-	124,298,273
	<u>527,142,585</u>	<u>124,298,273</u>	<u>-</u>	<u>651,440,858</u>

The valuation of commercial paper has been done based on amortisation of commercial paper to their face value as per the guidelines given in the Circular 33 of 2012 as the residual maturity of the investment is upto six months and is placed with counterparty which has high credit rating.

20. GENERAL

20.1 Figures have been rounded off to the nearest rupee.

21. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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JS Cash Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 3840209 Fax: (92-21) 35839977
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Cash Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of JS Cash Fund (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 15.14% for the half year ended December 31, 2022, against the benchmark return of 15.48%. Net Assets moved from PKR 17.68 billion as at June 30, 2022, to PKR 18.58 billion as of December 31, 2022. The total expense ratio (TER) of the Fund is 0.57%, which includes 0.08% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends aggregating to Rs 7.44 per unit during the period ended December 31, 2022.

Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes high management quality. The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f) +" stability rating to JS Cash Fund as of September 29, 2022 (June 30, 2022: "AA(f) +" as of April 1, 2022).



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer




REPORT OF THE TRUSTEE TO THE UNIT HOLDERS JS CASH FUND

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

JS Cash Fund, an open end scheme established under a Trust Deed dated October 16, 2009 executed between JS Investments Limited, as the Management Company and Digital Custodian Company Limited, as the Trustee.

1. JS Investments Limited, the Management Company of JS Cash Fund has, in all material respects, managed JS Cash Fund during the period ended 31st December 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.


Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 23, 2023

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REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **JS Cash 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 unit holders' fund 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 Management Company (JS Investments 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: **Noman Abbas Sheikh**
Dated: February 28, 2023
Karachi
UDIN: RR202210061VtuZTxyC1

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■ KARACHI ■ LAHORE ■ ISLAMABAD

JS Cash Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----Rupees-----	
ASSETS			
Bank balances	4	5,100,917,476	14,961,365,696
Investments	5	13,361,016,470	2,575,000,000
Advance, deposit, prepayments and profit receivable	6	140,381,035	189,737,656
Total assets		<u>18,602,314,981</u>	<u>17,726,103,352</u>
LIABILITIES			
Payable to JS Investments Limited - Management Company	7	17,951,233	3,833,406
Payable to Digital Custodian Company Limited - Trustee	8	1,031,441	847,463
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	1,785,350	1,926,989
Accrued expenses and other liabilities	10	2,516,557	36,862,183
Total liabilities		<u>23,284,581</u>	<u>43,470,041</u>
NET ASSETS		<u>18,579,030,400</u>	<u>17,682,633,311</u>
Unit holders' fund (as per statement attached)		<u>18,579,030,400</u>	<u>17,682,633,311</u>
Contingencies and commitments	11		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		<u>181,264,905</u>	<u>172,746,769</u>
		-----Rupees-----	
NET ASSET VALUE PER UNIT		<u>102.50</u>	<u>102.36</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

Note	For the half year ended December 31,		For the quarter ended December 31,		
	2022	2021	2022	2021	
-----Rupees-----					
INCOME					
Profit / mark-up income	12	1,186,703,972	352,311,616	659,100,148	207,609,343
Gain on sale of investments - net		174,586,959	277,100	11,931,687	763,309
Net unrealised diminution on remeasurement of - investments classified as 'financial asset at fair value through profit or loss'	5.6	(7,627,752)	-	(8,491,852)	-
		166,959,207	277,100	3,439,835	763,309
Total income		1,353,663,179	352,588,716	662,539,983	208,372,652
EXPENSES					
Remuneration of JS Investments Limited - Management Company	7.1	32,250,018	6,410,724	14,515,707	2,597,320
Sindh sales tax on remuneration of the Management Company	7.2	4,192,503	833,692	1,887,043	478,140
Accounting and operating expenses	7.3	3,297,456	235,660	3,297,456	235,660
Selling and marketing expense	7.5	334,039	-	334,039	-
Remuneration of Digital Custodian Company Limited - Trustee	8.1	5,802,102	2,735,852	2,798,025	1,482,723
Sindh sales tax on remuneration of the Trustee	8.2	754,273	355,661	363,744	192,754
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	9	1,785,262	841,800	860,873	456,222
Annual listing fee		12,500	12,500	6,250	6,250
SECP supervisory fee		1,250	1,250	625	625
Securities transaction cost		1,546,095	206,519	753,124	134,916
Mutual fund rating fee		114,245	114,869	57,435	57,434
Legal and professional charges		-	67,629	-	-
Printing and stationery		51,144	19,283	31,862	19,283
Auditors' remuneration		339,390	268,110	169,695	139,860
Bank and settlement charges		65,716	27,117	23,936	18,891
Total operating expenses		50,545,993	12,130,666	25,099,814	5,820,078
Net income from operating activities		1,303,117,186	340,458,050	637,440,169	202,552,574
Reversal of provision for Sindh Workers' Welfare Fund		-	28,149,896	-	-
Net income for the period before taxation		1,303,117,186	368,607,946	637,440,169	202,552,574
Taxation	14	-	-	-	-
Net income for the period after taxation		1,303,117,186	368,607,946	637,440,169	202,552,574
Earnings per unit	15				
Allocation of net income for the period:					
Net income for the period		1,303,117,186	368,607,946		
Income already paid on units redeemed		(136,441,126)	(121,588,741)		
		<u>1,166,676,060</u>	<u>247,019,205</u>		
Accounting income available for distribution:					
- Relating to capital gains		166,959,207	-		
- Excluding capital gains		999,716,853	247,019,205		
		<u>1,166,676,060</u>	<u>247,019,205</u>		

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Cash Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended		For the quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net income for the period after taxation	1,303,117,186	368,607,946	637,440,169	202,552,574
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>1,303,117,186</u>	<u>368,607,946</u>	<u>637,440,169</u>	<u>202,552,574</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022			For the half year ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets at the beginning of the period (audited)	17,553,419,231	129,214,080	17,682,633,311	4,383,660,250	67,353,663	4,451,013,913
Issuance of 257,157,593 units (2021: 217,030,592 units)						
- Capital value	26,323,059,160	-	26,323,059,160	22,140,657,979	-	22,140,657,979
- Element of income	1,669,203	-	1,669,203	391,797,813	-	391,797,813
	26,324,728,363	-	26,324,728,363	22,532,455,792	-	22,532,455,792
Redemption of 248,639,457 (2021: 142,403,641) units						
- Capital value	(25,451,129,247)	-	(25,451,129,247)	(14,527,492,561)	-	(14,527,492,561)
- Element of loss	(16,356,008)	(136,441,126)	(152,797,134)	(108,585,579)	(121,588,741)	(230,174,320)
	(25,467,485,255)	(136,441,126)	(25,603,926,381)	(14,636,078,140)	(121,588,741)	(14,757,666,881)
Total comprehensive income for the period	-	1,303,117,186	1,303,117,186	-	368,607,946	368,607,946
Interim distribution during the period: declared Re. 0.84 per unit on July 22, 2022 (2021: Nil)	-	(59,097,436)	(59,097,436)	-	-	-
Interim distribution during the period: declared Rs. 1.42 per unit on Aug 26, 2022 (2021: Nil)	-	(233,550,987)	(233,550,987)	-	-	-
Interim distribution during the period: declared Rs. 1.39 per unit on Sep 28, 2022 (2021: Nil)	-	(247,264,914)	(247,264,914)	-	-	-
Interim distribution during the period: declared Rs. 0.91 per unit on Oct 20, 2022 (2021: Nil)	-	(156,055,680)	(156,055,680)	-	-	-
Interim distribution during the period: declared Rs. 1.51 per unit on Nov 25, 2022 (2021: Nil)	-	(219,119,394)	(219,119,394)	-	-	-
Interim distribution during the period: declared Rs. 1.37 per unit on Dec 28, 2022 (2021: Nil)	-	(212,433,668)	(212,433,668)	-	-	-
	-	(1,127,522,079)	(1,127,522,079)	-	-	-
Net assets at the end of the period (unaudited)	18,410,662,339	168,368,061	18,579,030,400	12,280,037,902	314,372,868	12,594,410,770
Undistributed income brought forward comprising of:						
- Realised income		129,214,080			67,353,663	
- Unrealised income		-			-	
		129,214,080			67,353,663	
Accounting income available for distribution						
- Relating to capital gains	166,959,207			-		
- Excluding capital gains	999,716,853			247,019,205		
	1,166,676,060			247,019,205		
Distributions during the period	(1,127,522,079)			-		
Undistributed income carried forward		168,368,061			314,372,868	
Undistributed income carried forward comprising of:						
- Realised income		175,995,813			314,372,868	
- Unrealised loss		(7,627,752)			-	
		168,368,061			314,372,868	
	(Rupees)					
Net asset value per unit at the beginning of the period	102.36			102.02		
Net asset value per unit at the end of the period	102.50			106.50		

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Cash Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended	
		December 31, 2022	December 31, 2021
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		1,303,117,186	368,607,946
Adjustments for:			
Gain on sale of investments - net		(174,586,959)	(277,100)
Net unrealised diminution on remeasurement of - investments classified as 'financial asset at fair value through profit or loss'	5.6	7,627,752	-
Reversal of provision for Sindh Workers' Welfare Fund		-	(28,149,896)
		1,136,157,979	340,180,950
(Increase) / decrease in assets			
Investments - net		(1,365,848,763)	(63,404,286)
Advance, deposit, prepayments and profit receivable		49,356,621	(87,220,794)
		(1,316,492,142)	(150,625,080)
(Decrease) / increase in liabilities			
Payable to JS Investments Limited - Management Company		14,117,827	(1,245,088)
Payable to Digital Custodian Company Limited - Trustee		183,978	347,554
Payable to the Securities and Exchange Commission of Pakistan (SECP)		(141,639)	(654,244)
Accrued expenses and other liabilities		(34,345,626)	(3,708,058)
		(20,185,460)	(5,259,836)
Net cash (used in) / generated from operating activities		(200,519,623)	184,296,034
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(1,127,522,079)	(130,320)
Amount received from issuance of units		26,324,728,363	22,532,455,792
Amount paid on redemption of units		(25,603,926,381)	(14,757,666,881)
Net cash (used in) / generated from financing activities		(406,720,097)	7,774,658,591
Net (decrease) / increase in cash and cash equivalent during the period		(607,239,720)	7,958,954,625
Cash and cash equivalents at the beginning of the period		14,961,365,696	4,078,840,945
Cash and cash equivalents at the end of the period	16	14,354,125,976	12,037,795,570

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Cash Fund (the Fund) was established under the Trust Deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated October 13, 2009 consequent to which the Trust Deed was executed on October 16, 2009 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.

1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.

1.6 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.. The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f) +" stability rating to JS Cash Fund as of September 29, 2022 (June 30, 2022: "AA(f) +" as of April 1, 2022).

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 VIII A 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 the requirements of the Trust Deed differ with 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 NBFC Rules, the NBFC Regulations and the 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 the International Accounting Standard (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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

JS Cash Fund

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
4			
BANK BALANCES			
			----- (Rupees) -----
In saving accounts	4.1	<u>5,100,917,476</u>	<u>14,961,365,696</u>

4.1 These include a balance of Rs. 6.20 million (June 30, 2022: Rs. 6.54 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 14.5% (June 30, 2022: 12.25%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 13.5% to 16.00% (June 30, 2022: 8.25% to 16.4%) per annum.

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
5			
INVESTMENTS			
			----- (Rupees) -----
Financial assets 'at fair value through profit or loss'			
Market treasury bills	5.1	9,822,603,000	-
Commercial papers	5.2	413,413,470	-
Sukuk certificates	5.3	125,000,000	-
Term deposits receipts	5.4	-	2,575,000,000
Letters of placement	5.5	3,000,000,000	-
		<u>13,361,016,470</u>	<u>2,575,000,000</u>

5.1 Market treasury bills

Particulars	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 gain / (loss)	net assets of the Fund	total investments of the Fund	
(Rupees)											
Market treasury bills- 3-months											
Market treasury bills	December 29, 2022	-	6,750,000,000	6,750,000,000	-	-	-	-	-		
Market treasury bills	December 1, 2022	-	5,000,000,000	5,000,000,000	-	-	-	-	-		
Market treasury bills	November 3, 2022	-	8,691,700,000	8,691,700,000	-	-	-	-	-		
Market treasury bills	October 6, 2022	-	17,850,000,000	17,850,000,000	-	-	-	-	-		
Market treasury bills	February 9, 2023	-	9,100,000,000	9,100,000,000	-	-	-	-	-		
Market treasury bills	December 15, 2022	-	2,000,000,000	2,000,000,000	-	-	-	-	-		
Market treasury bills	November 17, 2022	-	2,500,000,000	2,500,000,000	-	-	-	-	-		
Market treasury bills	October 20, 2022	-	186,976,600,000	186,976,000,000	-	-	-	-	-		
Market treasury bills	August 25, 2022	-	60,000,000	60,000,000	-	-	-	-	-		
Market treasury bills	September 22, 2022	-	81,330,000,000	81,330,000,000	-	-	-	-	-		
Market treasury bills	January 12, 2023	-	1,800,000,000	1,800,000,000	-	-	-	-	-		
Market treasury bills	December 29, 2022	-	2,000,000,000	2,000,000,000	-	-	-	-	-		
Market treasury bills	March 23, 2023	-	5,500,000,000	1,000,000,000	4,500,000,000	4,311,708,206	4,312,660,500	952,294	23.21%		
Market treasury bills	January 26, 2023	-	2,000,000,000	2,000,000,000	-	-	-	-	-		
Market treasury bills	March 9, 2023	-	4,000,000,000	2,000,000,000	2,000,000,000	1,941,946,929	1,940,548,000	(1,398,929)	10.44%		
Market treasury bills	July 28, 2022	-	3,440,000,000	3,440,000,000	-	-	-	-	-		
Market treasury bills- 6-months											
Market treasury bills	October 7, 2022	-	1,820,000,000	1,820,000,000	-	-	-	-	-		
Market treasury bills	December 2, 2022	-	1,800,000,000	1,800,000,000	-	-	-	-	-		
Market treasury bills	April 6, 2023	-	2,300,000,000	2,300,000,000	-	-	-	-	-		
Market treasury bills	October 21, 2022	-	4,000,000,000	4,000,000,000	-	-	-	-	-		
Market treasury bills	February 23, 2023	-	800,000,000	-	800,000,000	782,904,070	781,880,000	(1,024,070)	4.21%		
Market treasury bills	April 20, 2023	-	1,500,000,000	-	1,500,000,000	1,434,066,721	1,427,386,500	(6,680,221)	7.68%		
Market treasury bills	July 28, 2022	-	5,500,000,000	5,500,000,000	-	-	-	-	-		
Market treasury bills- 12-months											
Market treasury bills	March 10, 2022	-	1,400,000,000	-	1,400,000,000	1,359,604,826	1,360,128,000	523,174	7.32%		
Market treasury bills	December 30, 2021	-	1,900,000,000	1,900,000,000	-	-	-	-	-		
Total as at December 31, 2022					9,830,230,752					9,822,603,000	(7,627,752)
Total as at June 30, 2022					-					-	-

5.2 Commercial papers

Name of the Investee Company	Profit rate	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	Matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised gain	net assets of the Fund	total investments of the Fund
(Rupees)											
Power Generation and Distribution											
Lucky Electric Power Company Limited (November 1, 2022)	17.34%	2-May-23	-	114,000,000	-	114,000,000	104,927,693	104,927,693	-	0.56%	0.79%
Lucky Electric Power Company Limited (December 14, 2022)	18.31%	14-Jun-23	-	125,000,000	-	125,000,000	125,000,000	125,000,000	-	0.67%	0.94%
Roush Pakistan Power Limited (December 1, 2022)	18.05%	1-Jun-23	-	200,000,000	-	200,000,000	183,485,777	183,485,777	-	0.99%	1.37%
Total as at December 31, 2022					413,413,470					413,413,470	-
Total as at June 30, 2022					-					-	-

5.3 Sukuk certificates

Name of the Investee Company	Profit rate	Maturity date	As at July 01, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
							Carrying value	Market value	Unrealised gain / (loss)	net assets	total investments
(Number of certificates)											
(Rupees)											
Power Generation and Distribution											
K-Electric Ltd SSTXii (December 13,	18.34%	June 13, 2023	-	1,250	-	1,250	125,000,000	125,000,000	-	0.67%	0.94%
Total as at December 31, 2022			-			1,250	125,000,000	125,000,000	-	0.67%	0.94%
Total as at June 30, 2022			-			-	-	-	-	-	-

JS Cash Fund

5.4 Term Deposits Receipts

Name of Bank	Ratings	Maturity date	profit rate	As at July 1, 2022	Purchased during the period	Matured during the period	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation	Market value as a percentage of	
										net assets of the Fund	total investments of the Fund
------(Rupees)-----											
Commercial Bank											
Bank Alfalah Limited	AA+,PACRA	15-Jul-22	16.75%	1,375,000,000	-	1,375,000,000	-	-	-	-	-
Habib Bank Limited	AAA,VIS	4-Jul-22	17.75%	1,200,000,000	-	1,200,000,000	-	-	-	-	-
United Bank Limited	AAA,VIS	15-Aug-22	14.00%	-	1,600,000,000	1,600,000,000	-	-	-	-	-
Bank Alfalah Limited	AA+,PACRA	13-Oct-22	16.45%	-	1,800,000,000	1,800,000,000	-	-	-	-	-
Total as at December 31, 2022							-	-	-	-	-
Total as at June 30, 2022							2,575,000,000	2,575,000,000	-	-	-

5.5 Letters of placement

Name of the Investee Company	Rating	Maturity date	Profit rate	Amount placed		As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation	Market value as a percentage of	
				Purchased during the period	Matured during the period					net assets of the Fund	total investments of the Fund
------(Rupees)-----										------(%)-----	

DEVELOPMENT FINANCE INSTITUTIONS

FAIR Investment Company Limited	AA,PACRA	December 13, 2022	16.40%	400,000,000	400,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 15, 2022	16.35%	500,000,000	500,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 15, 2022	16.35%	415,000,000	415,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 14, 2022	16.40%	500,000,000	500,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 21, 2022	16.30%	535,000,000	535,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 16, 2022	16.35%	420,000,000	420,000,000	-	-	-	-	-	-
FAIR Investment Company Limited	AA,PACRA	December 9, 2022	16.50%	215,000,000	215,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	September 15, 2022	15.20%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	August 26, 2022	15.20%	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	July 14, 2022	13.35%	1,700,000,000	1,700,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	October 6, 2022	15.05%	400,000,000	400,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	September 19, 2022	15.20%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	September 16, 2022	15.25%	1,200,000,000	1,200,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	September 2, 2022	15.15%	1,700,000,000	1,700,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	August 23, 2022	15.20%	200,000,000	200,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	August 23, 2022	15.00%	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	October 6, 2022	15.00%	500,000,000	500,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	September 1, 2022	15.15%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+,VIS	August 11, 2022	14.70%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	December 9, 2022	16.20%	800,000,000	800,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	August 31, 2022	15.10%	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	August 23, 2022	15.20%	1,085,000,000	1,085,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	August 19, 2022	15.08%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	July 14, 2022	13.10%	560,000,000	560,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	December 9, 2022	16.20%	800,000,000	800,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	December 8, 2022	16.20%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	August 30, 2022	15.20%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+,VIS	August 31, 2022	15.15%	615,000,000	615,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	January 3, 2023	16.05%	1,600,000,000	-	1,600,000,000	1,600,000,000	1,600,000,000	-	8.61%	11.98%
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	August 19, 2022	15.05%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	August 11, 2022	14.65%	1,500,000,000	1,500,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	July 28, 2022	13.85%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	December 9, 2022	16.25%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	December 16, 2022	16.13%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA,PACRA	August 26, 2022	15.15%	1,800,000,000	1,800,000,000	-	-	-	-	-	-

Name of the Investee Company	Rating	Maturity date	Profit rate	Amount placed		As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation	Market value as a percentage of	
				Purchased during the period	Matured during the period					net assets of the Fund	total investments of the Fund

COMMERCIAL BANKS

Zaral Taraqati Bank Limited	AAA,VIS	December 23, 2022	16.15%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 11, 2022	15.25%	800,000,000	800,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 6, 2022	15.15%	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 31, 2022	15.15%	1,700,000,000	1,700,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 24, 2022	15.35%	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	July 22, 2022	14.20%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	September 2, 2022	15.05%	1,700,000,000	1,700,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	December 9, 2022	16.25%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 10, 2022	15.10%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 5, 2022	14.65%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 26, 2022	15.30%	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	December 13, 2022	16.25%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	November 30, 2022	16.20%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 21, 2022	15.25%	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	December 21, 2022	16.15%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 21, 2022	15.25%	800,000,000	800,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 11, 2022	15.25%	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 19, 2022	15.15%	250,000,000	250,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 14, 2022	15.10%	600,000,000	600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	September 15, 2022	15.25%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	September 1, 2022	15.20%	1,700,000,000	1,700,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 30, 2022	15.15%	1,900,000,000	1,900,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 23, 2022	15.20%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	August 19, 2022	15.10%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	October 14, 2022	15.10%	200,000,000	200,000,000	-	-	-	-	-	-
Zaral Taraqati Bank Limited	AAA,VIS	January 3, 2023	16.13%	1,400,000,000	-	1,400,000,000	1,400,000,000	1,400,000,000	-	754%	10.48%
Askari Bank Limited	AA+,PACRA	August 26, 2022	15.20%	1,800,000,000	1,800,000,000	-	-	-	-	-	-
Askari Bank Limited	AA+,PACRA	August 11, 2022	14.50%	950,000,000	950,000,000	-	-	-	-	-	-
Askari Bank Limited	AA+,PACRA	December 23, 2022	16.05%	1,000,000,000	1,000,000,000	-	-	-	-	-	-
Askari Bank Limited	AA+,PACRA	December 21, 2022	16.10%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Askari Bank Limited	AA+,PACRA	December 16, 2022	16.12%	1,600,000,000	1,600,000,000	-	-	-	-	-	-
Askari Bank Limited	AA+,PACRA	July 28, 2022	14.03%	1,600,000,000	1,600,000,000	-	-	-	-	-	-

Total as at December 31, 2022
3,000,000,000 3,000,000,000 - 16.15% 22.46%
Total as at June 30, 2022
- - - - -
Note
December 31,
2022
(Unaudited)
(Rupees)
June 30,
2022
(Audited)
5.6 Net unrealised (loss) / gain on re-measurement of investments classified as at fair value through profit or loss¹

Market value of investments

5.1 to 5.5

13,361,016,470

2,575,000,000

Less: carrying value of investments

5.1 to 5.5

13,368,644,222

2,575,000,000

(7,627,752)
-
Note
December 31,
2022
(Unaudited)
(Rupees)
June 30,
2022
(Audited)
6 ADVANCE, DEPOSIT, PREPAYMENTS AND PROFIT RECEIVABLE

Profits receivable on:

- Bank balances
- Commercial papers
- Letters of placement
- Sukuk certificates
- Term Deposit Receipts

121,973,886

170,718,074

6,982,279

-

10,044,164

-

1,196,635

-

-

18,150,676

140,196,964

188,868,750

100,000

100,000

-

598,426

53,334

167,579

14,086

-

12,500

-

1,250

-

2,901

2,901

140,381,035

189,737,656

Security deposit with Central Depository Company of Pakistan Limited

Receivable from JS Investments Limited - Management Company

Prepaid rating fee

Prepaid CDC annual fee

Prepaid annual listing fee

Prepaid SECP supervisory fee on listing fee

Advance tax

JS Cash Fund

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)	
		----- (Rupees) -----		
7	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY			
	Remuneration payable to the Management Company	7.1	9,816,141	-
	Sindh sales tax payable on remuneration of the Management Company	7.2	1,860,328	-
	Accounting and operational charges payable	7.3	1,996,765	-
	Federal excise duty payable on remuneration of the Management Company	7.4	3,803,127	3,803,127
	Selling and marketing expense payable	7.5	334,040	-
	Sales load payable		140,832	30,279
			<u>17,951,233</u>	<u>3,833,406</u>

- 7.1** As per Regulation 61 of NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in Offering Document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration upto 1.25% of average daily net assets of the Fund, during the half year ended December 31, 2022.

The remuneration is paid to the Management Company on a monthly basis in arrears.

- 7.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

- 7.3** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its discretion has charged such expenses at the rate of upto 0.1% (June 30, 2022: 0.1%) of the average annual net assets of the Fund during the half year ended.

- 7.4** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 3.803 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.021 (June 30, 2022: Re. 0.022)

- 7.5** 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 0.002% (June 30, 2022: Nil) of the average annual net assets of the Fund during the half year ended December 31, 2022 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.



	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
8	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE		
	Remuneration payable to the Trustee	8.1 912,766	749,971
	Sindh sales tax payable on remuneration of the Trustee	8.2 118,675	97,492
		1,031,441	847,463

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% (June 30, 2022: 0.065%) per annum on the average annual net assets of the Fund calculated on a daily basis.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the SECP.

In accordance with SRO No. 685(I)/2019 dated June 28, 2019, issued by the SECP, the Fund has charged the SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of average annualised daily net assets of the Fund during the half year ended December 31, 2022.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----
10	ACCRUED EXPENSES AND OTHER LIABILITIES	
	Auditors' remuneration payable	383,513 311,423
	Zakat payable	4,524 182,703
	Capital gain tax payable	374,891 20,929,287
	Withholding tax	422,331 15,310,279
	Sales load payable	816,139 111,715
	Other liabilities	515,159 16,776
		2,516,557 36,862,183

11 CONTINGENCIES AND COMMITMENTS

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

	For the half year ended		For the quarter ended		
	December 31, 2022 (Unaudited)	December 31, 2021	December 31, 2022 (Unaudited)	December 31, 2021	
		----- (Rupees) -----		----- (Rupees) -----	

12 PROFIT / MARK-UP INCOME

Profit / mark-up income on:				
- Bank balances	552,632,379	243,032,484	299,214,049	167,454,256
- Market treasury bills	452,423,473	92,428,432	339,415,788	23,304,387
- Commercial papers	6,982,279	16,850,700	6,982,279	16,850,700
- Term Deposits Receipts	55,530,138	-	13,488,032	-
- Letters of placement	117,939,068	-	-	-
- Sukuk certificates	1,196,635	-	-	-
	1,186,703,972	352,311,616	659,100,148	207,609,343

JS Cash Fund

13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period result is 0.57% which includes 0.08% representing government levy and the SECP fee. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market" scheme.

14 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

15 EARNINGS PER UNIT

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

	Note	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
----- (Rupees) -----			
16 CASH AND CASH EQUIVALENTS			
Bank balances	4	5,100,917,476	12,037,795,570
Market treasury bills	5.1	6,253,208,500	-
Letters of placement	5.5	3,000,000,000	-
		<u>14,354,125,976</u>	<u>12,037,795,570</u>

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui and Company Limited (JSCL holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

17.1 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

17.2 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.



The details of transactions during the half year and balances at half year / year end with the related parties / connected persons are as follows:

17.3 Details of transactions with connected persons / related parties during the period are as follows:

	For the half year ended	
	December 31, 2022	December 31, 2021
	----- (Unaudited) -----	
	----- (Rupees) -----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	32,250,018	6,410,724
Sindh sales tax on remuneration of the Management Company*	4,192,503	833,692
Issuance of units: 955,329 (2021: 820,410)	98,911,027	85,655,617
Redemption of units: 856,340 (2021: 598,035)	88,425,250	62,000,000
Units refunded as capital: 6,704 (2021: Nil)***	-	-
Reinvestment in lieu of dividend paid: 170 (2021: Nil)	17,320	-
Accounting and operating expenses	3,297,456	235,660
Selling and marketing expense	334,039	-
Sales load paid	2,820,679	7,898
Printing charges	51,144	-
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	5,802,102	2,735,852
Sindh sales tax on remuneration of the Trustee**	754,273	355,661
EFU Life Assurance Limited Employees Pension Fund (Associate of JSCL)		
Reinvestment in lieu of dividend paid: 6,883 (2021: Nil units)	704,583	-
EFU Life Assurance Limited Employees Provident Fund (Associate of JSCL)		
Reinvest in lieu of dividend paid : 23,408 (2021: Nil)	2,396,016	-
Mahvash and Jahangir Siddiqui Foundation (Common Directorship of JSCL)		
Dividend paid	1,454,971	-
Future Trust (Common Directorship)		
Dividend paid	1,818,715	-
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Issue of units: 23,954,947 (2021: Nil)	2,465,000,000	-
Redemption of units: 5,937,582 (2021: Nil)	610,000,000	-
Units refunded as capital : 126,726 (2021: Nil)*	-	-
Dividend paid	127,560,332	-
Issue of units: 4,379,667 (2021: Nil)	450,000,000	-
Redemption of units: 5,869,939 (2021: Nil)	603,000,000	-
Units refunded as capital : 16,581 (2021: Nil)***	-	-
Dividend paid	17,440,127	-
JS Motion Picture Fund (Fund Under JSIL Management)		
Reinvest in lieu of dividend paid : 7,828 (2021: Nil)	801,232	-
Redemption of units: 224,817 (2021: Nil)	23,124,634	-
JS Fund of Funds (Fund Under JSIL Management)		
Issuance of units: Nil (2021: 282,592)	-	30,000,000

JS Cash Fund

	For the half year ended	
	December 31, 2022	December 31, 2021
	----- (Unaudited) -----	
	----- (Rupees) -----	
JS Bank Limited		
(Parent Company of JSIL)		
Issuance of units: 4,875,591 (2021: 8,922,701)	500,000,000	950,000,000
Redemption of units: 13,672,385 (2021: Nil)	1,404,434,686	-
Interest income on bank balances	633,655	495,024
JS Global Capital Limited		
(fellow subsidiary of JSBL)		
Reinvestment in lieu of dividend paid : 24 (2021: Nil)	2,411	-
Brokerage commission	91,079	48,318
Entities holding 10% or more of units		
Issuance of units Nil (2021: 163,207,607)	-	16,880,000,000
Additional units Nil (2021: 5,424)	-	261,957
Redemption of units: Nil (2021: 103,435,300)	-	10,694,690,832
Key management personnel of the Management Company		
Issuance of units: 10,224,210 (2021: 588,239)	1,058,296,598	62,005,973
Redemption of units: 12,803,780 (2021: 649,906)	1,323,472,502	68,853,696
Units refunded as capital : 114,755 (2021: Nil)*	-	-
Reinvest in lieu of dividend paid : 26,365 (2021: Nil)	2,716,870	-
Dividend paid	326,751	-
<i>*** units issued at nil value as refund of element</i>		

17.4 Details of balances with connected persons / related parties as at period / year end

	December 31, 2022	June 30, 2022
	(Unaudited)	(Audited)
	----- (Rupees) -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	9,816,141	-
Accounting and operational charges payable	1,996,765	-
Selling and marketing expense payable	334,040	-
Remuneration receivable from the Management Company	-	598,426
Sindh sales tax payable on remuneration of the Management Company	1,860,328	-
Federal excise duty payable on remuneration of the Management Company	3,803,127	3,803,127
Sales load payable	140,832	30,279
Units held: 148,003 (June 30, 2022: 42,140)	15,170,283	4,313,450
Printing charges payable	51,151	-
Digital Custodian Company Limited - Trustee		
Remuneration payable to the Trustee	912,766	749,971
Sindh sales tax payable on remuneration of the Trustee	118,675	97,492
Security deposit	100,000	-
EFU Life Assurance Limited Employees Provident Fund		
(Associate of JSCL)		
Units outstanding: 392,735 (June 30, 2022: 369,327)	40,255,260	37,804,312
EFU Life Assurance Limited Employees Pension Fund		
(Associate of JSCL)		
Units outstanding: 115,489 (June 30, 2022: 108,606)	11,837,622	11,116,910



	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
JS Bank Limited (Parent Company of JSIL)		
Units held: Nil (June 30, 2022: 8,796,794)	-	900,439,834
Bank balance	6,200,000	6,538,585
Accrued return on bank balance	174,515	125,243
JS Global Capital Limited (fellow subsidiary of JSBL)		
Units outstanding: 396 (June 30, 2022: 372)	40,497	38,078
Brokerage commission payable	18,855	-
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Units outstanding: 25,285,785 (June 30, 2022: 7,141,694)	2,591,792,918	731,023,798
Mahvash and Jahangir Siddiqui Foundation (Common Directorship of JSCL)		
Units outstanding: 195,561 (June 30, 2022: 195,561)	20,044,979	20,017,624
Future Trust (Common Directorship)		
Units outstanding: 244,451 (June 30, 2022: 244,451)	25,056,224	25,022,004
JS Infocom Limited (Fully owned by JSCL)		
Units held: 781,589 (June 30, 2022: 2,255,280)	80,112,864	230,850,461
JS Motion Picture Fund (Fund Under JSIL Management)		
Units outstanding: Nil (June 30, 2022: 216,989)	-	22,210,994
Entities holding 10% or more of units		
Units held: 96,551,728 (June 30, 2022: 81,218,116)	9,896,552,081	8,313,486,354
Key management personnel of the Management Company		
Units held: 455,584 (June 30, 2022: 3,048,868)	46,697,329	312,082,128

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 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.

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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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).

JS Cash Fund

- Level 3: Fair value measurement using 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:

As at December 31, 2022 (Unaudited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
Financial assets 'at fair value through profit or loss'			
Sukuk certificate	-	-	-
Commercial papers*	413,413,470	-	413,413,470
Market treasury bills	9,822,603,000	-	9,822,603,000
Sukuk certificates	125,000,000	-	125,000,000
Letters of placement	3,000,000,000	-	3,000,000,000
	<u>13,361,016,470</u>	<u>-</u>	<u>13,361,016,470</u>

As at June 30, 2022 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
Financial assets 'at fair value through profit or loss'			
Term Deposits Receipts**	2,575,000,000	-	2,575,000,000
	<u>2,575,000,000</u>	<u>-</u>	<u>2,575,000,000</u>

*The valuation of commercial papers has been done based on amortisation of commercial papers to their face value as per the guidelines given in Circular 33 of 2012 as the residual maturity of this investment is upto six months and are placed with counterparties which have high credit rating.

**The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings

19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

BOOK POST
PRINTED MATTER



JS Investments Limited

19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600

Tel: (92-21) 111-222-626

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E-mail: info@jsil.com

Website: www.jsil.com

JS Fund of Funds

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Fund of Funds

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of JS Fund of Funds (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund's return was 2.66% for the half year ended December 31, 2022, against the benchmark return of 4.85%. Net Assets moved from PKR 101.89 million (June 30, 2022) to PKR 344.77 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 1.23%, which includes 0.13% of government levies on the Fund.



Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-1 11-500
Fax: (92-21) 34326021 - 23
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

JS FUND OF FUNDS

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 JS Fund of Funds (the Fund) are of the opinion that JS 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 27, 2023



A.F. FERGUSON & Co.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **JS Fund of Funds** (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 unit holders' fund 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 Management Company (JS Investments 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.

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 28, 2022 and September 26, 2022 respectively.

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Noman Abbas Sheikh**
Dated: February 28, 2023
Karachi
UDIN: RR202210061vB9M3swq5

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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■ KARACHI ■ LAHORE ■ ISLAMABAD

JS Fund of Funds

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----Rupees-----	
ASSETS			
Bank balances	5	20,137,238	1,633,045
Investments	6	325,695,352	101,784,860
Profit receivables		330,958	597,851
Prepayments, deposits and other receivables	7	255,550	241,800
Total assets		<u>346,419,098</u>	<u>104,257,556</u>
LIABILITIES			
Payable to JS Investments Limited - Management Company	8	638,561	653,510
Payable to Central Depository Company of Pakistan Limited - Trustee	9	66,083	18,203
Payable to the Securities and Exchange Commission of Pakistan	10	20,618	38,873
Accrued expenses and other liabilities	11	919,222	1,652,276
Total liabilities		<u>1,644,484</u>	<u>2,362,862</u>
NET ASSETS		<u>344,774,614</u>	<u>101,894,694</u>
Unit holder's fund (as per statement attached)		<u>344,774,614</u>	<u>101,894,694</u>
Contingencies and commitments	12	----- (Number of Units) -----	
NUMBER OF UNITS IN ISSUE		<u>5,917,136</u>	<u>1,795,054</u>
		-----Rupees-----	
NET ASSETS VALUE PER UNIT		<u>58.27</u>	<u>56.76</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

Note	For the half year ended December 31,		For the quarter ended December 31,	
	2022	2021	2022	2021
-----Rupees-----				
INCOME				
Profit earned	1,795,733	775,078	845,932	649,599
Dividend income	6,596,517	-	3,843,464	-
Gain / (loss) on sale of investments - net	3,180,511	(7,452,356)	4,164,115	24,856
Net unrealised diminution on re-measurement of - investments classified at 'fair value through profit or loss'	6.2 (4,859,638)	(21,949,447)	(2,409,191)	(2,062,753)
	(1,679,127)	(29,401,803)	1,754,924	(2,037,897)
Total income / (loss)	6,713,123	(28,626,725)	6,444,320	(1,388,298)
EXPENSES				
Remuneration of JS Investment Limited - Management Company	8.1 105,607	106,965	58,244	82,970
Sindh Sales Tax on remuneration of the Management Company	8.2 13,590	13,905	7,433	10,786
Accounting and operating charges	8.3 103,212	128,634	60,663	61,207
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 206,428	257,270	121,327	122,416
Sindh Sales Tax on remuneration of the Trustee	9.2 26,836	33,445	15,773	15,914
Annual fee to the Securities and Exchange Commission of Pakistan	10 20,643	25,727	12,133	12,242
Securities transaction cost	527,111	-	277,883	-
Settlement charges	9,076	3,390	9,076	1,695
Auditor's remuneration	196,296	193,863	75,411	74,194
Listing fee	13,750	13,750	6,875	6,875
Printing and stationery charges	51,150	19,283	32,025	19,283
Legal and professional charges	-	67,147	-	67,147
Total operating expenses	1,273,699	863,379	676,843	474,729
Net income / (loss) from operating activities	5,439,424	(29,490,104)	5,767,477	(1,863,027)
Reversal of provision for Sindh Workers' Welfare Fund	-	2,898,121	-	72,490
Net income / (loss) for the period before taxation	5,439,424	(26,591,983)	5,767,477	(1,790,537)
Taxation	14 -	-	-	-
Net income / (loss) for the period after taxation	5,439,424	(26,591,983)	5,767,477	(1,790,537)
Earnings / (loss) per unit	16			
Allocation of net income for the period:				
Net income for the period	5,439,424	-	-	-
Income already paid on units redeemed	(629,198)	-	-	-
	<u>4,810,226</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accounting income available for distribution:				
- Relating to capital gains	-	-	-	-
- Excluding capital gains	4,810,226	-	-	-
	<u>4,810,226</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended		For the quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net income / (loss) for the period after taxation	5,439,424	(26,591,983)	5,767,477	(1,790,537)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>5,439,424</u>	<u>(26,591,983)</u>	<u>5,767,477</u>	<u>(1,790,537)</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
 FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31,			For the half year ended December 31,		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets as at beginning of the period (audited)	94,558,647	7,336,047	101,894,694	258,441,426	38,650,327	297,091,753
Issuance of 5,759,504 units (2021: 45,819 units)						
- Capital value	326,933,283		326,933,283	3,010,314	-	3,010,314
- Element of income / (loss)	4,050,326	4,050,326	4,050,326	(80,159)	-	(80,159)
	330,983,609	-	330,983,609	2,930,155	-	2,930,155
Redemption of 1,637,422 units (2021: 521,329 units)						
- Capital value	(92,946,849)		(92,946,849)	(34,251,322)	-	(34,251,322)
- Element of income	32,934	(629,198)	(596,264)	203,951	-	203,951
	(92,913,915)	(629,198)	(93,543,113)	(34,047,371)	-	(34,047,371)
Total comprehensive income / (loss) for the period	-	5,439,424	5,439,424	-	(26,591,983)	(26,591,983)
Net assets as at end of the period (unaudited)	332,628,341	12,146,273	344,774,614	227,324,210	12,058,344	239,382,554
Undistributed income brought forward comprising of:						
- Realised income / (loss)		12,818,444			(11,055,755)	
- Unrealised (loss) / income		(5,482,397)			49,706,082	
		7,336,047			38,650,327	
Accounting income available for distribution						
- Relating to capital loss		-			-	
- Excluding capital gain		4,810,226			-	
		4,810,226			-	
Net loss for the period after taxation		-			(26,591,983)	
Undistributed income carried forward		12,146,273			12,058,344	
Undistributed income carried forward comprising of:						
- Realised income		17,005,911			34,007,791	
- Unrealised loss		(4,859,638)			(21,949,447)	
		12,146,273			12,058,344	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		56.76			65.70	
Net asset value per unit at end of the period		58.27			59.16	

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

 For JS Investments Limited
 (Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Fund of Funds

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended	
		December 31, 2022	December 31, 2021
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		5,439,424	(26,591,983)
Adjustments for:			
Net (gain) / loss on sale of investments		(3,180,511)	7,452,356
Net unrealised diminution on re-measurement of investments classified at 'financial asset at fair value through profit or loss'	6.2	4,859,638	21,949,447
Reversal of provision of Sindh Workers' Welfare Fund		-	(2,898,121)
		1,679,127	26,503,682
		7,118,551	(88,301)
(Increase) / decrease in assets			
Investments - net		(225,589,619)	27,500,000
Prepayments, deposits and other receivables		(13,750)	(145,853)
Profit receivables		266,893	(109,306)
		(225,336,476)	27,244,841
(Decrease) / increase in liabilities			
Payable to the Management Company		(14,949)	2,956
Payable to the Trustee		47,880	(14,925)
Payable to Securities and Exchange Commission of Pakistan		(18,255)	(26,038)
Accrued expenses and other liabilities		(733,054)	91,936
		(718,378)	53,929
Net cash (used in) / generated from operating activities		(218,936,303)	27,210,469
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units		330,983,609	2,930,155
Amount paid on redemption of units		(93,543,113)	(34,047,371)
Net cash generated / (used in) from financing activities		237,440,496	(31,117,216)
Increase / (decrease) in cash and cash equivalents during the period		18,504,193	(3,906,747)
Cash and cash equivalents at beginning of the period		1,633,045	5,713,245
Cash and cash equivalents at end of the period	15	20,137,238	1,806,498

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Fund of Funds ("the Fund") was established under a Trust Deed, dated April 19, 2005 executed between JS Investments Limited (JSIL) as the Asset Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 19, 2005 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) as an open-ended unit trust scheme. The Fund commenced its operations from October 31, 2005.
- 1.2** During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3** The Fund is an open-ended mutual fund categorised as "Asset Allocation Fund of Funds scheme" and the Fund is listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund's primary activity is to invest in the leading equity, fixed income, money market and balanced funds, including funds managed by JS Investments Limited, and provide investors an opportunity to gain from the performance of these funds through one investment in the Fund. Under the Securities and Exchange Commission of Pakistan's (SECP's) guidelines, the Fund is also allowed to maintain balance with banks.
- 1.4** The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.
- 1.5** The 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.
- 1.6** Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** 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 VIII A of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

JS Fund of Funds

2.1.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES. ESTIMATES AND JUDGEMENTS AND CHANGES THEREIN

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.5 Standards and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
----- (Rupees) -----			
5 BANK BALANCES			
In saving accounts	5.1	20,137,238	1,633,045

5.1 These include balances of Rs. 2.815 million (June 30, 2022: Rs. 1.455 million) with JS Bank Limited (a related party) and Rs. 0.011 million (June 30, 2022: Rs. 0.011 million) with Bank Islami Pakistan Limited (a related party). These accounts carry profit at the rates of 14.5% (June 30, 2022: 7.00% to 12.25%) and 15.00% (June 30, 2022: 7.00% to 14%) per annum respectively. Other profit or loss saving accounts of the Fund carry profit at the rates of 14% to 17.25% (June 2022: 8.5% to 16.9%) per annum.

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
----- (Rupees) -----			
6 INVESTMENTS			
Financial assets 'at fair value through profit or loss'			
Open end mutual funds	6.1	325,695,352	101,784,860

6.1 Open end mutual funds

Collective Investment Schemes	Par value (Rupees)	As at July 01, 2022	Purchased / bonus during the period	Redemption during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Appreciation / (diminution)	Net assets	Investee capital
						----- (Number of units) -----			----- (Rupees) ----- % -----	
Managed by JS Investments Limited - Related Party										
Unit Trust of Pakistan	100	-	864,717	864,717	-	-	-	-	-	-
JS Government Securities Fund	100	-	450,715	450,715	-	-	-	-	-	-
JS Islamic Dedicated Equity Fund	100	645,201	5,102,642	5,747,843	-	-	-	-	-	-
JS Microfinance Sector Fund	100	489,559	6,860,764	5,488,256	1,862,067	187,230,922	187,324,026	93,104	54.33%	2.13%
JS Income Fund	100	-	970,090	-	970,090	100,685,593	101,083,330	397,737	29.32%	8.89%
JS Islamic Income Fund	100	-	1,036,930	1,036,930	-	-	-	-	-	-
JS Momentum Factor Exchange	10	1,571,500	9,430,000	6,121,000	4,880,500	42,638,475	37,287,996	(5,350,479)	10.82%	85.14%
JS Islamic Daily Dividend Fund	100	-	1,006,856	1,006,856	-	-	-	-	-	-
Total value as at December 31, 2022						330,554,990	325,695,352	(4,859,638)		
Total value as at June 30, 2022						107,267,257	101,784,860	(5,482,397)		
						Note	December 31, 2022	June 30, 2022		
							(Unaudited)	(Unaudited)		
							----- (Rupees) -----			

6.2 Net unrealised diminution on re-measurement of investments at fair value through profit or loss

Market value of investment	6.1	325,695,352	101,784,860
Less: carrying value of investments	6.1	<u>(330,554,990)</u>	<u>107,267,257</u>
		<u>(4,859,638)</u>	<u>(5,482,397)</u>

7 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

Security deposit		100,000	100,000
Prepaid listing fee		13,750	-
Advance tax		<u>141,800</u>	<u>141,800</u>
		<u>255,550</u>	<u>241,800</u>

8 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration payable to the Management Company	8.1	17,486	40,745
Sindh Sales Tax on remuneration of the Management Company	8.2	68,366	71,528
Accounting and operational charges	8.3	29,240	8,077
Federal excise duty payable on Management Company's remuneration	8.4	451,833	451,833
Sales load payable		-	4,827
Printing and stationery charges payable		<u>71,636</u>	<u>76,500</u>
		<u>638,561</u>	<u>653,510</u>

8.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2022: 1%) per annum of the average annual net assets of the Fund (other than investments in its funds) during the half year ended December 31, 2022. The remuneration is payable to the Management Company in arrears.

JS Fund of Funds

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its discretion has charged such expenses at the rate of 0.1% (June 30, 2022: 0.1%) of the average annual net assets of the Fund during the half year ended December 31, 2022.

8.4 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 451,833 is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.08 (June 30, 2022: Re. 0.25)

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Remuneration payable to the Trustee	9.1	58,483
	Sindh sales tax payable on remuneration of the Trustee	9.2	7,600
		<u>66,083</u>	<u>18,203</u>

9.1 Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

- up to rupees one billion 0.2% per annum of the daily net assets.
- 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.

9.2 The Sindh Provincial Government has levied Sindh Sales Tax on services at the rate of 13% (June 30, 2022: 13%) on Trustee's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the SECP.

In accordance with SRO No. 685(I)/2019 dated June 28, 2019, issued by the SECP, the Fund has charged the SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of average daily net assets of the Fund during the period.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Capital gain tax payable	-	5,132
Auditor's remuneration	241,771	241,495
Zakat payable	-	857
Brokerage payable	111,904	838,553
Withholding tax payable	49,900	31,579
Mutual fund rating fee payable	116,000	116,000
Other liabilities	399,647	418,660
	<u>919,222</u>	<u>1,652,276</u>

12 CONTINGENCIES AND COMMITMENTS

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

13 TOTAL EXPENSERATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.23% which includes 0.13% representing government levies and the SECP fee. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as "Fund of Funds".

14 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute atleast 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

	Note	December 31, 2022 (Unaudited)	December 31, 2021 (Audited)
		----- (Rupees) -----	
15 CASH AND CASH EQUIVALENTS			
Bank balances	5	<u>20,137,238</u>	<u>1,806,498</u>

16 EARNINGS / (LOSS) PER UNIT

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

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui and Company Limited (JSCL holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

JS Fund of Funds

- 17.1** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.
- 17.2** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed
- 17.3** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 17.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions during the half year ended and balances at half year end with the related parties / connected persons are as follows:

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

	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
	----- (Rupees) -----	-----
JS Investments Limited - Management Company		
Remuneration of the Management Company	105,607	106,965
Sales tax on Management Company's remuneration	13,590	13,905
Purchase of units: 5,758,081 (2021 Nil)	330,902,599	-
Sales of units: 1,610,362 (2021: 453,515)	92,000,000	30,000,000
Accounting and operating charges	103,212	128,634
Printing and stationery charges	51,150	19,283
Sales load	-	25,114
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	206,428	257,270
Sindh Sales tax on the Trustee's remuneration	26,836	33,445
Settlement charges	9,076	3,390
JS Bank Limited - Parent Company of JSIL		
Return on bank balances	662,782	551,782
Unit Trust of Pakistan - Fund under JSIL Management		
Purchase of units: 864,717 (2021: Nil)	129,000,000	-
Sale of units: 864,717 (2021: Nil)	129,361,928	-
Net gain on disposal of investments by Fund of Funds	361,928	-
JS Government Securities Fund - Fund under JSIL Management		
Purchase of units: 450,715 (2021: Nil)	46,000,000	-
Sale of units: 450,715 (2021: Nil)	47,302,567	-
Net gain on disposal of investments by Fund of Funds	1,302,567	-
JS Microfinance Sector Fund - Fund under JSIL Management		
Purchase of units: 6,762,398 (2021 : Nil)	684,376,503	-
Sale of units: 5,488,256 (2021: Nil)	554,584,292	-
Dividend Reinvest units : 58,433 (2021: Nil)	5,866,832	-
Refund of Capital : 39,933 (2021: Nil)	-	-
Net gain on disposal of investments by Fund of Funds	2,571,880	-



JS Fund of Funds

	December 31, 2022 (Unaudited)	December 31, 2021 (Unaudited)
	----- (Rupees) -----	
JS Momentum Factor Exchange Traded Fund - Fund under JSIL Management		
Purchase of units: 9,430,000 (2021: Nil)	83,067,705	-
Sales of units: 6,121,000 (2021 : Nil)	52,923,320	-
Net loss on disposal of investments by Fund of Funds	(2,146,476)	-
JS Islamic Daily Dividend Fund - Fund under JSIL Management		
Purchase of units: 1,000,000 (2021: Nil)	100,000,000	-
Sales of units: 1,006,856 (2021 : Nil)	100,685,593	-
Dividend Reinvest units : 6,856 (2021: Nil)	685,953	-
JS Islamic Income Fund - Fund under JSIL Management		
Purchase of units: 1,036,930 (2021: Nil)	115,254,749	-
Sales of units: 1,036,930 (2021 : Nil)	115,202,903	-
Net gain on disposal of investments by Fund of Funds	(51,846)	-
JS Income Fund (Fund under JSIL Management)		
Purchase of units: 970,090 (2021: 319,680)	100,685,593	32,000,000
Sales of units: Nil (2021 : 314,437)	-	31,500,000
Net gain on disposal of investments by Fund of Funds	-	24,855
JS Global Capital Limited - Fellow Subsidiary of JSBL		
Brokerage expense	101,880	-
JS Cash Fund (Fund under JSIL Management)		
Purchase of units: Nil (2021: 282,592)	-	30,000,000
JS Dedicated Equity Fund (Fund under JSIL Management)		
Purchase of units: 5,102,642 (2021: 645,201)	282,584,292	43,000,000
Sale of units : 5,747,843 (2021: Nil)	321,871,033	-
Net loss on disposal of investments by Fund of Funds	1,142,458	-
JS Growth Fund (Fund under JSIL Management)		
Purchase of units: Nil (2021: 581,928)	-	101,000,000
Net loss on disposal of investments by Fund of Funds	-	(7,477,212)

17.4 Details of balances with connected persons / related parties as at period / year end:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	17,486	40,745
Sindh Sales tax payable on Management Company's remuneration	68,366	71,528
Federal Excise Duty payable on Management Company's remuneration	451,833	451,833
Accounting and operational charges	29,240	8,077
Printing and stationery charges payable	71,636	76,500
Sales load payable	-	4,827
Units held: 5,317,940 (June 30, 2022: 1,170,221)	309,876,329	66,421,744
Central Depository Company of Pakistan Limited - Trustee		
Remuneration Payable to the Trustee	58,483	16,109
Sindh Sales tax payable on Trustee remuneration	7,600	2,094
Settlement charges payable	560	3,263
Security deposit	100,000	100,000

JS Fund of Funds

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- Rupees -----	
JS Bank Limited - Parent Company of JSIL		
Bank balance	2,815,813	1,455,315
Profit receivable	31,297	36,368
JS Income Fund (Fund under JSIL Management)		
Units held: 970,090 (June 2022: Nil)	101,083,330	-
JS Momentum Factor Exchange Traded Fund		
Units held: 4,880,500 (June 2022: 1,571,500)	37,287,996	14,640,565
JS Dedicated Equity Fund (Fund under JSIL Management)		
Units held: Nil (June 2022: 645,201)	-	38,144,295
JS Microfinance Sector Fund - Fund under JSIL Management		
Units held: 1,862,067 (June 2022: 489,559)	187,324,026	49,000,000
JS Global Capital Limited - Fellow Subsidiary of JSBL		
Brokerage payable	-	10,123
Bank Islami Pakistan Limited - Associated Company (Associate of Ultimate Parent Company - JSCL)		
Bank balance	11,123	11,123
Entities holding 10% or more of units		
Units held: Nil (June 2022: 211,237)	-	12,557,437

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 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

As at December 31, 2022 (Unaudited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

Financial assets 'at fair value through profit or loss'

Open end mutual funds

325,695,352	-	-	325,695,352
-------------	---	---	-------------

As at June 30, 2022 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

Financial assets 'at fair value through profit or loss'

Open end mutual funds

101,784,860	-	-	101,784,860
-------------	---	---	-------------

19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Growth Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
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E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Growth Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Growth Fund** (the Fund) for the half year ended December 31, 2022.

Economy:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund return was -5.18% for the half year ended December 31, 2022, against benchmark return of -0.94%. Net Assets moved from PKR 1.98 billion as of June 30, 2022, to PKR 1.49 billion as of December 31, 2022. The total expense ratio (TER) of the Fund is 4.66%, which includes 0.33% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes high management quality.



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS GROWTH FUND

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

JS Growth Fund was a close-end scheme established under a Trust Deed executed between JS Investments Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee. The Scheme was authorized by Securities and Exchange Commission of Pakistan (SECP) on April 05, 2006.

As per the Deed of change of Trustee and amendment of Trust Deed dated February 02, 2008 Central Depository Company of Pakistan Limited retired as the Trustee and Digital Custodian Company Limited was appointed as the Trustee of JS Growth Fund.

Pursuant to Regulation 65 (4) of the NBFC Regulations 2008, as amended by SECP vide its S.R.O 1492(1)/2012 dated December 26, 2012 (the Regulations), an Extra Ordinary General Meeting (EOGM) of the certificate holders of the Fund was convened on April 30, 2013 in Karachi wherein a resolution was passed by Ninety nine percent (99%) significant majority for the conversion of the Fund from a close end scheme into an open end scheme. The new trust deed of JS Growth Fund was executed JS Investments Limited being the Management Company, a company incorporated under the Companies Ordinance, 1984 and Digital Custodian Company Limited being the trustee on July 20, 2013 after being approved by the SECP on same date in accordance with the provisions of NBFC Regulations.

1. JS Investments Limited, the Management Company of JS Growth Fund has, in all material respects, managed JS Growth Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 23, 2023

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A.F. FERGUSON & CO.

The Company Secretary
JS Investment Limited
19th Floor, The Centre, Plot No. 28, SB-5
Abdullah Haroon Road, Saddar
Karachi

February 28, 2023

ASR 3655

Dear Sir

REVIEW OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

As requested by you we return one copy each of the condensed interim financial statements of JS Cash Fund (JSCF), JS Growth Fund (JSGF), JS Islamic Dedicated Equity Fund (JSIDEF), JS Islamic Hybrid Fund of Funds – 3 (JSIHFoF – 3), Unit Trust of Pakistan (UTP) and JS Fund of Funds (JSFoF) for the half year ended December 31, 2022 with our reports thereon signed by us.

Yours truly



encls

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

■ KARACHI ■ LAHORE ■ ISLAMABAD

JS Growth Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
ASSETS			
Bank balances	4	420,201,685	535,328,594
Investments	5	1,204,991,642	1,585,426,437
Profit receivable	6	6,219,033	5,916,858
Advances and deposits		10,576,810	10,549,310
Receivable against sale of investments		11,024,891	4,911,875
Total assets		1,653,014,061	2,142,133,074
LIABILITIES			
Payable to JS Investments Limited - Management Company	7	57,907,437	59,616,744
Payable to Digital Custodian Company Limited - Trustee	8	164,624	191,159
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	9	213,139	496,031
Unclaimed dividend		104,449,453	104,449,453
Accrued expenses and other liabilities	10	1,040,716	1,138,450
Total liabilities		163,775,369	165,891,837
NET ASSETS		1,489,238,692	1,976,241,237
Unit holders' fund (as per statement attached)		1,489,238,692	1,976,241,237
Contingencies and commitments	11		
----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		10,561,566	13,290,290
-----Rupees-----			
NET ASSET VALUE PER UNIT		141.01	148.70

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Note	For the half year ended December 31,		For the quarter ended December 31,	
		2022	2021	2022	2021
-----Rupees-----					
INCOME					
Profit earned		31,964,836	9,223,126	15,107,309	2,637,964
Dividend income		76,874,049	92,263,865	48,417,961	61,407,090
Other income	5.2.1	1,566,722	3,502,168	621,098	2,887,821
Loss on sale of investments - net		(21,534,777)	(41,528,055)	(29,471,731)	(21,005,263)
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	5.7	(132,994,166)	(342,956,629)	(27,921,072)	(32,109,054)
Total (loss) / income		(44,123,336)	(279,495,525)	6,753,565	13,818,558
EXPENSES					
Remuneration of JS Investments Limited - the Management Company	7.1	18,446,498	24,748,432	8,609,508	10,187,545
Sindh sales tax on remuneration of the Management Company	7.2	2,397,976	3,217,441	1,119,151	1,324,525
Accounting and operational charges	7.4	922,297	1,237,430	430,448	509,413
Selling and marketing expenses	7.5	15,679,001	21,036,022	7,323,608	9,565,004
Remuneration of Digital Custodian Company Limited - Trustee	8	971,662	1,183,537	458,530	330,858
Sindh sales tax on remuneration of the Trustee	8.2	126,321	153,858	59,613	43,012
Annual fee to the Securities and Exchange Commission of Pakistan		184,450	247,499	86,114	101,886
Settlement and bank charges		92,000	99,337	46,000	46,677
Auditors' remuneration		561,330	564,734	280,665	171,943
Securities transaction cost		2,945,676	3,045,878	1,803,517	1,255,016
Printing and stationery charges		51,151	19,283	31,869	19,283
Legal and professional charges		-	135,257	-	135,257
Listing fee		27,500	22,681	13,750	10,987
Total operating expenses		42,405,862	55,711,389	20,262,773	23,701,406
Net loss from operating activities		(86,529,198)	(335,206,914)	(13,509,208)	(9,882,848)
Reversal of provision for Sindh Workers' Welfare Fund		-	29,986,980	-	-
Net loss income for the period before taxation		(86,529,198)	(305,219,934)	(13,509,208)	(9,882,848)
Taxation	12	-	-	-	-
Net loss for the period after taxation		(86,529,198)	(305,219,934)	(13,509,208)	(9,882,848)
(Loss) / earning per unit	14				
Allocation of income for the period:					
Net income for the period		-	-	-	-
Income already paid on units redeemed		-	-	-	-
Accounting income available for distribution:					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-
		-	-	-	-

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

 For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Growth Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended		For the quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net loss for the period after taxation	(86,529,198)	(305,219,934)	(13,509,208)	(9,882,848)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(86,529,198)</u>	<u>(305,219,934)</u>	<u>(13,509,208)</u>	<u>(9,882,848)</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022			For the half year ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----					
Net assets at the beginning of the period (audited)	1,429,905,268	546,335,969	1,976,241,237	1,002,607,884	1,083,476,681	2,086,084,565
Issuance of 942,067 units (2021: 5,951,092 units)						
- Capital value (at net asset value per unit at the beginning of the period)	140,083,599	-	140,083,599	1,050,788,019	-	1,050,788,019
- Element of loss	(4,920,296)	-	(4,920,296)	29,277,497	-	29,277,497
	135,163,303	-	135,163,303	1,080,065,516	-	1,080,065,516
Redemption of 3,670,791 units (2021: 1,802,236 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(545,839,748)	-	(545,839,748)	(292,539,464)	-	(292,539,464)
- Element of income	10,203,098	-	10,203,098	(21,707,702)	-	(21,707,702)
	(535,636,650)	-	(535,636,650)	(314,247,166)	-	(314,247,166)
Total comprehensive loss for the period	-	(86,529,198)	(86,529,198)	-	(305,219,934)	(305,219,934)
Net assets at the end of the period (unaudited)	1,029,431,921	459,806,771	1,489,238,692	1,768,426,234	778,256,747	2,546,682,981
Undistributed income brought forward comprising of:						
- Realised income		875,255,441			822,889,676	
- Unrealised (loss) / income		(328,919,472)			260,587,005	
		546,335,969			1,083,476,681	
Accounting income available for distribution:						
- Relating to capital gain		-			-	
- Excluding capital gain		-			-	
		-			-	
Net loss for the period after taxation		(86,529,198)			(305,219,934)	
Undistributed income carried forward		459,806,771			778,256,747	
Undistributed income carried forward comprising of:						
- Realised income		592,800,937			1,121,213,376	
- Unrealised loss		(132,994,166)			(342,956,629)	
		459,806,771			778,256,747	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		148.70			186.41	
Net asset value per unit at the end of the period		141.01			166.02	

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Growth Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended	
		December 31, 2022	December 31, 2021
-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period before taxation		(86,529,198)	(305,219,934)
Adjustments for:			
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	5.7	132,994,166	342,956,629
Reversal of provision for Sindh Workers' Welfare Fund		-	(29,986,980)
		46,464,968	7,749,715
Decrease / (increase) in assets			
Investments		241,327,613	(831,279,455)
Profit receivable		(302,175)	120,119
Advances and deposits		(27,500)	15,020,291
		240,997,938	(816,139,045)
(Decrease) / increase in liabilities			
Payable to JS Investments Limited - Management Company		(1,709,307)	17,237,831
Payable to Digital Custodian Company Limited - Trustee		(26,535)	26,835
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)		(282,892)	(142,422)
Accrued expenses and other liabilities		(97,734)	8,652,248
		(2,116,468)	25,774,492
Net cash generated from / (used in) operating activities		285,346,438	(782,614,838)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		-	21,241,149
Amount received from issuance of units		135,163,303	1,080,065,516
Amount paid on redemption of units		(535,636,650)	(314,247,166)
Net cash (used in) / generated from financing activities		(400,473,347)	787,059,499
Net (decrease) / increase in cash and cash equivalents		(115,126,909)	4,444,661
Cash and cash equivalents at the beginning of the period		535,328,594	176,216,740
Cash and cash equivalents at the end of the period	13	420,201,685	180,661,401

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Growth Fund (the Fund) was converted from closed-end scheme into an open-end scheme with effect from July 20, 2013. The Trust Deed of the Fund was executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated July 20, 2013 consequent to which the Trust Deed was executed on the same date in accordance with the requirements of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual fund categorised as "Equity Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered 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 required to maintain at least 70% of its net assets invested in listed equity securities.

1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 19th floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.4 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.

1.5 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the 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 the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
4 BANK BALANCES			
In saving accounts	4.1	417,250,585	530,263,927
In current accounts		2,951,100	5,064,667
		<u>420,201,685</u>	<u>535,328,594</u>

4.1 These include a balance of Rs. 171.67 million (June 30, 2022: Rs. 100.14 million) maintained with JS Bank Limited (a related party) and carries profit at the rate of 14.5% (June 30, 2022: 12.25%) per annum and a balance of Rs. 0.06 million (June 30, 2022: Rs. 0.06 million) maintained with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 15% (June 30, 2022: 14%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 14.40% to 17.25% per annum (June 30, 2022: 6.50% to 16.90% per annum).

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
5 INVESTMENTS			
Financial assets at 'fair value through profit or loss'			
Listed equity securities	5.1	1,204,991,642	1,585,426,437
Term finance certificates - listed	5.2	-	-
Term finance certificates - unlisted	5.3	-	-
Financial assets at 'fair value through other comprehensive income'			
Term finance certificates - listed	5.4	-	-
Term finance certificates - unlisted	5.5	-	-
		<u>1,204,991,642</u>	<u>1,585,426,437</u>

5.1 Listed equity securities - 'at fair value through profit or loss'

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the Investee Company	As at July 31, 2022	Purchased during the period	Bonus/ right issued during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee
						Carrying value	Market value	Unrealised (diminution)/ appreciation	Net assets of the Fund	Total investments	
						Rupees					
Sectors / Companies											
Automobile Assemblers											
Millat Tractors Limited *	212	-	42	-	254	184,989	123,412	(61,577)	0.01%	0.01%	-
						184,989	123,412	(61,577)	0.01%	0.01%	-
Cement											
Cherat Cement Company Limited	75,000	76,771	-	151,771	-	-	-	-	-	-	-
D.G. Khan Cement Company Limited	-	665,000	-	665,000	-	-	-	-	-	-	-
Lucky Cement Limited	196,090	62,500	-	124,000	134,590	62,224,126	60,105,202	(2,118,924)	4.04%	4.99%	0.04%
Maple Leaf Cement Factory Limited	231,430	1,465,000	-	1,520,000	176,430	4,882,967	3,982,025	(900,942)	0.27%	0.33%	0.02%
Pioneer Cement Limited	-	531,000	-	531,000	-	-	-	-	-	-	-
Fauji Cement Company Limited	-	1,275,000	-	400,000	875,000	12,823,537	10,517,500	(2,306,037)	0.71%	0.87%	0.04%
						79,930,630	74,604,727	(5,325,903)	5.02%	6.19%	0.10%
Commercial Banks											
Bank Al Habib Limited	1,392,800	-	-	253,903	1,138,897	66,124,360	62,958,226	(3,166,134)	4.23%	5.22%	0.10%
Bank Alfalah Limited	921,200	500,000	-	444,500	1,421,200	45,843,400	42,834,968	(3,008,432)	2.88%	3.55%	0.08%
Habib Metropolitan Bank Limited	444,500	-	-	-	-	-	-	-	-	-	-
Habib Bank Pakistan Limited	1,321,400	225,000	-	340,000	1,206,400	108,535,992	76,883,872	(31,652,120)	5.16%	6.38%	0.08%
BankIslami Pakistan Limited (Relaxed Party)	-	2,602,500	-	-	2,602,500	38,702,805	34,769,400	(3,933,405)	2.33%	2.89%	0.23%
The Bank of Punjab Limited	3,662,438	-	-	824,501	2,837,937	15,381,618	12,969,373	(2,412,245)	0.87%	1.08%	0.10%
United Bank Limited	1,018,668	95,000	-	237,500	876,168	98,914,056	88,273,926	(10,640,130)	5.93%	7.33%	0.07%
Faysal Bank Limited	-	2,217,500	-	887,499	1,330,001	41,009,764	34,533,926	(6,655,838)	2.31%	2.85%	0.09%
						414,511,995	353,043,691	(61,468,304)	23.71%	29.30%	0.75%
Chemicals											
AgriTech Limited	1,331,303	-	-	-	1,331,303	8,853,165	5,844,420	(3,008,745)	0.39%	0.49%	0.34%
IGC Pakistan Limited	-	5,150	-	-	5,150	3,134,278	3,309,081	174,303	0.22%	0.27%	0.01%
						11,987,943	9,153,501	(2,834,442)	0.61%	0.76%	0.35%
Engineering											
Aisha Steel Mills Limited	3,779,608	-	-	800,000	2,979,608	32,924,669	24,462,582	(8,462,087)	1.64%	2.03%	0.32%
Amrli Steels Limited	979,500	-	-	-	979,500	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	158,094	-	-	-	158,094	-	-	-	-	-	-
						32,924,669	24,462,582	(8,462,087)	1.64%	2.03%	0.32%
Fertilizers											
Engro Corporation Limited	441,707	-	-	85,000	356,707	91,705,803	93,460,801	1,754,998	6.28%	7.36%	0.06%
Engro Fertilizers Limited	1,433,796	150,000	-	855,000	728,796	64,010,202	56,037,124	(7,973,078)	3.76%	4.65%	0.05%
Fauji Fertilizer Bin Qasim Limited	200,000	-	-	200,000	-	-	-	-	-	-	-
Faima Fertilizer Company Limited *	5,316	-	-	-	5,316	200,945	176,618	(23,327)	0.01%	0.01%	-
Fauji Fertilizer Company Limited	102,500	50,000	-	152,500	-	16,791,462	15,053,275	(1,738,187)	1.01%	1.25%	0.01%
						172,708,412	164,729,818	(7,978,594)	11.06%	13.67%	0.12%
Leather and Tanneries											
Service Industries Limited	98,750	-	-	98,750	-	-	-	-	-	-	-
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited	475,360	20,500	-	160,000	335,860	57,320,093	48,360,481	(8,959,612)	3.25%	4.01%	0.07%
Sul Northern Gas Pipelines Limited	899,453	130,000	-	110,000	899,453	31,201,334	33,774,460	2,573,126	2.27%	2.80%	0.14%
						88,521,427	82,134,941	(6,386,486)	5.52%	6.81%	0.21%
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	71,052	-	-	17,000	54,052	94,036,422	83,616,018	(10,420,404)	5.61%	6.94%	0.04%
Oil and Gas Development Company Limited	1,322,550	200,000	-	446,892	1,075,658	84,123,747	85,686,614	1,563,169	5.75%	7.11%	0.03%
Pakistan Oilfields Limited	189,970	-	-	145,500	44,470	18,046,371	17,040,040	(1,006,331)	1.17%	1.45%	0.02%
Pakistan Petroleum Limited	1,145,496	345,000	-	465,000	1,025,496	66,841,868	69,877,297	3,035,429	4.69%	5.80%	0.04%
						263,048,408	256,650,271	(6,398,137)	17.22%	21.30%	0.13%
Pharmaceuticals											
AGP Limited	430,653	-	-	-	430,653	37,733,816	27,988,138	(9,745,678)	1.88%	2.32%	0.15%
Highnoon Laboratories Limited	73,877	1,800	-	1,800	73,877	39,179,190	39,904,716	725,526	2.68%	3.31%	0.18%
						76,913,006	67,892,854	(9,020,152)	4.56%	5.63%	0.33%
Paper and Boards											
Cherat Packaging Limited	198,200	7,500	19,820	220,500	5,020	516,092	506,267	(9,825)	0.03%	0.04%	0.01%
						516,092	506,267	(9,825)	0.03%	0.04%	0.01%
Power Generation & Distribution											
K-Electric Limited	-	125,000	-	125,000	-	-	-	-	-	-	-
The Hub Power Company Limited	544,307	400,000	-	342,500	601,807	41,388,454	37,961,986	(3,426,468)	2.55%	3.15%	0.05%
						41,388,454	37,961,986	(3,426,468)	2.55%	3.15%	0.05%
Refinery											
National Refinery Limited	-	35,000	-	35,000	-	-	-	-	-	-	-
Sugar & Allied Industries											
Shahaj Sugar Mills Limited (a related party)	1,125,142	1,000	-	-	1,126,142	59,670,115	41,273,104	(18,397,011)	2.77%	3.43%	0.38%
						59,670,115	41,273,104	(18,397,011)	2.77%	3.43%	0.38%
Technology & Communication											
Air Link Communication Limited	549,938	225,000	-	774,938	-	30,474,455	22,922,651	(7,551,804)	1.54%	1.90%	0.20%
Octopus Digital Limited	-	170,000	-	170,000	-	11,990,725	9,630,500	(2,360,225)	0.65%	0.80%	0.12%
Systems Limited	-	184,500	-	61,500	123,000	52,773,054	59,523,390	6,750,336	4.00%	4.94%	0.04%
Avanceon Limited *	-	100,000	-	95,000	5,000	373,409	330,150	(43,259)	0.02%	0.03%	-
TRG limited Company (a related party)	-	550,000	-	550,000	-	-	-	-	-	-	-
						95,611,643	92,406,691	(3,204,952)	6.21%	7.67%	0.36%
Miscellaneous											
Synthetic Products Enterprises Limited* (Face value of Rs. 5 each)	4,828	-	-	-	4,828	68,027	47,797	(20,230)	-	-	-
TPL Properties Limited	-	2,350,000	-	2,350,000	-	-	-	-	-	-	-
Tri-Pack Films Limited	76,300	-	-	76,300	-	-	-	-	-	-	-
						68,027	47,797	(20,230)	-	-	-
Total as at December 31, 2022						1,337,985,810	1,204,991,642	(132,994,168)			
Total as at June 30, 2022						1,914,345,909	1,585,426,437	(328,919,472)			

* Nil figures due to rounding off

JS Growth Fund

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

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Number of shares) -----		----- (Rupees) -----	
Oil & Gas Marketing Company				
Pakistan State Oil Company Limited	200,000	200,000	28,798,000	34,368,000
Power Generation and Distribution				
The Hub Power Company Limited	500,000	500,000	31,540,000	34,085,000

- 5.1.2 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including 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 High Court of Sindh, 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 of 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 Honourable High Court of Sindh in favour of CISs.

On June 27, 2018, the Supreme Court of Pakistan passed a judgement 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. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has 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 Funds have included these shares in their portfolio, as the management 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 since July 1, 2018 were not withheld by the investee companies.

Name of the Company	December 31, 2022 (Unaudited)		June 30, 2022 (Audited)	
	Bonus shares			
	Number of shares withheld	Market value as at December 31, (Rupees)	Number of shares withheld	Market value as at June 30, 2022 (Rupees)
Synthetic Products Enterprises Limited	4,828	47,797		68,027
		<u>47,797</u>		<u>68,027</u>

5.2 Term finance certificates - listed - 'at fair value through profit or loss'

Privately placed term finance certificates

Name of the security	Note	As at July 1, 2022	Restructured in / purchased during the period	Restructured out / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
						----- Rupees -----			----- % -----	
Textile Composite										
Azgard Nine Limited PPTFC (a related party)	5.2.1	2,899	-	-	2,899	14,495,000	14,495,000	-	-	-
Less: provision held						(14,495,000)	(14,495,000)	-	-	-
Total as at December 31, 2022						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total as at June 30, 2022						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

- 5.2.1** During the year 2013, the Fund alongwith other lenders, entered into a restructuring agreement in respect of outstanding liabilities of Azgard Nine Limited (ANL). In terms of the said restructuring, the Fund has acquired 726,165 ordinary shares of Agritech Limited which were previously owned by ANL, in order to partially settle the liabilities of ANL. ANL has defaulted in repayments in the past. Accordingly, the outstanding value of these securities are fully provided in the books of the Fund.

The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Approved Scheme stated that the principal repayment of Rs. 19.523 million will be paid over a period of eight years starting from April 29, 2021 through some partial cash payments (of which Rs. 0.37 million has already been received in 2021 and Rs. 4.58 million will be received within two years from time zero and remaining amount by issuance of 2,899 PPTFCs (Sub PPTFCs) amounting to Rs. 14.49 million. Since these TFCs are non-performing and have been reclassified as a non-performing asset by "MUFAP", these have been fully provided in the books of the Fund. These instruments carry interest at a fixed rate of 5% per annum paid quarterly over eight years starting from April 29, 2021 and principal redemption of Rs. 0.724 million paid quarterly starting from July 29, 2023 over the five year period. During the half year ended December 31, 2022, Rs. 1.566 million (June 30, 2022: 0.725 million) has been received on account of interest income.

5.3 Term finance certificates - unlisted - 'at fair value through profit or loss'

5.3.1 Convertible privately placed term finance certificates

Name of the security	Note	As at July 1, 2022	Restructured in / purchased during the period	Restructured out / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net assets of the Fund	Total market value of investment
-----Number of certificates-----						-----Rupees-----			-----%-----	
Textile Composite										
Azgard Nine Limited (related party)										
Convertible PPTFC (22-10-2012)	53.1.1	6,420	-	-	6,420	49,282,809	49,282,809	-	-	-
Less: Provision held						(49,282,809)	(49,282,809)			
Total as at December 31, 2022						-----			-----	
Total as at June 30, 2022						-----			-----	

- 5.3.1.1** These convertible privately placed term finance certificates (PPTFCs) were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. These PPTFCs have been classified as non-performing by MUFAP. The carrying value of preference shares so converted into PPTFC was Rs. 64.20 million and provision held was Rs. 64.20 million. The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Approved Scheme stated that the principal repayment of Rs. 64.20 million will be paid over a period of eight years starting from time zero date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.22 million has already been received at time zero and Rs. 13.69 million will be received within two years from time zero and outstanding amount after cash settlement will be paid by the issuance of PPTFC amounting to Rs. 49.28 million. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided. These instruments carry a fixed rate of 5% per annum and will be settled in full by April 29, 2028. During the half year ended December 31, 2022, nil amount has been received on account of interest income.

Name of the security	Note	As at July 1, 2022	Restructured in / purchased during the period	Restructured out / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net assets of the Fund	Total market value of investment
-----Number of certificates-----						-----Rupees-----			-----%-----	
Textile Composite										
Azgard Nine Limited PPTFC (related party)										
Less: provision held	53.2.1	6,650	-	-	6,650	33,250,000	33,250,000	-	-	-
						(33,250,000)	(33,250,000)			
Total as at December 31, 2022						-----			-----	
Total as at June 30, 2022						-----			-----	

- 5.3.2.1** The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Fund received 6,650 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) under the approved scheme against interest receivable on TFCs amounting to Rs. 20.35 million, 2,580 zero coupon Azgard Nine Limited (ANL) amounting to Rs. 12.9 million and tentative markup of Rs. 0.32 million.

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These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero. During the half year ended December 31, 2022, nil amount has been received on account of interest income.

5.4 Term Finance Certificate - listed - 'at fair value through other comprehensive income'

5.4.1 Privately placed term finance certificates

Name of the investee company	Note	As at July 1, 2022	Restructured in / purchased during the period	Restructured out / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net assets of the Fund	Total market value of investment
-----Number of certificates-----						-----Rupees-----			-----%-----	
Textile Composite										
Azgard Nine Limited PPTFC 6 (related party)	5.4.1.1	-	2,416	-	2,416	12,080,000	12,080,000	-	-	-
Less: provision held						(12,080,000)	(12,080,000)	-	-	-
Total as at December 31, 2022										
Total as at June 30, 2022										

5.4.1.1 During the year 2013, the Fund alongwith other lenders, entered into a restructuring agreement in respect of outstanding liabilities of Azgard Nine Limited (ANL). In terms of the said restructuring, the Fund has acquired 605,138 ordinary shares of Agritech Limited which were previously owned by ANL, in order to partially settle the liabilities of ANL. ANL has defaulted in repayments in the past. Accordingly, the outstanding value of these securities are fully provided in the books of the Fund.

These TFCs has been issued against 10,000 PPTFCs of Azgard Nine Limited. These carry fixed interest rate of 5% paid quarterly over eight year starting from April 29, 2021 and principal redemption of Rs 0.60 million paid quarterly starting from July 29, 2023 over the five years period. During the half year ended December 31, 2022, nil amount has been received on account of interest income.

The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. Under the approved scheme stated that the outstanding principal repayment of Rs. 16.269 million will be paid over a period of eight years starting from April 29, 2021 through some partial cash payments (of which Rs. 0.72 million has already been received in 2021 and Rs. 3.47 million will be received within 2 years from time zero and remaining amount by issuance of 2,416 PPTFCs (Sub PPTFCs) amounting to Rs. 12.08 million. These instruments carry interest at a fixed rate of 5% per annum paid quarterly each year and will be settled in full by April 29, 2028. Since these TFCs are non-performing and have been reclassified as a non-performing asset by "MUFAP", these have been fully provided in the books of the Fund.

5.5 Term Finance Certificate - unlisted - 'at fair value through other comprehensive income'

Name of the investee company	Note	As at July 1, 2022	Restructured in / purchased during the period	Restructured out / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
-----Number of certificates-----						-----Rupees-----			-----%-----	
Textile Composite										
Azgard Nine Limited PPTFC (related party)	5.3.3.1	14,766	-	-	14,766	73,830,000	73,830,000	-	-	-
Less: provision held						(73,830,000)	(73,830,000)	-	-	-
Total as at December 31, 2022										
Total as at June 30, 2022										

5.5.1.1 The Fund received 14,766 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) against interest receivable on TFCs amounting to Rs. 63.08 million, 2,150 PPTFCs of Azgard Nine Limited (ANL) amounting to Rs. 10.75 million and tentative markup of Rs. 1.31 million. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

Further, the approved scheme stated that against these certificates and outstanding interest, accumulated on privately placed term finance certificates and 10,000 PPTFCs of Azgard Nine Limited (ANL) will be paid through some partial cash payment (of Rs. 1.31 million has already been received in 2021) and remaining amount by issuance of Azgard Nine Limited (ANL) 14,766 privately placed term finance certificates amounting to Rs. 73.83 million. Since these TFCs are non-performing, therefore have been classified as a non-performing asset by MUFAP.

5.6 Details of non-compliant investments

The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the Circular.

Following investments of the Funds are in sukuk certificates which are non-compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held if any	Value of investment after provision	% of net assets	% of total investments
			(Rupees)	(%)		
Azgard Nine Limited PPTFC (22-10-2012) (note 5.3.1)	TFC	49,282,809	(49,282,809)	-	-	-
Azgard Nine Limited PPTFC 6 (note 5.4.1)	TFC	12,080,000	(12,080,000)	-	-	-
Azgard Nine Zero Coupon PPTFC (note 5.2)	TFC	14,495,000	(14,495,000)	-	-	-

5.7 Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'

Market value of investments	5.1 to 5.5	1,204,991,642	1,585,426,437
Less: carrying value of investments	5.1 to 5.5	1,337,985,810	1,914,345,909
		(132,994,168)	(328,919,472)

6 PROFIT RECEIVABLE

Mark-up / return receivable on:
- Bank balances

6,219,033	5,916,858
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7 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration payable to the Management Company	7.1	2,633,630	3,586,042
Sindh sales tax on remuneration payable to the Management Company	7.2	6,601,172	6,725,015
Federal excise duty payable on remuneration of the Management Company	7.3	41,151,991	41,151,991
Accounting and operational charges	7.4	131,671	162,675
Selling and marketing expenses	7.5	7,317,311	7,914,521
Printing and stationery charges payable		71,662	76,500
		57,907,437	59,616,744

7.1 As per Regulation 61 of NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in Offering Document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2022: 2%) per annum of average daily net assets of the Fund, during the half year ended December 31, 2022. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

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- 7.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 41.152 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the net asset value of the fund as at December 31, 2022 would have been higher by Rs. 3.9 (June 30, 2022: Rs. 3.10) per unit.

- 7.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its discretion has charged such expenses at the rate of 0.1% (June 30, 2022: 0.1%) per annum of the average annual net assets of the Fund during the half year ended December 31, 2022.

- 7.5** 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 (subject to the limits approved by the Board of Directors) has charged selling and marketing expenses at 1.7% (June 30, 2022: 1.7%) per annum of the average annual net assets of the Fund during the half year ended December 31, 2022 subject to not being higher than the actual expense.

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----	-----
8	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE		
	Remuneration payable to the Trustee	8.1	145,681
	Sindh sales tax payable on remuneration of the Trustee	8.2	18,943
		<u>164,624</u>	<u>191,159</u>

- 8.1** According to the provisions of the Trust Deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund as follows:

On net assets:	Remuneration to Trustee
- up to Rs. 250 million	0.20% per annum
- from Rs. 250 million to Rs. 500 million	Rs. 500,000 plus 0.15% per annum on amount exceeding Rs. 250 million
- from Rs. 500 million to Rs. 2 billion	Rs. 875,000 plus 0.08% per annum on amount exceeding Rs. 500 million
- from Rs. 2 billion to Rs. 5 billion	Rs. 2,075,000 plus 0.06% per annum on amount exceeding Rs. 2 billion
- from Rs. 5 billion and above	Rs. 3,875,000 plus 0.05% per annum on amount exceeding Rs. 5 billion

- 8.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13% on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (June 30, 2022: 0.02%) of daily net assets of the Fund.

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES		
Zakat payable	4,847	9,527
Capital gain tax payable	65,671	182,862
Withholding tax payable	131,933	154,849
Auditors' remuneration	644,956	606,346
Other payables	193,309	184,866
	<u>1,040,716</u>	<u>1,138,450</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Fund has incurred net loss during the period, therefore, no provision for taxation has been made in these condensed interim financial statements.

	Note	December 31, 2022	December 31, 2021
		----- (Rupees) -----	
13 CASH AND CASH EQUIVALENTS			
Bank balances	4	<u>420,201,685</u>	<u>180,661,401</u>

14 (LOSS) / EARNINGS PER UNIT

(Loss) / earnings per unit (EPU) has not been disclosed as, in the opinion of the Management Company the determination of weighted average units for calculating EPU is not practicable.

15 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 4.66% which includes 0.33% representing government levy and the SECP fee. This ratio is within the maximum limit of 4.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity scheme".

16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui and Company Limited (JSCL holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

- 16.1** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

JS Growth Fund

- 16.2** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed
- 16.3** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 16.4** Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions during the year and balances at year end with the related parties / connected persons are as follows:

16.5 Details of transactions with connected persons / related parties during the period are as follows:

	December 31, 2022	December 31, 2021
	(Unaudited)	
	----- (Rupees) -----	
JS Investments Limited - Management Company		
Remuneration of the Management Company	18,446,498	24,748,432
Sindh sales tax on remuneration of the Management Company	2,397,976	3,217,441
Issuance of units: 907,062 (2021: 2,408,424)	130,000,000	438,863,075
Redemption of units: 3,277,074 (2021: 594,983)	478,220,115	105,000,000
Accounting and operational charges	922,297	1,237,430
Selling and marketing expenses	15,679,001	21,036,022
Printing and stationery charges	51,151	-
Sales load paid	-	1,589
Digital Custodian Company Limited		
Remuneration of the Trustee	971,662	1,183,537
Sindh sales tax on remuneration of the Trustee	126,321	153,858
JS Global Capital Limited (fellow subsidiary of JSBL)		
Brokerage commission	246,799	397,245
JS Bank Limited (Parent Company of JSIL)		
Return on bank balances	10,140,662	4,428,108
BankIslami Pakistan Limited (Associate of JSCL)		
Return on bank balances	1,826	605
JS Fund of Funds (Fund Under JSIL Management)		
Redemption of units: Nil (2021: 581,928)	-	101,000,000
Azgard Nine Limited (Associate of JSCL)		
Markup received	1,566,722	3,502,168
EFU Life Assurance Limited (Associate of JSCL)		
Issuance of units: Nil (2021: 6,843)	-	1,246,999
Future Trust (Common Directorship)		
Redemption of units: 33,846 (2021: nil)	4,991,877	-
Key Management Personnel of the Management Company		
Issuance of units: Nil (2021: 14,593)	-	2,634,168
Other parties with 10% or more than 10% of investment		
Issuance of units: Nil (2021: 1,179,990)	-	212,000,000

16.6 Details of balances with connected persons / related parties as at period / year end:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	2,633,630	3,586,042
Sindh sales tax payable on remuneration of the Management Company	6,601,172	6,725,015
FED payable on remuneration of the Management Company	41,151,991	41,151,991
Accounting and operational charges	131,671	162,675
Selling and marketing expenses payable	7,317,311	7,914,521
Printing and stationery charges payable	71,662	76,500
Units held: Nil (June 30, 2022: 2,370,012 units)	-	352,420,784
Digital Custodian Company Limited		
Remuneration payable of the Trustee	145,681	169,170
Sales tax payable on remuneration of the Trustee	18,943	21,989
EFU Life Assurance Limited (Associate of JSCL)		
Units held: 646,195 (June 30, 2022: 646,195)	91,117,049	96,089,197
JS Bank Limited (Parent Company of JSIL)		
Bank balance	171,672,720	100,140,806
Profit receivable	1,607,680	977,016
JS Global Capital Limited (fellow subsidiary of JSBL)		
Brokerage commission payable	14,826	24,309
BankIslami Pakistan Limited (Associate of JSCL)		
Bank balances	59,017	57,191
Future Trust (Common Director of JSIL a Trustee)		
Units held: 851,738 (June 30, 2022: 885,584)	120,103,582	131,686,341
Key Management Personnel of the Management Company		
Units held: 6,019 (June 30, 2022: 14,811)	848,689	2,202,396
Other parties with 10% or more than 10% of investment		
Units held: 1,360,464 (June 30, 2022: 1,579,582)	191,839,031	234,883,843

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

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

JS Growth Fund

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

As at December 31, 2022 (Unaudited)			
Level 1	Level 2	Level 3	Total

(Rupees)

Financial assets 'at fair value through profit or loss'

Listed equity securities	1,204,991,642	-	-	1,204,991,642
	<u>1,204,991,642</u>	<u>-</u>	<u>-</u>	<u>1,204,991,642</u>

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

(Rupees)

Financial assets 'at fair value through profit or loss'

Listed equity securities	1,585,426,437	-	-	1,585,426,437
	<u>1,585,426,437</u>	<u>-</u>	<u>-</u>	<u>1,585,426,437</u>

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee.

18.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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PRINTED MATTER



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JS Government Securities Fund

Half Yearly Report for the period
ended from July 14, 2022 to December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Government Securities Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Government Securities Fund** (the Fund) for the period ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 13.85% for the period ended December 31, 2022, against the benchmark return of 16.54%. The fund's Net Assets closed at PKR 3.998 billion as of December 31, 2022. The total expense ratio (TER) of the Fund is 1.58%, which includes 0.08% of government levies on the Fund.

Dividend

The Fund paid total interim dividend of Rs 1.38 per unit during the period ended December 31, 2022.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes high management quality.



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Service for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



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REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS GOVERNMENT SECURITIES FUND

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

JS Government Securities Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee on December 30, 2021. The Fund approved from Securities & Exchange Commission of Pakistan dated November 5, 2019.

1. JS Investments Limited, the Management Company of JS Government Securities Fund, has, in all material respects, managed JS Government Securities Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 27, 2023

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JS Government Securities Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Un-Audited) -----Rupees-----
Assets		
Bank balances	5	768,734,620
Investments	6	3,164,133,206
Mark-up receivable	7	83,359,117
Preliminary expenses and formation costs	8	1,256,147
Prepayments and advances	9	575,140
Total assets		4,018,058,230
Liabilities		
Payable to JS Investments Limited - Management Company	10	11,634,417
Payable to Digital Custodian Company Limited - Trustee	11	769,015
Annual fee payable to the Securities and Exchange Commission of Pakistan	12	155,744
Accrued expenses and other liabilities	13	7,033,096
Total Liabilities		19,592,272
Net Assets		<u>3,998,465,958</u>
Unit Holders' Funds (as per statement attached)		<u>3,998,465,958</u>
Contingencies and Commitments	14	
		Number of units
Number of units in issue		<u>38,056,380</u>
		Rupees
Net assets value per unit		<u>105.07</u>

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE PERIOD FROM JULY 14, 2022 TO DECEMBER 31, 2022 AND QUARTER ENDED DECEMBER 31, 2022

	Note	For the Period from July 14, 2022 to December 31, 2022	Quarter ended December 31, 2022
----- (Rupees) -----			
Income			
Mark-up / return on balances with banks and investments		121,545,522	116,708,518
Net realised loss on sale of investments		(1,651,996)	(1,572,228)
Net unrealised loss on revaluation of investments classified as 'at fair value through profit or loss'	6.2	(41,723,831)	(41,747,021)
Total income		78,169,695	73,389,269
Expenses			
Remuneration to JS Investments Limited - Management Company	10.1	2,803,345	2,803,345
Sindh Sales Tax on Management Company's Remuneration	10.2	364,436	364,436
Remuneration of the Digital Custodian Company Limited -Trustee	11.1	690,528	583,679
Sindh Sales Tax on remuneration of the Trustee	11.2	89,768	75,862
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	12	155,744	149,525
Allocated expenses by the Management Company	10.4	666,453	666,453
Selling and marketing expenses	10.5	6,297,430	6,297,430
Auditors' remuneration		440,100	341,259
Brokerage and settlement charges		318,400	282,657
PSX listing fee		12,500	12,500
Mutual fund rating fee		97,409	97,409
Printing and stationery		77,249	52,289
SECP supervisory fee on listing fees		1,250	1,250
Amortisation of preliminary expenses and flotation costs	8	124,584	68,986
Total expenses		12,139,196	11,797,080
Net income for the period before taxation		66,030,499	61,592,189
Taxation	15	-	-
Net income for the period after taxation		66,030,499	61,592,189
Allocation of net income for the period			
Net income for the period after tax		66,030,499	61,592,189
Income already distributed on units redeemed		(9,174,960)	(9,174,960)
		56,855,539	52,417,229
Accounting income available for distribution:			
Relating to capital gain		-	-
Excluding capital gain		56,855,539	52,417,229
		56,855,539	52,417,229

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Government Securities Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD FROM JULY 14, 2022 TO DECEMBER 31, 2022 AND QUARTER ENDED DECEMBER 31, 2022

	For the Period from July 14, 2022 to December 31, 2022	Quarter ended December 31, 2022
	----- (Rupees) -----	
Net income for the period after taxation	66,030,499	61,592,189
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>66,030,499</u>	<u>61,592,189</u>

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM JULY 14, 2022 TO DECEMBER 31, 2022

	For the Period from July 14, 2022 to December 31, 2022 -----Rupees-----
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income for the period	66,030,499
Adjustments for:	
Mark-up / return on balances with banks and investments	(121,545,522)
Net realised loss on sale of investments	1,651,996
Net unrealised loss on revaluation of investments classified as 'at fair value through profit or loss'	41,723,831
Amortisation of preliminary expenses and flotation costs	124,584
	(78,045,111)
Increase in assets	
Preliminary expenses and formation costs	(1,380,731)
Prepayments and advances	(575,140)
Investments - net	(3,207,509,033)
	(3,209,464,904)
Increase in liabilities	
Payable to JS Investments Limited - Management Company	11,634,417
Payable to Digital Custodian Company Limited - Trustee	769,015
Annual fee payable to Securities and Exchange Commission of Pakistan	155,744
Accrued expenses and other liabilities	7,033,096
	19,592,272
Profit received on balances with banks and investments	38,186,405
Net cash generated used in operating activities	<u>(3,163,700,839)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Amount received on issuance of units	4,376,357,939
Amount paid on the redemption of units	(392,560,097)
Dividend paid during the period	(51,362,383)
Net cash generated from financing activities	<u>3,932,435,459</u>
Increase in cash and cash equivalents during the period	768,734,620
Cash and cash equivalents at beginning of the period	-
Cash and cash equivalents at end of the period	<u><u>768,734,620</u></u>

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Government Securities Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' (UN-AUDITED) FOR THE PERIOD FROM JULY 14, 2022 TO DECEMBER 31, 2022

For the Period from July 14, 2022 to December 31, 2022		
Capital Value	Undistributed income / (loss)	Total
-----Rupees-----		
Net assets at beginning of the period	-	-
Issue of 41,806,503 units	4,180,650,273	4,180,650,273
- Element of income	195,707,666	195,707,666
Total proceeds on issuance of units	4,376,357,939	4,376,357,939
Redemption of 3,750,123 units		
- Amount paid / payable on redemption of Units	(375,012,315)	(375,012,315)
- Element of loss	(8,372,822)	(17,547,782)
Total payments on redemption of units	(383,385,137)	(392,560,097)
Total comprehensive income for the period	-	66,030,499
Distribution during the period		
Interim distribution - November 02, 2022 (0.20 per unit)	-	(7,449,835)
Interim distribution - December 29, 2022 (1.18 per unit)	-	(43,912,548)
	-	14,668,116
Net assets at end of the period	3,992,972,802	3,998,465,958
Undistributed income / (loss) brought forward		
- Realized income / (loss)	-	
- Unrealized income / (loss)	-	
	-	
Accounting income available for distribution		
- Relating to capital gains	-	
- Excluding capital gains	56,855,539	
	56,855,539	
Net income for the period after taxation	66,030,499	
Undistributed income carried forward	66,030,499	
Undistributed income carried forward		
- Realized income	107,754,330	
- Unrealized loss	(41,723,831)	
	66,030,499	
Net assets value per unit at beginning of the period		100.00
Net assets value per unit at end of the period		105.07

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM JULY 14, 2022 TO DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Government Securities Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated November 05, 2019 consequent to which the Trust Deed was executed on December 30, 2021 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from July 14, 2022.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.3 The Fund is an open end mutual fund categorised as "Income Fund Scheme" and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in a diverse portfolio of investment-grade debt securities, government securities.
- 1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as Trustee of the Fund.
- 1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality. Stability rating of "AA(f)" was assigned to the Fund as at September 29, 2022 by the Pakistan Credit Rating Agency Limited (PACRA).
- 1.6 These are the first half yearly condensed interim financial statements of the Fund for the period from July 14, 2022 to December 31, 2022. Therefore, comparative figures are not reported in these condensed interim financial statements

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 The 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 Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIII A 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.

JS Government Securities Fund

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 the requirements of the Trust Deed differ from the IFRSs, 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 the requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of International Accounting Standard 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.

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

2.2 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Further, following standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

2.3 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except for certain investments which have been marked to market and carried at fair value.

2.4 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.



3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been applied consistently as presented in these condensed Interim financial statements.

3.1 Financial assets

Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes is classified as measured at FVTPL.

In addition, on initial recognition, the Fund may irrevocably designate a debt instrument that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Business model assessment

The Fund determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Fund's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- the objectives for the portfolio, in particular, whether management's strategy focuses on earning contractual revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets;
- How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed; and

JS Government Securities Fund

- How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realised in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)

As a second step of its classification process the Fund assesses the contractual terms of financial to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Initial Measurement

Investments are initially measured at their fair value except in the case of financial assets recorded at FVTPL, transaction costs are added to, or subtracted from, this amount.

Subsequent Measurement

Debt instruments at amortised cost

After initial measurement, such debt instruments are subsequently measured at amortised cost.

Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the effective interest rate.

Debt instruments at fair value through profit or loss

Financial assets at FVTPL are recorded in the statement of assets and liabilities at fair value. Changes in fair value are recorded in profit and loss.

Debt instruments at fair value through other comprehensive income

Financial assets at FVOCI are recorded in the statement of assets and liabilities at fair value. Changes in fair value are recorded in other comprehensive income.

3.2 Impairment

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.



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However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

3.3 Derecognition

The Fund derecognises a financial asset when the contractual right to the cash flows from the financial asset expires or it transfers the right to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

3.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

3.5 Expenses

All expenses, including management fee and trustee fee, are recognized in the income statement on accrual basis.

3.6 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs (formation costs) represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, commission to bankers to the issue, brokerage paid to the members of stock exchanges and other expenses. These costs are being amortised over a period of five years starting from the end of the initial offering period as per the requirement set out in the Trust Deed of the Fund and NBFC regulations.

3.7 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.8 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any. The charge for current tax is calculated using the prevailing tax rates.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on enacted tax rates.

JS Government Securities Fund

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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.

3.9 Earnings per unit

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

3.10 Net asset value per unit

The net asset value (NAV) per unit, as disclosed on the Statement of Assets and Liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the period end.

3.11 Unit holders' fund

Unit holders' fund representing the units issued by the Fund, is carried at the net asset value representing the investors' right to a residual interest in the Fund assets.

3.12 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the funds/cash received in Bank during business hours, as of the close of the previous day on which the funds/cash were received in the Bank. The offer price represents the net asset value per unit as of the close of the previous day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable.

Units redeemed are recorded at the redemption price, applicable to units as of the close of the previous day. The redemption price represents the net asset value per unit as of the close of the previous day on which applications were received less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

3.13 Revenue

- Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Income on government securities is recognised on a time proportion basis using effective interest rate method.
- Income on commercial papers is recognised on a time proportion basis.
- Unrealised gains / (losses) arising on remeasurement of investments classified as 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.
- Mark-up on bank deposits and certificate of investments is recognised on time proportion basis.

3.14 Distributions

Distributions declared subsequent to period end reporting date are considered as non adjusting events and are recognized in the financial statements of the period in which such distributions are declared. Based on MUFAP's guidelines (duly condensed upon SECP) distribution for the period is deemed to comprise of the portion of amount of income of units already paid on units redeemed and the amount of cash distribution for the period.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital if any based on the period of investment made during the period. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

3.15 Cash and cash equivalents

Cash and cash equivalents comprise of saving accounts maintained with banks. Cash equivalents are short term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

Judgments made by management in the application of accounting policies that have significant effect on the condensed interim financial statements and estimates with a significant risk of material adjustment are explained in note 3.1.

5. BANK BALANCES	Note	December 31, 2022 (Un-Audited) Rupees
Profit and loss sharing (PLS) account	5.1	768,734,620

5.1 Profit and loss sharing accounts of the Fund carry profit rates ranging from 12.40% to 16.00% per annum.

6. INVESTMENTS	Note	December 31, 2022 (Un-Audited) Rupees
'At fair value through profit or loss'		
Government Securities - Market Treasury Bills	6.1	-
Government Securities - Pakistan Investment Bonds	6.2	3,164,133,206
		3,164,133,206

JS Government Securities Fund

6.1 Government Securities - Market Treasury Bills - 'At Fair Value Through Profit or Loss'

	Purchased during the period	Sold / matured during the period	As at December 31, 2022	December 31, 2022			Market value as a % of net assets	Market value as a % of total investments
				Carrying value	Market value	Unrealised loss		
	(Number of holding)			(Rupees)			%	
Market Treasury Bills - 3 months	59,780	(59,780)	-	-	-	-	-	-
Market Treasury Bills - 6 months	1,000	(1,000)	-	-	-	-	-	-
Total as at December 31, 2022 (un-audited)								

6.2 Government Securities - Pakistan Investment Bonds - 'At Fair Value Through Profit or Loss'

	Note	Purchased during the period	Sold during the period	As at December 31, 2022	December 31, 2022			Market value as a % of net assets	Market value as a % of total investments
					Carrying value	Market value	Unrealised (loss) / gain		
		(Number of holding)			(Rupees)			%	
Pakistan Investment Bonds									
Bonds - 2 years	6.2.1	8,500	(1,000)	7,500	742,568,970	742,275,000	(293,970)	18.56%	23.46%
Bonds - 3 years	6.2.1	13,555	(2,550)	11,005	1,004,380,848	965,783,206	(38,597,642)	24.15%	30.32%
Bonds - 5 years	6.2.1	25,250	(10,000)	15,250	1,458,907,219	1,456,075,000	(2,832,219)	36.42%	46.02%
Total as at December 31, 2022 (un-audited)					3,205,857,037	3,164,133,206	(41,723,831)	79.13%	100.00%

6.2.1 Significant terms and conditions of Pakistan Investment bonds outstanding at the period end are as follows:

	Number of bonds	Face value	Interest rate (Per annum)	Maturity
Floating rate Instruments				
Bonds - 2 years				
Pakistan Investment Bonds	7,500	750,000,000	16.97%	8-Sep-24
Bonds - 3 years				
Pakistan Investment Bonds	5	500,000	16.88%	8-Sep-25
Bonds - 5 years				
Pakistan Investment Bonds	500	50,000,000	15.73%	6-May-26
Pakistan Investment Bonds	14,750	1,475,000,000	15.73%	17-Nov-27
Fixed rate Instruments				
Bonds - 3 years				
Pakistan Investment Bonds	11,000	1,100,000,000	10.00%	4-Aug-25

7. MARK-UP RECEIVABLE

Note

December 31,
2022
(Un-audited)
Rupees

Mark-up / return receivable on:

Government securities

83,286,688

Bank balances

72,429

83,359,117

8. PRELIMINARY EXPENSES AND FLOATATION COSTS

Preliminary expenses and formation costs

8.1

1,380,731

Amortisation during the period

(124,584)

1,256,147

8.1 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 five years commencing from July 14, 2022 as per the requirements set out in the Trust Deed of the Fund.

December 31,
2022
(Un-audited)
Rupees

9. PREPAYMENTS AND ADVANCES

Advance tax

487,039

PSX listing fee and SECP supervisory fee

88,101

575,140

		December 31, 2022
		(Un-audited)
		Rupees
10. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	Note	
Remuneration payable to the Management Company	10.1	2,803,345
Sindh Sales Tax payable on management company's remuneration	10.2	364,436
Preliminary expenses and formation costs	10.3	1,380,731
Allocated expenses payable	10.4	666,453
Selling and marketing expenses payable	10.5	6,297,430
Payable against printing and stationery		54,522
Other payable to Management Company		67,500
		11,634,417

- 10.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. During the period, the Management Company has charged its remuneration within the maximum limit of 2.00%. The remuneration is payable to the Management Company monthly in arrears.
- 10.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 10.3** 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 five years commencing from July 14, 2022 as per the requirements set out in the Trust Deed of the Fund.
- 10.4** As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% of net assets of the Fund.
- 10.5** In accordance with Circular 11 dated July 05, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-ended mutual funds (except funds of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations and offering document at 2.50%.

		December 31, 2022
		(Un-audited)
		Rupees
11. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE	Note	
Remuneration payable to the Trustee	11.1	680,545
Sindh Sales Tax payable on Trustee's remuneration	11.2	88,470
		769,015

- 11.1** The Trustee remuneration is charged as per Trust Deed which is paid on monthly basis in arrears and is charged as follows:

Net Assets

- up to rupees one billion Rs.0.5 million or 0.12% per annum of the Net Assets, whichever is higher.
- exceeding rupees one billion Rs.1.2 million plus 0.060% per annum of the Net Asset on amount exceeding Rs.1 billion.

JS Government Securities Fund

11.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

12. ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual SECP fee in accordance with the Non Banking Financial Companies Regulations, whereby the Fund is required to pay SECP at the rate of 0.02% per annum of the net assets of the Fund computed on a daily basis.

**December 31,
2022
(Un-audited)
Rupees**

13. ACCRUED EXPENSES AND OTHER LIABILITIES

Brokerage payable	60,115
Withholding tax payable	6,586,881
Auditors' remuneration payable	386,100
	<u>7,033,096</u>

14. CONTINGENCIES AND COMMITMENTS

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

15. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

16. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period from July 14, 2022 to December 31, 2022 is 1.58% which includes 0.09% representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

17. TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit Funds of the above connected persons / related parties.



JS Government Securities Fund

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

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

Transactions and balances with related parties other than disclosed elsewhere in these condensed interim financial statements are as follows:

	For the Period from July 14, 2022 to December 31, 2022
	--- Rupees ---
17.1 Details of transactions with related parties / connected persons during the period	
JS Investments Limited - Management Company	
Remuneration to JS Investments Limited - Management Company	2,803,345
Sindh Sales Tax on Management Company's Remuneration	364,436
Issue of units: 2,285,250 units	231,280,604
Redemption of units: 2,285,250 units	238,088,816
Allocated expenses by the Management Company	666,453
Amortisation of preliminary expenses and flotation costs	124,584
Selling and marketing expenses	6,297,430
Printing and stationery	77,249
PSX listing fee	13,750
Digital Custodian Company Limited - Trustee	
Remuneration of the Digital Custodian Company Limited -Trustee	690,528
Sindh Sales Tax on remuneration of the Trustee	89,768
JS Fund of Funds (Fund Under JSIL Management)	
Issue of units: 450,716 units	46,000,000
Redemption of units: 450,715 units	47,302,567
JS Global Capital Limited - (Fellow subsidiary of JSBL)	
Brokerage expense	12,825
Entities holding 10% or more of units	
Issue of units: 3,7568,908	3,949,456,139
17.2 Details of balances with related parties / connected persons as at period end	
JS Investments Limited - Management Company	
Remuneration payable to the Management Company	2,803,345
Sindh Sales Tax payable on management company's remuneration	364,436
Preliminary expenses and formation costs	1,380,731
Allocated expenses payable	666,453
Selling and marketing expenses payable	6,297,430
Payable against printing and stationery	54,522
Other payable to Management Company	67,500
Digital Custodian Company Limited - Trustee	
Remuneration payable to the Trustee	680,545
Sindh Sales Tax payable on Trustee's remuneration	88,470
JS Global Capital Limited - (Fellow subsidiary of JSBL)	
Brokerage payable	12,500
Entities holding 10% or more of units	
Units outstanding: 37,568,908	3,947,365,171

JS Government Securities Fund

18. INTERIM DISTRIBUTION

The Fund makes distribution as per clause 15.2 of the Trust Deed and clause 5.1 of the Offering Document and reinvests the distributed dividend as per clause 5.5 of the Offering Document at the option of the unit holder. During the period, the Management Company on behalf of the Fund, has distributed Rs.51.36 million as dividend after deducting applicable taxes.

19. FINANCIAL RISK MANAGEMENT

19.1 The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the Fund's constitutive documents and the regulations and the directives issued by the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

19.2 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and the regulations laid down by the SECP.

Market risk comprises of three types of risk: currency risk, interest rate risk and price risk.

19.2.1 Foreign Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

19.2.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

a) Sensitivity analysis of variable rate instruments

Variable rate instruments held as at December 31, 2022 include Pakistan Investment Bonds. In case of 100 basis points increase / decrease in interest rates at year end, the net assets attributable to unit holders of the Fund and net income for the year would be higher / lower by Rs. 21.99 million.

The composition of the Fund's investment portfolio, KIBOR rates and rates announced by Financial Market Association is expected to change over time. Accordingly, the sensitivity analysis prepared as of December 31, 2022 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

b) Sensitivity analysis for fixed rate instruments

Fixed rate instruments held as at December 31, 2022 include Pakistan Investment Bonds. In case of 100 basis points increase / decrease in interest rates at year end, the net assets attributable to unit holders of the Fund and net income for the year would be higher / lower by Rs.9.65 million.

The Fund holds a fixed rate Pakistan Investment Bond having face value of 1,100 million as at December 31, 2022.

The fund's PLS accounts are exposed to fixed rate risk. In case of 100 basis points increase / decrease in interest rates on December 31, 2022, with all other variables held constant, the net income for the year and the net assets would have been higher / lower by 7.69 million.

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

Particulars	December 31, 2022					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%		Rupees			
On-balance sheet financial instruments						
Financial assets						
Bank balances	12.40% - 16.00%	768,734,620	768,734,620	-	-	-
Investments	10.00% - 16.97%	3,164,133,206	-	-	3,164,133,206	-
Mark-up receivable		83,359,117	-	-	-	83,359,117
Preliminary expenses and formation costs		1,256,147	-	-	-	1,256,147
Prepayments and advances		575,140	-	-	-	575,140
Sub total		4,018,058,230	768,734,620	-	3,164,133,206	85,190,404
Financial liabilities						
Payable to JS Investments Limited - Management Company		11,634,417	-	-	-	11,634,417
Payable to Digital Custodian Company Limited - Trustee		769,015	-	-	-	769,015
Annual fee payable to the Securities and Exchange Commission of Pakistan		155,744	-	-	-	155,744
Accrued expenses and other liabilities		7,033,096	-	-	-	7,033,096
Sub total		19,592,272	-	-	-	19,592,272
On-balance sheet gap (a)		3,998,465,958	768,734,620	-	3,164,133,206	65,598,132
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		768,734,620	-	-	3,164,133,206	-
Cumulative interest rate sensitivity gap		768,734,620	-	-	3,164,133,206	-

19.2.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund is not exposed to the risk as its constitutive documents prohibit it from investing in equity securities.

19.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

JS Government Securities Fund

The Fund is exposed to daily cash redemptions, if any, at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

The Fund has the ability to borrow in the short-term to ensure settlement. During the current year, the Fund did not avail any borrowing. As per the NBFC Regulations the maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund and bear interest at commercial rates.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Particulars	December 31, 2022			
	Upto three months	More than three months and upto one year	Over one year	Total
	----- Rupees -----			
Financial liabilities				
Payable to JS Investments Limited - Management Company	11,634,417	-	-	11,634,417
Payable to Digital Custodian Company Limited - Trustee	769,015	-	-	769,015
Annual fee payable to the Securities and Exchange Commission of Pakistan	155,744	-	-	155,744
Accrued expenses and other liabilities	7,033,096	-	-	7,033,096
Total liabilities	19,592,272	-	-	19,592,272

19.4 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation. The Fund's policy is to enter into financial contracts with reputable counterparties in accordance with the internal guidelines, offering document and regulatory requirements.

The Fund's maximum exposure to credit risk related to receivables at December 31, 2022 is the carrying amounts of following financial assets.



JS Government Securities Fund

December 31,
2022
(Un-audited)

Bank balances	768,734,620
Investments	3,164,133,206
Mark-up receivable	83,359,117
Deferred formation cost	1,256,147
Prepayments, advances and other receivables	575,140
	<u>4,018,058,230</u>

The analysis below summaries the credit rating quality of the Fund's financial assets as at December 31, 2022.

Bank balances Name of the bank	Rating agency	2022	Percentage of total bank balances
		Latest available Published rating	
Allied Bank Limited	PACRA	AAA	0.00%
Bank of Punjab	PACRA	AA+	21.74%
Habib Bank Limited	VIS	AAA	78.21%
United Bank Limited	VIS	AAA	0.05%

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is mostly concentrated in government sector and deposits held with commercial banks.

19.5 Operational Risk:

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Fund's operations either internally within the Fund or externally at the Fund's service providers, and from external factors other than credit, market and liquidity risk such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risk arise from all of the Fund's activities.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns for investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the board of directors. This responsibility encompasses the controls in the following areas:

- requirements for appropriate segregation of duties between various functions, roles and responsibilities;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;

JS Government Securities Fund

- requirements for the periodic assessment of operational risk faced, and the adequacy of controls and procedures to address the risk identified;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

19.6 UNIT HOLDERS' FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by disposal of investments.

20. FAIR VALUE MEASUREMENT

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

- | | |
|-----------------|--|
| Level 1: | Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities. |
| Level 2: | 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 3: | Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs). |

The table below analyse financial instruments measured at the end of the period by the level in the fair value hierarchy into which the fair value measurement is categorised:



JS Government Securities Fund

	Fair value			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
December 31, 2022 (Un-audited)				
Financial assets measured at fair value				
Government securities -				
Market Treasury Bills	-	-	-	-
Government Securities -				
Pakistan Investment bonds	-	3,164,133,206	-	3,164,133,206
	<u>-</u>	<u>3,164,133,206</u>	<u>-</u>	<u>3,164,133,206</u>

The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.

20.1 Valuation techniques used in determination of fair values within level 2

Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV and PKFRV rates as announced by Mutual Funds Association of Pakistan (MUFAP).

21. GENERAL

21.1 Figures have been rounded off to the nearest Rupee.

21.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2022 have not been subject to limited scope review by the statutory auditors of the Fund.

22. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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Website: www.jsil.com

JS Islamic Daily Dividend Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
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Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

JS Islamic Daily Dividend Fund

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited is pleased to present the unaudited Financial Statements of JS Islamic Daily Dividend Fund (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 14.70% for the half year ended December 31, 2022, against the benchmark return of 5.95%. Net Assets moved from PKR 358.31 million (June 30, 2022) to PKR 4,280.45 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 0.70%, which includes 0.09% of government levies on the Fund.

Dividend

The Fund paid Daily Dividend accumulating to Rs. 7.15 per unit during the period ended December 31, 2022

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Company has maintained a fund stability rating AA(f) (Double A – Fund Rating) to the Fund dated September 29, 2022.

Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Service for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

JS Islamic Daily Dividend Fund



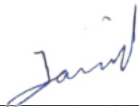
REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS ISLAMIC DAILY DIVIDEND FUND

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

JS Islamic Daily Dividend Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee on June 3rd, 2020. The Fund commenced its operation from September 3, 2020.

1. JS Investments Limited, the Management Company of JS Islamic Daily Dividend Fund, has, in all material respects, managed JS Islamic Daily Dividend Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.



Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 27, 2023

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Islamic Daily Dividend Fund

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Islamic Daily Dividend Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements 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 interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDiN Number: RR202210076GIMST7VCg

JS Islamic Daily Dividend Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
Assets			
Bank balances	5	4,239,999,714	199,131,578
Investments	6	-	151,000,000
Profit receivable	7	44,321,549	8,377,244
Deposits and other receivables	8	247,438	139,558
Preliminary expenses and floatation costs	9	479,393	566,793
Total assets		4,285,048,094	359,215,173
Liabilities			
Payable to JS Investments Limited - Management Company	10	897,558	383,885
Payable to Digital Custodian Company Limited - Trustee	11	197,838	77,054
Payable to Securities and Exchange Commission of Pakistan	12	102,263	185,410
Accrued expenses and other liabilities	13	3,404,287	261,668
Total liabilities		4,601,946	908,017
Net assets		4,280,446,148	358,307,156
Unit holders' funds (As per Statement Attached)		4,280,446,148	358,307,156
Contingencies and Commitments	16		
-----Number in units-----			
Number of units in issue		42,804,483	3,583,072
----- (Rupees) -----			
Net assets value per unit		100.00	100.00

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Islamic Daily Dividend Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED AND QUARTER ENDED DECEMBER 31, 2022

	Half year ended		Quarter ended		
	December 31,		December 31,		
	2022	2021	2022	2021	
	-----Rupees-----		-----Rupees-----		
Income	Note				
Profit on bank balances		75,062,117	35,119,459	65,769,734	21,249,043
Profit on Term Deposit Receipt		-	2,983,344	-	309,657
Profit on Sukuks		4,656,616	-	-	-
Profit on Islamic Commercial Paper		-	4,174,250	-	3,420,076
Reversal of provision for Sindh Workers' Welfare Fund	13.1	-	1,310,617	-	-
Total income		79,718,733	43,587,670	65,769,734	24,978,776
Expenses					
Remuneration to JS Investments Limited - Management Company	10.1	1,616,123	609,037	1,171,187	350,217
Sindh sales tax on Management Company's remuneration	10.2	210,096	79,174	152,254	45,528
Remuneration of the Digital Custodian Company Limited-Trustee	11.1	333,173	368,683	270,504	198,318
Sindh sales tax on Trustee remuneration	11.2	43,312	47,933	35,165	25,781
Annual fee to the Securities and Exchange Commission of Pakistan	12	102,288	112,960	82,739	61,021
Amortisation of preliminary expenses and floatation cost ⁹		87,400	87,400	43,781	43,700
Allocated expenses by the Management Company		318,162	-	318,162	-
Shariah advisory fees		347,196	305,439	252,585	181,674
PSX Listing fee		12,500	12,500	6,250	6,250
SECP Supervisory fees on listing fees		1,250	1,250	625	625
Mutual fund rating fee		95,004	85,910	51,764	37,912
Bank and settlement charges		13,810	10,858	5,395	8,193
Legal and professional charges		-	67,147	-	67,147
Settlement charges		8,850	-	8,850	-
Auditors' remuneration		352,865	248,134	149,069	121,254
Printing charges		51,150	19,283	32,025	19,283
Total expenses		3,593,179	2,055,708	2,580,355	1,166,903
Net income for the period before taxation		76,125,554	41,531,962	63,189,379	23,811,873
Taxation	15	-	-	-	-
Net income for the period after taxation		76,125,554	41,531,962	63,189,379	23,811,873
Allocation of net income for the period:					
Net income for the period		76,125,554	41,531,962	63,189,379	23,811,873
Income already distributed on units redeemed		-	-	-	-
		76,125,554	41,531,962	63,189,379	23,811,873
Accounting income available for distribution:					
- Relating to capital gains - net		-	-	-	-
- Excluding capital gains		76,125,554	41,531,962	63,189,379	23,811,873
		76,125,554	41,531,962	63,189,379	23,811,873

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Daily Dividend Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED AND QUARTER ENDED DECEMBER 31, 2022

	Half year ended		Quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----		-----Rupees-----	
Net income for the period	76,125,554	41,531,962	63,189,379	23,811,873
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>76,125,554</u>	<u>41,531,962</u>	<u>63,189,379</u>	<u>23,811,873</u>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Islamic Daily Dividend Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	December 31, 2022	December 31, 2021
-----Rupees-----		
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period	76,125,554	41,531,962
Adjustments for:		
Amortisation of preliminary expenses and floatation costs	87,400	87,400
Operating profit before working capital changes	76,212,954	41,619,362
Decrease / (increase) in assets		
Investments - net	151,000,000	(117,170,069)
Profit receivable	(35,944,305)	(5,813,668)
Deposits and other receivables	(107,880)	(145,853)
	114,947,815	(123,129,590)
Increase / (decrease) in liabilities		
Payable to JS Investments Limited - Management Company	513,673	111,638
Payable to Digital Custodian Company Limited - Trustee	120,784	10,378
Payable to Securities and Exchange Commission of Pakistan	(83,147)	(96,824)
Accrued expenses and other liabilities	3,142,619	(1,160,660)
	3,693,929	(1,135,468)
Net cash generated from / (used in) operating activities	194,854,698	(82,645,696)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(76,125,554)	(41,531,962)
Amount received from issuance of units	4,479,594,505	1,707,070,400
Amount paid on redemption of units	(557,455,513)	(2,059,600,300)
Net cash generated from / (used in) financing activities	3,846,013,438	(394,061,862)
Net increase / (decrease) in cash and cash equivalents	4,040,868,136	(476,707,558)
Cash and cash equivalents at the beginning of the period	199,131,578	1,363,720,410
Cash and cash equivalents at the end of the period	4,239,999,714	887,012,852

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Daily Dividend Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Note	December 31, 2022			December 31, 2021		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	------(Rupees)-----			------(Rupees)-----		
Net assets at beginning of the period	358,307,156	-	358,307,156	1,418,519,500	-	1,418,519,500
Issue of 44,795,966 units (2021: 17,070,704 units)	4,479,594,505	-	4,479,594,505	1,707,070,400	-	1,707,070,400
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	4,479,594,505	-	4,479,594,505	1,707,070,400	-	1,707,070,400
Redemption of 5,574,555 units (2021: 20,596,003 units)	(557,455,513)	-	(557,455,513)	(2,059,600,300)	-	(2,059,600,300)
- Element of income	-	-	-	-	-	-
- Amount paid / payable on redemption of units	-	-	-	-	-	-
Total payments on redemption of units	(557,455,513)	-	(557,455,513)	(2,059,600,300)	-	(2,059,600,300)
Total comprehensive income for the period	-	76,125,554	76,125,554	-	41,531,962	41,531,962
Distribution during the period						
Interim distribution during the period on the basis of daily dividend distribution)	-	(76,125,554)	(76,125,554)	-	(41,531,962)	(41,531,962)
Total comprehensive income for the period	-	-	-	-	-	-
Net assets at end of the period	4,280,446,148	-	4,280,446,148	1,065,989,600	-	1,065,989,600
Undistributed (loss) / income brought forward						
- Realised income		-			-	
- Unrealised loss		-			-	
Accounting income available for distribution						
- Relating to capital gains		76,125,554			41,531,962	
- Excluding capital gains		76,125,554			41,531,962	
Distribution during the period		(76,125,554)			(41,531,962)	
Undistributed income carried forward		-			-	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
Net assets value per unit at beginning of the period			100.00			100.00
Net assets value per unit at end of the period			100.00			100.00

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Daily Dividend Fund was established under the Trust Deed executed between JS Investments Limited (the Management Company - a subsidiary company of JS Bank Limited), as the Management Company, and Digital Custodian Company Limited as the Trustee. The Trust Deed was executed on June 03, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 25, 2020 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from September 03, 2020.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, The Centre, Abdullah Haroon Road Saddar, Karachi, Pakistan.
- 1.3 The Fund is an open ended mutual fund categorized as "Shari'ah Compliant Money Market Scheme" pursuant to the Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from September 03, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The investment objective of the fund is to meet liquidity needs of the investors by providing daily dividend through investment in Shari'ah Compliant money market schemes.
- 1.5 Pakistan Credit Rating Agency Company has maintained fund stability rating AA(f) (Double A – Fund Rating) to the Fund dated September 29, 2022.

Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with stable outlook with effect from December 27, 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality.

- 1.6 Title to the assets of the Fund are held in the name of Digital Custodian Company Limited as a Trustee of the Fund.
- 1.7 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act had been introduced. The Management Company has registered the Trust Deed of the Collective Investment Scheme under Sindh Trusts Act, 2020.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

- 2.1.1 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 VIII A 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.

JS Islamic Daily Dividend Fund

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A 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 these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do 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 financial statements of the Fund for the year ended June 30, 2022.
- 2.1.3** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2022.
- 2.1.4** The comparative statement of assets and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, 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 un-audited condensed interim financial statements for the period ended December 31, 2021.
- 2.2 Standards, interpretations and amendments to 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 annual 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 published accounting and reporting standards that are not yet effective:**

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized



JS Islamic Daily Dividend Fund

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Further, following standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective (annual periods beginning on or
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

2.4 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees.

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2022 but are considered no to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these condensed interim financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND CHANGES THEREIN

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies 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 these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2022.

4. FINANCIAL RISK MANAGEMENT

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

JS Islamic Daily Dividend Fund

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	-----Rupees-----	
5. BANK BALANCES			
Profit and loss sharing (PLS) accounts	5.1	<u>4,239,999,714</u>	<u>199,131,578</u>
		<u>4,239,999,714</u>	<u>199,131,578</u>
5.1	PLS accounts of the Fund carry profit rates ranging from 14.50% to 16.00% (June 30, 2022: 14.5%) per annum.		
		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----Rupees-----	
6. INVESTMENTS			
At fair value through profit or loss			
Sukuk certificate	6.1	<u>-</u>	<u>151,000,000</u>
		<u>-</u>	<u>151,000,000</u>
6.1	This represents the amount invested in K-Electric Limited (KEL) - Unsecured, Rated, Privately Placed Short Term Sukuk (STS-IV) of 06 months tenure matured on September 23, 2022. These instruments carried rate of 13.32% (6 Months KIBOR + 0.85% Spread) per annum.		
		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----Rupees-----	
7. PROFIT RECEIVABLE			
On:			
- PLS account		44,321,549	3,004,812
- Sukuk certificate		<u>-</u>	<u>5,372,432</u>
		<u>44,321,549</u>	<u>8,377,244</u>
8. DEPOSITS AND OTHER RECEIVABLES			
Security deposit		100,000	100,000
Prepaid listing fees		12,500	-
Prepaid SECP supervisory fee on listing fee		1,250	-
Prepaid rating fee		<u>133,688</u>	<u>39,558</u>
		<u>247,438</u>	<u>139,558</u>
		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		-----Rupees-----	
9. PRELIMINARY EXPENSE AND FLOATATION COSTS			
Preliminary expenses and floatation costs	9.1	566,793	739,693
Amortisation during the period		<u>(87,400)</u>	<u>(172,900)</u>
		<u>479,393</u>	<u>566,793</u>



JS Islamic Daily Dividend Fund

- 9.1 The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortised by the Fund over a period of five years commencing from September 3, 2020 in accordance with the Trust Deed and the NBFC Regulations.

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	-----Rupees-----	
10. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY			
Remuneration payable to management company	10.1	421,865	240,882
Sales tax on remuneration payable	10.2	54,844	31,315
Allocated expenses payable to management company	10.3	267,821	-
Shariah advisory fee		124,605	111,688
Other payable		28,423	-
		897,558	383,885

- 10.1 The Management Company is entitled to remuneration for services rendered to the Fund at the maximum rate of 1% of average daily net assets. The Management Company has charged 0.4% (June 30, 2022: 0.19%) from July 01, 2022 to December 31, 2022 during the current period.

- 10.2 Sales tax at the rate of 13% (June 30, 2022: 13%) on gross value of management fee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

- 10.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2022: 0.1%) of net assets of the Fund. Management has charged the said expenses from November 23, 2022 to December 31, 2022

		December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	Note	-----Rupees-----	
11. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE			
Remuneration payable to the Trustee	11.1	175,078	68,189
Sindh sales tax payable on Trustee's remuneration	11.2	22,760	8,865
		197,838	77,054

- 11.1 As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the trustee fee for the period is 0.065% (June 30, 2022: 0.065%) of the average daily net assets.

- 11.2 Sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

12. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

As per SRO 685 (I) / 2019 dated June 28, 2019, annual fee at the rate 0.02% (June 30, 2022: 0.02%) of the net assets of the Fund has been charged during the period by Securities and Exchange Commission of Pakistan.

JS Islamic Daily Dividend Fund

13. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31,	June 30,
		2022 (Unaudited)	2022 (Audited)
		-----Rupees-----	
Auditors' remuneration		352,847	238,500
Provision for Sindh Worker's Welfare Fund	13.1	-	-
Withholding tax payable		3,004,351	14,794
Zakat payable		235	7,809
Other payable		46,289	-
Settlement charges		565	565
		<u>3,404,287</u>	<u>261,668</u>

- 13.1** The provision for Sindh Workers Welfare Fund is being made on daily basis going forward pursuant to MUFAP's recommendation to all its members on 12 January 2017 against the backdrop of the Sindh Revenue Board (SRB) letter to mutual funds in January 2016 whereby SRB directed mutual funds to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. This is on the premise that mutual funds are included in definition of financial institutions in The Financial Institutions (Recovery of Finance) Ordinance, 2001 hence WWF is payable by them. Though MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF but as a matter of abundant caution MUFAP recommended recording the SWWF with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015).

On November 10, 2016 the Supreme Court of Pakistan (SCP) has passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing. While the petitions filed by the CISs on the matter are still pending before the SHC, the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) has taken legal and tax opinions on the impact of the SCP judgement on the CISs petition before the SHC. Both legal and tax advisors consulted were of the view that the judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the CISs under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

Pursuant to above MUFAP recommended that the entire provision against WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017.

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective. Accordingly, the Fund has recorded these adjustments in its books on 12 January 2017.

14. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund as on December 31, 2022 is 0.70% (December 31, 2021: 0.37%) and this includes 0.09% (December 31, 2021: 0.05%) representing Government Levy and SECP Fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulation 60(5) for a collective investment scheme categorized as Shariah Compliant Money Market Scheme.



JS Islamic Daily Dividend Fund

15. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

16. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2022 (June 30, 2022: Nil).

17. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 75.02% shares of JS Investments Ltd) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 84.56% shares of JS Bank Ltd.) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Ltd) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL its subsidiaries and Funds under its management, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

17.1 Details of transactions with related parties / connected persons during the period:

	December 31, 2022 (Un-audited)	December 31, 2021 (Un-audited)
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	1,616,123	609,037
Sindh sales tax on remuneration of the Management Company	210,096	79,174
Issue of units: 480,404 units (2021: 550,000 units)	48,040,399	55,000,000
Redemption of units: 482,664 units (2021: 556,556 units)	48,266,381	55,655,618
Reinvest in lieu of Dividend paid: 2,260 units (2021: 6,556 units)	265,861	655,618
Amortisation of preliminary expenses and floatation costs	87,400	87,400
Shariah expense	347,196	305,439
Expenses incurred	51,150	-
Allocated expenses by the Management Company	318,162	-
Sales load	122,436	-
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	333,173	368,683
Sindh sales tax on Trustee remuneration	43,312	47,933

JS Islamic Daily Dividend Fund

	December 31, 2022 (Un-audited)	December 31, 2021 (Un-audited)
	-----Rupees-----	
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-6)		
(Fund Under JSIL Management)		
Issue of units: 168,000 units (2021: 3,511,525 units)	16,800,000	351,152,529
Redemption of units: 53,000 units (2021: 2,814,476 units)	5,300,000	281,427,599
Reinvest in lieu of dividend paid: 55,847 units (2021: 91,471 units)	5,584,666	9,147,091
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7)		
(Fund Under JSIL Management)		
Issue of units: 125,000 (2021: 3,075,721 units)	12,500,000	307,572,140
Redemption of units: 236,310 units (2021: 2,196,545 units)	23,631,000	219,654,460
Reinvest in lieu of dividend paid: 40,592 units (2021: 71,978 units)	4,059,216	7,197,748
JS Islamic Hybrid Fund of Funds (JSICPAP-8)		
(Fund Under JSIL Management)		
Issue of units: 452,000 (2021: 4,068,424 units)	45,200,000	406,842,373
Redemption of units: 740,880 units (2021: 1,041,300 units)	74,088,000	104,130,000
Reinvest in lieu of Dividend paid: 143,281 units (2021: 115,205 units)	14,328,055	11,520,515
JS Islamic Hybrid Fund of Funds (JSICPAP-9)		
(Fund Under JSIL Management)		
Issue of units: Nil (2021: 913,266 units)	-	91,326,584
Redemption of units: Nil (2021: 225,630 units)	-	22,563,000
Reinvest in lieu of Dividend paid: Nil (2021: 23,555 units)	-	2,355,511
JS Fund of Funds		
(Fund Under JSIL Management)		
Issue of units: 1,000,000 (2021: Nil units)	100,000,000	
Redemption of units: 1,006,856 (2021: Nil units)	100,685,593	
Reinvest in lieu of Dividend paid: 6,856 (2021: Nil units)	685,593	
Key Management Personnel of the Management Company		
Redemption of units: 17,494 units (2021: 17,494 units)	-	1,749,413
Reinvest in lieu of dividend paid: 803 units (2021: 523 units)	-	52,314
Entities held 10% or more of units of the Fund		
Issue of units: 27,000,000 (2021: Nil)	2,700,000,000	-
Reinvest in lieu of Dividend paid: 325,126 units (2021: Nil)	32,512,582	-

17.2 Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations, and the Trust Deed respectively.

17.3 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.



JS Islamic Daily Dividend Fund

17.4 Details of balances with related parties / connected person as at period / year end:

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	421,865	240,882
Sindh sales tax payable on remuneration of the Management Company	54,844	31,315
Shariah fees payable	124,605	111,688
Other payable	28,423	-
Allocated expenses payable to management company	267,821	-
Digital Custodian Company Limited - Trustee		
Remuneration payable to the Trustee	175,078	68,189
Sindh sales tax payable on Trustee's remuneration	22,760	8,865
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-6) (Fund Under JSIL Management)		
Units held: 874,104 units (June 30, 2022: 703,257 units)	87,410,372	70,325,705
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7) (Fund Under JSIL Management)		
Units held: 566,666 units (June 30, 2022: 637,384 units)	56,666,587	63,738,371
JS Islamic Hybrid Fund of Funds (JSICPAP-8) (Fund Under JSIL Management)		
Units held: 1,798,944 units (June 30, 2022: 1,944,543 units)	179,894,396	194,454,341
Key Management Personnel of the Management Company		
Units held: Nil units (June 30, 2022: 16,971 units)	-	2,904,480
Entities held 10% or more of units of the Fund		
Units held: 27,325,126 (June 2021: Nil)	2,732,512,582	-

18. INTERIM DISTRIBUTION

The Fund makes distribution on daily basis as per clause 16.2 of the Trust Deed and clause 5.1 of the Offering Document and re-invests the distributed dividend as per clause 5.5 of the Offering Document. During the period, the Management Company on behalf of the Fund, has distributed the total profit earned during the period amounting to Rs.76.126 million (2021: Rs.41.532 million) as dividend after deducting applicable taxes.

19. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. 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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

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JS Islamic Dedicated Equity Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

A.F Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

JS Islamic Dedicated Equity Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited is pleased to present the unaudited Financial Statements of JS Islamic Dedicated Equity Fund (the Fund) for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The Fund return was -12.18 % for the half year ended December 31, 2022, against the benchmark return of -0.71 %. Net Assets moved from PKR 145.91 million (June 30, 2022) to PKR 22.85 million as of December 31, 2022. The total expense ratio (TER) of the Fund is 4.22%, which includes 0.40% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes high management quality.



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
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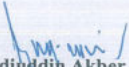
TRUSTEE REPORT TO THE UNIT HOLDERS

JS ISLAMIC DEDICATED EQUITY 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 JS Islamic Dedicated Equity Fund (the Fund) are of the opinion that JS 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



A.F.FERGUSON & Co.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **JS Islamic Dedicated Equity 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 unit holders' fund 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 Management Company (JS Investments 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.

A. F. Ferguson & Co.
Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 28, 2023

Karachi

UDIN: RR202210061JDZ6G0U14

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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■ KARACHI ■ LAHORE ■ ISLAMABAD

JS Islamic Dedicated Equity Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
ASSETS			
Bank balances	4	3,880,219	34,701,934
Investments	5	13,766,338	106,435,424
Deposits, prepayments and other receivables	6	6,276,784	8,013,252
Deferred formation cost		11,044	40,882
Total assets		23,934,385	149,191,492
LIABILITIES			
Payable to JS Investments Limited - Management Company	7	122,026	2,663,403
Payable to Central Depository Company of Pakistan Limited - Trustee	8	6,821	28,135
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	8,020	34,200
Accrued expenses and other liabilities	10	943,138	558,299
Total liabilities		1,080,005	3,284,037
NET ASSETS		22,854,380	145,907,455
Unit holders' funds (as per statement attached)		22,854,380	145,907,455
Contingencies and commitments	12		
----- (Number of Units) -----			
NUMBER OF UNITS IN ISSUE		440,181	2,467,833
-----Rupees-----			
NET ASSET VALUE PER UNIT		51.92	59.12

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

Note	For the half year ended 31 December		For the quarter ended 31 December	
	2022	2021	2022	2021
-----Rupees-----				
INCOME				
Profit on bank deposits	1,747,985	1,837,233	629,135	831,624
Dividend income	2,793,298	2,915,099	1,849,922	1,835,437
Other income	2,284,218	-	2,284,218	-
Loss on sale of investments - net	(1,800,182)	(12,953,802)	(3,087,589)	(9,902,849)
Net unrealised loss on re-measurement of investments classified as 'at fair value through profit or loss'	5.2 (6,474,861)	(45,325,677)	(888,423)	(1,673,455)
Total (loss) / income	(1,449,542)	(53,527,147)	787,263	(8,909,243)
EXPENSES				
Remuneration of JS Investments Limited - Management Company	7.1 801,909	1,991,904	241,834	908,044
Sindh sales tax on remuneration of the Management Company	7.2 104,258	258,961	31,440	118,049
Accounting and operational charges	7.3 40,094	99,596	12,091	45,403
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 80,181	199,194	24,184	90,800
Sindh sales tax on remuneration of the Trustee	8.2 10,424	25,898	3,144	11,807
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	9 8,070	19,944	2,467	9,212
Bank and settlement charges	7,600	22,498	7,600	84,900
Securities transactions cost	306,593	716,680	145,655	151,749
Auditors' remuneration	216,588	242,215	68,750	152,823
Listing fees	12,500	12,576	6,250	6,275
SECP supervisory fee	750	1,257	206	627
Shariah advisory fee	38,951	44,575	12,335	22,793
Amortisation of deferred formation costs	29,838	30,001	14,837	15,001
Printing and stationery charges	34,035	19,283	12,879	19,283
Legal and professional charges	-	67,147	-	67,147
Total operating expenses	1,691,791	3,751,729	583,672	1,703,913
Net (loss) / income from operating activities	(3,141,333)	(57,278,876)	203,591	(10,613,156)
Reversal of provision for Sindh Workers' Welfare Fund	-	242,109	-	-
Net (loss) / income for the period before taxation	(3,141,333)	(57,036,767)	203,591	(10,613,156)
Taxation	13 -	-	-	-
Net (loss) / income for the period after taxation	(3,141,333)	(57,036,767)	203,591	(10,613,156)
(Loss) / earnings per unit	15			
Allocation of net income for the period:				
Net income for the period	-	-	-	-
Income already paid on units redeemed	-	-	-	-
	-	-	-	-
Accounting income available for distribution:				
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	-	-	-
	-	-	-	-

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Dedicated Equity Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	For the half year ended 31 December		For the quarter ended 31 December	
	2022	2021	2022	2021
	-----Rupees-----			
Net (loss) / income for the period after taxation	(3,141,333)	(57,036,767)	203,591	(10,613,156)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(3,141,333)	(57,036,767)	203,591	(10,613,156)

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022			For the half year ended December 31, 2021		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
----- (Rupees) -----						
Net assets at beginning of the period (audited)	1,107,264,923	(961,357,468)	145,907,455	940,026,219	(890,958,176)	49,068,043
Issuance of 5,105,251 units (2021: 6,184,721 units)						
- Capital value	301,841,418	-	301,841,418	480,821,857	-	480,821,857
- Element of loss	(19,107,126)	-	(19,107,126)	(2,127,729)	-	(2,127,729)
	282,734,292	-	282,734,292	478,694,128	-	478,694,128
Redemption of 7,132,903 units (2021: 4,380,653 units)						
- Capital value	(421,723,728)	-	(421,723,728)	(340,567,297)	-	(340,567,297)
- Element of income	19,077,694	-	19,077,694	26,146,412	-	26,146,412
	(402,646,034)	-	(402,646,034)	(314,420,885)	-	(314,420,885)
Total comprehensive loss for the period	-	(3,141,333)	(3,141,333)	-	(57,036,767)	(57,036,767)
Net assets at the end of the period (unaudited)	987,353,181	(964,498,801)	22,854,380	1,104,299,462	(947,994,943)	156,304,519
Accumulated loss brought forward comprising of:						
- Realised loss		(945,517,982)			(897,073,354)	
- Unrealised (loss) / income		(15,839,486)			6,115,178	
		(961,357,468)			(890,958,176)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
Total comprehensive loss for the period		(3,141,333)			(57,036,767)	
Accumulated loss carried forward		(964,498,801)			(947,994,943)	
Accumulated loss carried forward comprising of:						
- Realised loss at the end of the period		(958,023,940)			(902,669,266)	
- Unrealised loss at the end of period		(6,474,861)			(45,325,677)	
		(964,498,801)			(947,994,943)	
		(Rupees)			(Rupees)	
Net asset value per unit at beginning of the period		59.12			77.74	
Net asset value per unit at end of the period		51.92			64.18	

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Dedicated Equity Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended	
		December 31, 2022	December 31, 2021
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss for the period before taxation		(3,141,333)	(57,036,767)
Adjustments for:			
Loss on sale of investments - net		1,800,182	12,953,802
Net unrealised loss on re-measurement of investments classified as 'at fair value through profit or loss'	5.2	6,474,861	45,325,677
Deferred formation costs		29,838	30,001
Reversal of provision for Sindh Workers' Welfare Fund		-	(242,109)
		<u>5,163,548</u>	<u>1,030,604</u>
Decrease / (increase) in assets			
Investments - net		<u>84,394,043</u>	<u>(135,944,813)</u>
Deposits, prepayments and other receivables		<u>1,736,468</u>	<u>(33,055,342)</u>
		86,130,511	(169,000,155)
(Decrease) / increase in liabilities			
Payable to JS Investments Limited - Management Company		<u>(2,541,377)</u>	<u>284,355</u>
Payable to Central Depository Company of Pakistan Limited - Trustee		<u>(21,314)</u>	<u>26,589</u>
Payable to the Securities and Exchange Commission of Pakistan (SECP)		<u>(26,180)</u>	<u>9,434</u>
Accrued expenses and other liabilities		<u>384,839</u>	<u>41,049,696</u>
		<u>(2,204,032)</u>	<u>41,370,074</u>
Net cash generated from / (used in) operating activities		89,090,027	(126,599,477)
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received from issuance of units		<u>282,734,292</u>	<u>478,694,128</u>
Amount paid on redemption of units		<u>(402,646,034)</u>	<u>(314,420,885)</u>
Net cash (used in) / generated from financing activities		(119,911,742)	164,273,243
(Decrease) / increase in cash and cash equivalents during the period		(30,821,715)	37,673,766
Cash and cash equivalents at beginning of the period		<u>34,701,934</u>	<u>6,631,909</u>
Cash and cash equivalents at end of the period	14	<u>3,880,219</u>	<u>44,305,675</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Dedicated Equity Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Central Depository Company of Pakistan Limited is the Trustee. The Trust Deed was executed on January 25, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on January 16, 2018.

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 20, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2** Being an Islamic Fund, all the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.
- 1.3** The Fund is an open end mutual fund categorised as "Equity Scheme" and has obtained listing on Pakistan Stock Exchange. The objective of JS Islamic Dedicated Equity Fund is to provide other 'Fund of Funds' schemes a Shariah Compliant avenue for taking exposure in Shariah Complaint Equities. Only other Fund of Funds' schemes may submit applications for the purchase of units of the JS Islamic Dedicated Equity Fund. The Fund is not actively selling its units to retail or institutional investors. The Fund is required to maintain at least 70% of its net assets invested in listed equity securities.
- 1.4** The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company as Trustee of the Fund.

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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

JS Islamic Dedicated Equity Fund

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES. ESTIMATES AND JUDGEMENTS AND CHANGES THEREIN

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
----- (Rupees) -----			
4 BANK BALANCES			
In saving accounts	4.1	3,367,999	34,666,082
In current accounts		512,220	35,852
		<u>3,880,219</u>	<u>34,701,934</u>

4.1 These include a balance of Rs. 330,018 (June 30, 2022: Rs. 13,425) with BankIslami Pakistan Limited (a related party) and carries profit at the rate of 15% (June 30, 2022: 14%) per annum. Other PLS accounts of the Fund carry profit at the rates ranging between 12.25% to 15.50% (June 30, 2022: 6.60% to 14.50%) per annum. Above balances are held with the Islamic Banks / Islamic window operations of the conventional Banks.

JS Islamic Dedicated Equity Fund

5 INVESTMENTS

Financial assets at 'fair value through profit or loss'

Listed equity securities

Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
5.1	13,766,338	106,435,424

5.1 Listed equity securities - 'at fair value through profit or loss'

Ordinary shares have a face value of Rs. 10 each.

Name of the Investee Company	As at July 1, 2022	Purchased during the period	Bonus issued during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company	
						Carrying value	Market value	Unrealised (loss) / gain	net assets	total investments		
						----- (Rupees) -----			----- (%) -----			
Cement												
Maple Leaf Cement Factory Limited	50,000	-	-	50,000	-	-	-	-	-	-	-	-
Commercial Banks												
BankIslami Pakistan Limited (related party)	685,000	-	-	685,000	-	-	-	-	-	-	-	-
Power Generation & Distribution												
The Hub Power Company Limited	67,000	-	-	67,000	-	-	-	-	-	-	-	-
Nishat Chunian Power Ltd	-	-	78,122	78,122	-	-	-	-	-	-	-	-
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	41,000	-	-	41,000	-	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	52,000	-	-	52,000	-	-	-	-	-	-	-	-
Oil & Gas Exploration Companies												
Pakistan Oilfields Limited	40,009	-	-	40,009	-	-	-	-	-	-	-	-
Oil & Gas Development Company Limited	123,036	-	-	123,036	-	-	-	-	-	-	-	-
Pakistan Petroleum Limited	105,000	-	-	105,000	-	-	-	-	-	-	-	-
Fertilizers												
Engro Fertilizers Limited	132,500	-	-	132,500	-	-	-	-	-	-	-	-
Engro Corporation Limited	42,500	-	-	42,500	-	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	220,000	-	-	220,000	-	-	-	-	-	-	-	-
Pharmaceuticals												
Highnoon laboratories Limited	2,522	-	-	2,522	-	-	-	-	-	-	-	-
AGP Limited *	172,000	-	-	3,000	169,000	14,807,780	10,983,310	(3,824,470)	48.06%	80.00%	-	0.06%
Technology & Communications												
Air Link Communication Limited	33,625	-	-	10,000	23,625	954,214	698,827	(255,387)	3.06%	5.00%	-	0.01%
Engineering												
Aisha Steel Mills Limited.	95,221	-	-	95,221	-	-	-	-	-	-	-	-
Paper And Board												
Century Paper & Board Mills Limited	41	-	4	45	-	-	-	-	-	-	-	-
Cherat Packaging Limited *	21	-	2	21	2	205	201	(4)	-	-	-	-
Textile Composite												
Nishat Chunian Limited	100,000	-	-	-	100,000	4,479,000	2,084,000	(2,395,000)	9.12%	15.00%	-	0.04%
						4,479,000	2,084,000	(2,395,000)	9.12%	15.00%	-	0.04%
Total value as at December 31, 2022						20,241,199	13,766,338	(6,474,861)				
Total value as at June 30, 2022						122,274,910	106,435,424	(15,839,486)				

*Nil figures are due to rounding off

JS Islamic Dedicated Equity Fund

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

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Number of shares) -----		----- (Rupees) -----	
Pharmaceuticals				
Highnoon Laboratories Limited	-	2,200	-	1,165,714
Textile Composite				
Nishat Chunian Limited	100,000	-	2,084,000	-
Oil & Gas Exploration Companies				
Oil & Gas Development Company Limited	-	6,100	-	479,887
Pakistan Oilfields Limited	-	38,300	-	15,542,523

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
		----- (Rupees) -----	
5.2 Net unrealised loss on re-measurement of investments classified as 'at fair value through profit or loss'			
Market value of investments	5.1	13,766,338	106,435,424
Less: carrying value of investments	5.1	<u>20,241,199</u>	<u>122,274,910</u>
		<u>(6,474,861)</u>	<u>(15,839,486)</u>

6 DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

Profit receivable on bank balances	143,204	402,860
Receivable against sale of securities	9,438	-
Advance tax	5,010,392	5,010,392
Security deposit with Central Depository Company of Pakistan Limited	100,000	100,000
Security deposit with National Clearing Company (Private) Limited	1,000,000	2,500,000
Prepaid listing fee	13,750	-
	<u>6,276,784</u>	<u>8,013,252</u>

7 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY - RELATED PARTY

Remuneration payable to the Management Company	7.1	55,936	238,353
Sindh sales tax payable on remuneration payable to the Management Company	7.2	7,272	30,978
Accounting and operational charges payable	7.3	2,796	11,918
Selling and marketing expense payable		-	2,284,218
Printing and stationery charges payable		54,522	76,501
Shariah advisory fee payable		1,500	21,435
		<u>122,026</u>	<u>2,663,403</u>

- 7.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged it's remuneration at the rate of 2% (June 30, 2022: 2%) per annum of the average annual net assets of the Fund during the half year ended December 31, 2022. The remuneration is payable to the Management Company in arrears.

- 7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

- 7.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company based on its discretion has charged such expenses at the rate of 0.1% (June 30, 2021: 0.1%) of the average annual net assets of the Fund during the half year ended.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31, 2022 (Unaudited) ----- (Rupees) -----	June 30, 2022 (Audited) ----- (Rupees) -----
	Remuneration payable to the Trustee	8.1	5,594	23,837
	Sindh sales tax payable on remuneration of the Trustee	8.2	727	3,099
	Custodian charges payable		500	1,199
			<u>6,821</u>	<u>28,135</u>
8.1	The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. Remuneration was charged at the following rates during the half year ended December 31, 2022:			
	- up to rupees one billion		0.2% per annum of the daily net assets	
	- 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.	
8.2	The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13% on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.			
9	ANNUAL FEE PAYABLE OF THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
	In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (June 30, 2022: 0.02%) per annum of daily net assets of the Fund.			
10	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2022 (Unaudited) ----- (Rupees) -----	June 30, 2022 (Audited) ----- (Rupees) -----
	Charity payable	10.1	588,306	235,727
	Auditors' remuneration		332,640	281,552
	Other liabilities		22,192	41,020
			<u>943,138</u>	<u>558,299</u>
10.1	According to the instructions of Shariah Advisor, income earned by the Fund from investment in non-shariah compliant / prohibited sources should be donated to charitable purposes. During the year, non-shariah compliant income amounting to Rs. 352,579 (December 31, 2021: Rs.104,168) was charged as charity expense in the books of the Fund.			
11	TOTAL EXPENSE RATIO			
	The annualised total expense ratio (TER) of the Fund based on the current period results is 4.22% which includes 0.40% representing government levies and the SECP fee. This ratio is within the maximum limit of 4.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Equity" scheme.			
12	CONTINGENCIES AND COMMITMENTS			
	There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.			
13	TAXATION			
	The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008,			

JS Islamic Dedicated Equity Fund

the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Fund has incurred net loss during the period, therefore, no provision for taxation has been made in these condensed interim financial statements.

	Note	December 31, 2022 (Unaudited) ----- (Rupees) -----	December 31, 2021
14 CASH AND CASH EQUIVALENTS			
Bank balances	4	<u>3,880,219</u>	<u>44,305,675</u>

15 (LOSS) / EARNINGS PER UNIT

(Loss) / earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui and Company Limited (JSCL holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed


Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions during the year and balances at year end with the related parties / connected persons are as follows:

16.1 Details of transactions with connected persons / related parties during the period are as follows:

	December 31, 2022 (Unaudited) ----- (Rupees) -----	December 31, 2021
JS Investments Limited - Management Company		
Remuneration to the Management Company	801,909	1,991,904
Sindh sales tax on remuneration of the Management Company	104,258	258,961
Accounting and operational charges	40,094	99,596
Shariah advisory fee	38,951	44,575
Formation cost	29,838	30,001
Printing and stationery charges	34,035	19,283



JS Islamic Dedicated Equity Fund

	December 31, 2022	December 31, 2021
	(Unaudited)	
	----- (Rupees) -----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration to the Trustee	80,181	199,194
Sindh sales tax on remuneration of the Trustee	10,424	25,898
Settlement charges	7,065	19,462
BankIslami Pakistan Limited (Associate of JSCL)		
Return on bank balances	29,956	7,062
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage expense	17,756	280,135
JS Islamic Hybrid Fund of Funds - Mutanasib (Fund Under JSIL Management)		
Issue of units: 2,610 (2021: 645,201 units)	150,000	-
Redemption of units: 107,445 (2021: 4,530 units)	6,275,000	350,000
JS Islamic Hybrid Fund of Funds - Mufeed (Fund Under JSIL Management)		
Redemption of units: Nil (2021: 51,484 units)	-	4,001,888
JS Fund of Funds (Fund Under JSIL Management)		
Issue of units: 5,102,642 (2021: 645,201 units)	282,584,292	43,000,000
Redemption of units: 5,747,843 (2021: Nil)	321,871,033	-
JS Islamic Hybrid Fund of Funds 3 - JSICPAP 6 (Fund Under JSIL Management)		
Issue of units: Nil (2021: 1,956,723 units)	-	157,127,599
Redemption of units: 288,114 (2021: 1,715,508 units)	16,800,000	122,870,000
JS Islamic Hybrid Fund of Funds 3 - JSICPAP 7 (Fund Under JSIL Management)		
Issue of units: Nil (2021: 1,645,801 units)	-	133,454,460
Redemption of units: 214,359 (2021: 1,351,462 units)	12,500,000	96,663,000
JS Islamic Hybrid Fund of Funds - JSICPAP 8 (Fund Under JSIL Management)		
Issue of units: Nil (2021: 1,837,949 units)	-	138,201,148
Redemption of units: 775,143 (2021: 932,701 units)	45,200,000	67,940,000
JS Islamic Hybrid Fund of Funds - JSICPAP 9 (Fund Under JSIL Management)		
Issue of units: Nil (2021: 99,047 units)	-	6,910,921
Redemption of units: Nil (2021: 324,967 units)	-	22,596,000

JS Islamic Dedicated Equity Fund

16.2 Details of balances with connected persons / related parties as at period / year end

	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	55,936	238,353
Sindh sales tax on remuneration of the Management Company	7,272	30,978
Accounting and operational charges payable	2,796	11,918
Selling and marketing charges payable to the Management Company	-	2,284,218
Printing and stationery charges payable	54,522	76,501
Shariah advisory fee	1,500	21,435
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	5,594	23,837
Sindh sales tax on remuneration of the Trustee	727	3,099
Securities transactions cost	500	1,199
CDC Security Deposit	100,000	100,000
BankIslami Pakistan Limited (Associate of JSCL)		
Bank balance	330,018	13,425
Profit receivable	2,626	-
JS Islamic Hybrid Fund Of Funds - Mutanasib (Fund Under JSIL Management)		
Units held: 29,887 units (June 30, 2022: 134,722 units)	1,551,733	7,964,765
JS Fund of Funds (Fund Under JSIL Management)		
Units held: Nil units (June 30, 2022: 645,201 units)	-	38,144,283
JS Islamic Hybrid Fund Of Funds 3 - JSICPAP 6 (Fund Under JSIL Management)		
Units held: 63,571 units (June 30, 2022: 351,685 units)	3,300,639	20,791,657
JS Islamic Hybrid Fund Of Funds 3 - JSICPAP 7 (Fund Under JSIL Management)		
Units held: 144,299 units (June 30, 2022: 358,658 units)	7,492,024	21,203,868
JS Islamic Hybrid Fund Of Funds - JSICPAP 8 (Fund Under JSIL Management)		
Units held: 202,423 units (June 30, 2022: 977,566 units)	10,509,815	57,793,722

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

As at December 31, 2022 (Unaudited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

Financial assets 'at fair value through profit or loss'

Listed equity securities	13,766,338	-	-	13,766,338
	<u>13,766,338</u>	<u>-</u>	<u>-</u>	<u>13,766,338</u>

As at June 30, 2022 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

Financial assets 'at fair value through profit or loss'

Listed equity securities	106,435,424	-	-	106,435,424
	<u>106,435,424</u>	<u>-</u>	<u>-</u>	<u>106,435,424</u>

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Income Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
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Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
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Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
(Formerly: MCB Financial Services Limited)
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Income Fund

Directors' Report to the Unit Holders

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Income Fund** (the Fund) for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income & Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Review of Fund Performance

The Fund's annualized return was 14.85% for the half year ended December 31, 2022, against the benchmark return of 16.07%. Net Assets moved from PKR 1.25 billion (June 30, 2022) to PKR 1.14 billion as of December 31, 2022. The total expense ratio (TER) of the Fund for the half year ended December 31, 2022, is 2.32%, which includes 0.22% of government levies on the Fund.

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.

The Fund has been given a stability rating of 'A+(f)' by the Pakistan Credit Rating Agency (PACRA) dated October 01, 2022.



Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS INCOME FUND

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

JS Income Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee on July 18, 2002. The Fund was authorized by the Securities and Exchange Commission of Pakistan (SECP) on August 02, 2002.

1. JS Investments Limited, the Management Company of JS Income Fund has, in all material respects, managed JS Income Fund during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

Observations:

1. The attention of the unit holders is drawn towards clause 3.9.3 of Master Circular and authorized investment table of the JS Income Fund which state that least 25% of the net assets shall be invested in cash and near cash instruments which include cash in bank account (excluding TDRs), and Treasury Bills however, it has been noted that JS Income Fund unable to maintain the afore mentioned requirement and hence contravene to the clause 3.9.3 of Master Circular. Moreover, detail of the Non-Compliance are as follows:

The below mentioned figures has been taken from the Initialed Accounts of JS Income Fund as on **December 31st 2022**:

Bank Balances	Treasury Bills	Total Existing	Net Assets	25% of Net Assets as (Required)
275,993,251	-----	275,993,251	1,137,603,119	284,400,779

2. During the period Hub Power Holding Limited Sukuk limit were above the minimum regulatory requirement of Regulation 55(5)(b) of NBFC and NE Regulations detail of the non-compliance detail are as follows:

The below mentioned figures has been taken from the Initialed Accounts of JS Income Fund as on **December 31st 2022**:

Debt Security	Existing percentage of Net Assets	Required Limit
HUB Power Holding Limited	19.07%	10%


 Faisal Amin
 Authorize Signatory
 Digital Custodian Company Limited

Karachi: February 27, 2023

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Income Fund

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Income Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive income, condensed interim Statement of Movement in Unit Holders' Fund and condensed Interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

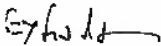
Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements 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 interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR202210076t2loyvbC8

JS Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)	June 30, 2022 (Audited)
-----Rupees-----			
Assets			
Bank balances	4	275,993,251	630,344,712
Investments	5	836,639,068	606,159,210
Mark-up receivable	6	22,607,901	28,797,976
Deposits, prepayments and other receivables	7	9,454,904	6,888,215
Total assets		<u>1,144,695,124</u>	<u>1,272,190,113</u>
Liabilities			
Payable to JS Investments Limited - Management Company	8	6,045,088	6,355,512
Payable to Digital Custodian Company Limited - Trustee	9	76,038	97,023
Annual fee payable to Securities and Exchange Commission of Pakistan	10	116,201	447,338
Unclaimed dividend		-	1,587,272
Accrued expenses and other liabilities	11	854,678	13,625,472
Total liabilities		<u>7,092,005</u>	<u>22,112,617</u>
Net assets		<u>1,137,603,119</u>	<u>1,250,077,496</u>
Unit holders' funds (as per statement attached)		<u>1,137,603,119</u>	<u>1,250,077,496</u>
Contingencies and Commitments	12		
----- Numbers -----			
Number of units in issue		<u>10,909,098</u>	<u>12,884,961</u>
-----Rupees-----			
Net assets value per unit		<u>104.28</u>	<u>97.02</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	Half year ended December 31,		Quarter ended December 31,	
		2022	2021	2022	2021
-----Rupees-----					
Income					
Financial Income		88,552,978	94,899,752	44,098,768	65,530,169
Net realised (loss) / gain on sale of investments		(5,665,666)	1,738,434	(2,191,680)	(6,812,384)
Net unrealised gain / (loss) on investments at fair value through profit or loss		919,051	(7,716,878)	1,265,464	(3,679,403)
Dividend income on spread transactions		8,923,500	19,703,500	3,418,500	14,727,250
Other income	11.1	3,881,504	16,665,993	1,805,883	435,000
Total income		96,611,367	125,290,801	48,396,935	70,200,632
Expenses					
Remuneration to JS Investments Limited - Management Company	8.1	8,288,395	11,235,066	4,527,118	6,867,667
Sindh Sales Tax on Management Company's Remuneration	8.2	1,077,493	1,460,560	588,527	892,798
Remuneration of the Digital Custodian Company Limited - Trustee	9	435,710	906,160	207,678	577,198
Sindh Sales Tax on remuneration of the Trustee		56,642	117,682	26,998	75,036
Annual fee to the Securities & Exchange Commission of Pakistan (SECP)	10	116,227	241,390	55,419	156,147
SECP supervisory fee		1,260	1,261	615	630
Brokerage and settlement charges		337,547	1,913,825	131,965	1,186,622
PSX listing fee		12,602	12,602	6,344	6,304
Mutual fund rating fee		401,738	167,780	309,658	87,376
Bank and settlement charges		352,397	476,711	179,423	338,418
Auditors' remuneration		421,794	311,020	222,884	155,504
Allocated expenses by the Management Company	8.4	580,946	1,123,501	276,916	686,771
Selling and marketing expenses	8.5	1,161,890	2,247,001	553,832	1,373,544
Provision for diminution in investment		10,000	-	10,000	-
Legal and professional charges		184,000	67,147	92,000	67,147
Printing and stationery		51,150	19,283	32,021	19,283
Total expenses		13,489,791	20,300,989	7,221,398	12,490,445
Net income for the period before taxation		83,121,576	104,989,812	41,175,537	57,710,187
Taxation	13	-	-	-	-
Net income for the period after taxation		83,121,576	104,989,812	41,175,537	57,710,187
Allocation of income for the period:					
Net income for the period after taxation		83,121,576	104,989,812	41,175,537	57,710,187
Income already distributed on units redeemed		(10,754,790)	(46,334,694)	(3,145,059)	(38,724,963)
		72,366,786	58,655,118	38,030,478	18,985,224
Accounting income available for distribution:					
Relating to capital gain		-	(5,978,444)	-	(10,491,787)
Excluding capital gain		72,366,786	64,633,562	38,030,478	29,477,011
		72,366,786	58,655,118	38,030,478	18,985,224

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Half year ended		Quarter ended	
	December 31,		December 31,	
	2022	2021	2022	2021
	-----Rupees-----			
Net income for the period after taxation	83,121,576	104,989,812	41,175,537	57,710,187
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	83,121,576	104,989,812	41,175,537	57,710,187

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Half year ended	
	December 31, 2022	December 31, 2021
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	83,121,576	104,989,812
Adjustments for:		
Financial income	(88,552,978)	(94,899,752)
Net unrealised (gain) /loss on investments at fair value through profit or loss	(919,051)	7,716,878
Net realised loss / (gain) on sale of investments	5,665,666	(1,738,434)
Operating loss before working capital changes	(83,806,363)	(88,921,308)
(Increase) / decrease in assets		
Investments - net	(235,226,473)	72,084,706
Deposits, prepayments and other receivables	(2,566,689)	55,736,495
	(237,793,162)	127,821,201
(Decrease) / increase in liabilities		
Payable to JS Investments Limited - Management Company	(310,424)	74,435
Payable to Digital Custodian Company Limited - Trustee	(20,985)	(18,364)
Annual fee payable to Securities and Exchange Commission of Pakistan	(331,137)	(164,884)
Accrued and other liabilities	(14,358,066)	306,996,519
	(15,020,612)	306,887,706
Financial income received	94,743,053	77,186,855
Net cash (used in) / generated from operating activities	(158,755,508)	527,964,265
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issue of units	181,135,562	4,248,828,070
Payment made against redemption of units	(376,731,515)	(4,611,399,028)
Net cash used in financing activities	(195,595,953)	(362,570,958)
Net (decrease) / increase in cash and cash equivalents	(354,351,461)	165,393,307
Cash and cash equivalents at beginning of the period	630,344,712	668,144,264
Cash and cash equivalents at end of the period	275,993,251	833,537,571

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Income Fund

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

	2022			2021		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
-----Rupees-----						
Net assets at beginning of the period	1,247,500,874	2,576,622	1,250,077,496	1,934,120,723	(8,730,474)	1,925,390,249
Issuance of units 1,779,527 (2021: 43,092,423 units)						
- Capital value (at net asset value per unit at the beginning of the period)	172,649,702	-	172,649,702	4,132,994,290	-	4,132,994,290
- Element of income	8,485,860	-	8,485,860	115,833,780	-	115,833,780
Total proceeds on issuance of units	181,135,562	-	181,135,562	4,248,828,070	-	4,248,828,070
Redemption of units 3,755,390 (2021: 46,570,549 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(364,347,962)	-	(364,347,962)	(4,466,581,355)	-	(4,466,581,355)
- Amount paid out of element of income	-	(10,754,790)	(10,754,790)	-	(46,334,694)	(46,334,694)
- Refund / adjustment on units as element of income	(1,628,763)	-	(1,628,763)	(98,482,979)	-	(98,482,979)
	(365,976,725)	(10,754,790)	(376,731,515)	(4,565,064,334)	(46,334,694)	(4,611,399,028)
Total comprehensive income for the period	-	83,121,576	83,121,576	-	104,989,812	104,989,812
Net income for the period	-	83,121,576	83,121,576	-	104,989,812	104,989,812
Net assets at end of the period	1,062,659,711	74,943,408	1,137,603,119	1,617,884,459	49,924,644	1,667,809,103
Undistributed income / (loss) brought forward						
- Realized income / (loss)		8,853,096			(27,582,802)	
- Unrealized (loss) / gain		(6,276,474)			18,852,328	
		2,576,622			(8,730,474)	
Accounting income available for distribution						
- Relating to capital gains / (loss)		-			(5,978,444)	
- Excluding capital gains		72,366,786			64,633,562	
Net income for the period after taxation		72,366,786			58,655,118	
Distribution during the period		-			-	
Undistributed income carried forward		74,943,408			49,924,644	
Undistributed income carried forward						
- Realized income		74,024,357			57,641,522	
- Unrealized income / (loss)		919,051			(7,716,878)	
		74,943,408			49,924,644	
Rupees						
Net assets value per unit at beginning of the period			97.02			95.91
Net assets value per unit at end of the period			104.28			100.49

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Income Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open-end mutual fund by the Securities and Exchange Commission of Pakistan (SECP). It was constituted under the Trust Deed, dated 18 July 2002 between JS Investments Limited (a subsidiary company of JS Bank Limited) as the Management Company, a company incorporated under the Companies Act 2017 and Digital Custodian Company Limited (DCCL) as the Trustee.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3** The Fund is income scheme and units of the Fund are listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units of the Fund can be transferred to / from other funds managed by the Management Company and can also be redeemed by surrendering to the Fund. As per the offering document, the Fund shall invest in a diversified portfolio of Government securities, investment grade term finance certificates (TFCs), rated corporate debts, spread transactions (including spread on equity transactions) and other money market instruments.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as a Trustee of the Fund.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality. Stability rating of "A+(f)" was assigned to the Fund as at September 29, 2022 by the Pakistan Credit Rating Agency Limited (PACRA).
- 1.6** Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment, private Funds etc., being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. In this connection the management company submitted restated trust deeds of all Funds with the Assistant Director of Industries and Commerce (Trust Wing) for registration purposes and subsequently registration certificates in this regard are awarded by Assistant Director for all Funds.

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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

JS Income Fund

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do 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 statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended December 31, 2022.

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

2.2 Standards, interpretations and amendments to 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 annual 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 published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date (Annual period beginning on and after)
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Further, following standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.5 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

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

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted 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.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

3.2 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.

		December 31, 2022 (Un-Audited)	30 June 2022 (Audited)
	Note	-----Rupees-----	
4 BANK BALANCES			
- Profit and loss sharing (PLS) accounts	4.1	<u>275,993,251</u>	<u>630,344,712</u>
		<u>275,993,251</u>	<u>630,344,712</u>

4.1 This includes balance of Rs.7.39 million (June 30, 2022: Rs.84.48 million) with JS Bank Limited (a related party), Rs.0.04 million (June 30, 2022: Rs.0.03 million) with Bank Islami Pakistan Limited (a related party) carries profit rate of 14.50% (June 30, 2022: 12.25%), 15.00% (June 30, 2022: 14.00%) per annum respectively. Other profit and loss sharing accounts carry mark-up rate ranging from 12.40% to 17.35% (June 30, 2022: 5.75% to 16.30%) per annum.

		December 31, 2022 (Un-Audited)	30 June 2022 (Audited)
	Note	-----Rupees-----	
5 INVESTMENTS			
At fair value through profit or loss			
Government securities - Treasury Bills	5.1	-	-
Government securities - Pakistan Investment Bonds	5.2	119,300,000	-
Quoted equity securities (Spread Transactions)	5.3	-	-
Debt securities	5.4	625,596,179	467,316,964
Commercial papers	5.5	<u>91,742,889</u>	<u>138,832,246</u>
		<u>836,639,068</u>	<u>606,149,210</u>
At amortised cost			
Debt securities - quoted	5.6	-	-
Debt securities - unquoted	5.6	-	-
Debt securities - Pre-IPO placement	5.7	-	10,000
		-	<u>10,000</u>
		<u>836,639,068</u>	<u>606,159,210</u>

JS Income Fund

5.1 Government Securities - Market Treasury Bills - 'At Fair Value Through Profit or Loss'

Note	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	December 31, 2022				
					Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investments
----- (Number of holding) -----					----- Rupees -----			----- % -----	
Market Treasury Bills - 3 months	-	16,200	(16,200)	-	-	-	-	-	-
Market Treasury Bills - 6 months	-	700	(700)	-	-	-	-	-	-
Total as at December 31, 2022 (un-audited)									
Total as at June 30, 2022 (audited)									

5.2 Government Securities - Pakistan Investment Bonds - 'At Fair Value Through Profit or Loss'

Note	As at July 01, 2022	Purchased during the period	Sold during the period	As at December 31, 2022	December 31, 2022				
					Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investments
----- (Number of holding) -----					----- Rupees -----			----- % -----	
Bonds - 2 years	-	2,000	(2,000)	-	-	-	-	-	-
Bonds - 3 years	-	4,000	(4,000)	-	-	-	-	-	-
Bonds - 5 years	5.2.1	1,250	-	1,250	119,512,601	119,300,000	(212,601)	10.49%	14.26%
Total as at December 31, 2022 (un-audited)					119,512,601	119,300,000	(212,601)	10.49%	14.26%
Total as at June 30, 2022 (audited)									

5.2.1 Significant terms and conditions of Pakistan Investment bonds outstanding at the period end are as follows:

Floating rate Instruments

Bonds - 5 years

	Number of bonds	Face value	Interest rate (Per annum)	Maturity
Pakistan Investment Bond	1,250	125,000,000	15.73%	17-Nov-27

5.3 Quoted equity securities - Spread transactions

Name of investee Company	Number of shares				Balance as at December 31, 2022			Market value as percentage of total investments	Market value as percentage of net assets	Market value as a percentage of paid-up capital of the investee
	As at July 01, 2022	Purchased 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 gain			
----- (Rupees) -----										
----- % -----										
Oil and gas exploration companies										
Oil & Gas Development Company Limited	-	1,000	1,000	-	-	-	-	-	-	-
Pakistan Petroleum Limited	-	16,500	16,500	-	-	-	-	-	-	-
Cable and electrical goods										
Pak Elektron Limited	-	35,000	35,000	-	-	-	-	-	-	-
Waves Singer Pakistan Limited	-	1,000	1,000	-	-	-	-	-	-	-
Oil and gas marketing companies										
Pakistan State Oil Company Limited	-	52,500	52,500	-	-	-	-	-	-	-
Sul Northern Gas Pipeline Limited	-	1,178,500	1,178,500	-	-	-	-	-	-	-
Pharmaceuticals										
AGP Limited	-	500	500	-	-	-	-	-	-	-
Refinery										
Attock Refinery Limited	-	32,500	32,500	-	-	-	-	-	-	-
Pakistan Refinery Limited	-	336,000	336,000	-	-	-	-	-	-	-
National Refinery Limited	-	175,500	175,500	-	-	-	-	-	-	-
Cnergyco PK Limited	-	542,500	542,500	-	-	-	-	-	-	-
Commercial banks										
Faisal Bank Limited	-	79,500	79,500	-	-	-	-	-	-	-
Bank Of Punjab	-	49,500	49,500	-	-	-	-	-	-	-
Chemical										
Engro Polymer & Chemicals Limited	-	79,500	79,500	-	-	-	-	-	-	-
Lotte Chemical Pakistan Limited	-	262,000	262,000	-	-	-	-	-	-	-
Food and personal care products										
Treet Corporation Limited	-	500	500	-	-	-	-	-	-	-
Unity Foods Limited	-	272,000	272,000	-	-	-	-	-	-	-
Power generation and distribution										
Hub Power Company Limited	-	15,000	15,000	-	-	-	-	-	-	-
Kot Addu Power Company Limited	-	33,500	33,500	-	-	-	-	-	-	-

Name of Investee Company	Number of shares				Balance as at December 31, 2022			Market value as percentage of total investments	Market value as percentage of net assets	Market value as a percentage of paid-up capital of the investee
	As at July 01, 2022	Purchased 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 gain			
----- (Rupees) ----- % -----										
Technology and communication										
Pakistan Telecom Company Limited	-	5,000	5,000	-	-	-	-	-	-	-
NetSol Technologies Limited	-	13,500	13,500	-	-	-	-	-	-	-
Avanceon Limited	-	22,500	22,500	-	-	-	-	-	-	-
System Limited	-	500	500	-	-	-	-	-	-	-
Transport										
Pakistan International Bulk Terminal (Related Party)	-	25,000	25,000	-	-	-	-	-	-	-
Cement										
D. G. Khan Cement Limited	-	10,000	10,000	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	-	23,500	23,500	-	-	-	-	-	-	-
Textile										
G3 Technologies Limited	-	168,500	168,500	-	-	-	-	-	-	-
Nishat Mill Limited	-	1,000	1,000	-	-	-	-	-	-	-
Property										
TPL Properties Limited	-	370,500	370,500	-	-	-	-	-	-	-
Total as at December 31, 2022 (Un-Audited)										
Total as at June 30, 2022 (Audited)										

5.4 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At fair value through profit or loss'

Particulars	Note	Number of certificates			As at 31 December 2022	Carrying value as at 31 December 2022	Market value as at 31 December 2022	Unrealised gain/(loss)	Market value as a % of total investments	Market value as percentage of net assets
		As at 01 July 2022	Acquired during the period	Matured/ disposed during the period						
----- (Rupees) ----- % -----										
Face Value of Rs. 100,000/- each										
Refinery										
Unquoted										
Congleco PK Limited (Formerly BYCO Petroleum Pakistan Limited)	S.4.1	2,209	-	-	2,209	19,437,498	18,446,078	(991,420)	2.20%	1.62%
Power generation and distribution										
Quoted										
HJB Power Holdings Limited	S.4.1	2,150	-	-	2,150	215,000,000	216,919,860	1,919,860	25.93%	19.07%
Pharmaceutical										
Unquoted										
Alpen Pharma Pvt Limited	S.4.1	1,976	-	-	1,976	41,174,620	40,137,498	(1,037,122)	4.80%	3.53%
OSI AGI Pvt Limited	S.4.1	500	-	-	500	47,125,000	47,576,125	451,125	5.69%	4.18%
Total as at December 31, 2022 (un-audited)										
Total as at June 30, 2022 (audited)										
Face Value of Rs. 5,000/- each										
Commercial Banks										
Quoted										
Bank Afjalah Limited	S.4.1	20,000	-	-	20,000	100,000,000	100,000,000	-	11.95%	8.79%
Bank Al Habab Limited	S.4.1	-	20,000	-	20,000	91,727,400	92,514,618	787,218	11.06%	8.13%
Power Generation & Distribution										
Unquoted										
K Electric Limited	S.4.1	-	22,000	-	22,000	110,000,000	110,000,000	-	13.15%	9.67%
Total as at December 31, 2022 (un-audited)										
Total as at June 30, 2022 (audited)										
5.4.1 Name of security										
		Number of certificates		Interest rate per annum		Maturity				
Congleco PK Limited (Formerly BYCO Petroleum Pakistan Limited)		2,209		3M KIBOR + 1.00%		January 18, 2023				
HJB Power Holdings Limited		2,150		6M KIBOR + 2.50%		November 12, 2025				
Alpen Pharma Private Limited		1,976		3M KIBOR + 1.50%		November 20, 2023				
OSI AGI Pvt Limited		500		3M KIBOR + 1.50%		July 15, 2026				
Bank Afjalah Limited		20,000		3M KIBOR + 0.75%		January 5, 2024				
Bank Al Habab Limited		20,000		6M KIBOR + 1.35%		December 21, 2022				
K Electric Limited		22,000		3M KIBOR + 1.70%		November 23, 2025				

5.5 Commercial papers - 'At fair value through profit or loss'

As at July 01, 2022	Purchased during the period	Matured/ disposed during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Market value as a % of total investments	Market value as a percentage of net assets
Roush Pakistan Power Ltd							
Ludgy Electric Power Co. Ltd							
Waves Singer Pakistan Limited							
Total as at December 31, 2022 (un-audited)							
Total as at June 30, 2022 (audited)							

5.5.1 This represents commercial paper placed with Roush Pakistan Power Limited carrying interest at the rate of 18.05% to be matured on June 1, 2023.

JS Income Fund

5.6 Debt securities - Term Finance Certificates (TFCs) and Sukuks -At amortised cost' (face value of Rs. 5,000 each unless otherwise stated)

Unquoted	Note	As at July 01, 2022	Purchased during the period	Sold during the period	As at December 31, 2022	Carrying Amount as at December 31, 2022	Market value	Market value as a percentage of net assets
		Number of certificates				Rupees		
Chemicals								
Agritech Limited - Privately Placed TFC Provision held		2,249	-	-	2,249	11,245,000 (11,245,000)	-	-
Personal Goods								
Azgard Nine Limited - Privately placed 6th issue (related party) Provision held	5.6.2	5,844	-	-	5,844	29,220,000 (29,220,000)	-	-
Azgard Nine Limited - Privately placed 7th issue (related party) Provision held	5.6.2	12,408	-	-	12,408	62,040,000 (62,040,000)	-	-
Chemicals								
Agritech Limited - Privately placed Provision held		12,484	-	-	12,484	56,156,453 (56,156,453)	-	-
Total as at December 31, 2022 (un-audited)		32,985	-	-	32,985	-	-	-
Total as at June 30, 2022 (audited)		29,560	18,252	14,827	32,985	-	-	-

5.6.1 Due to non-recoverability of these investments, the Fund has classified these as non-performing securities and recognized full provision in accordance with circular 33 of 2012 issued by SECP.

5.6.2 On April 29, 2021, the facility is restructured through approved scheme of arrangement ("Approved Scheme") under the terms of Honorable Lahore High Court. According to the arrangement the principal outstanding on TFC is payable starting from April 29, 2021 over a period of 10 years. Further, new zero coupon PPTFCs were issued for the PPTFC and interest accrued on TFC and PPTFC till the date of restructuring on the existing TFC and PPTFC, having redemption of principal through bullet payment on the 10th anniversary of the issuance date. As of the period end Rs. 1.83 million has been received by the Fund on account of interest income, accordingly the same has been recorded in the income statement.

5.7 Disclosure of non compliant investments as at 31 December 2022

In accordance with clause (v) of the investment criteria laid down for 'income scheme' in Circular No. 7 of 2009, the Fund is required to invest in any security having rating not lower than the investment grade (credit rating of BBB and above). However, as at the period end, the Fund is non-compliant with the above mentioned requirement in respect of the following investments. The securities were in compliance with the circular (i.e. investment grade) at the time of purchase and were subsequently downgraded to non investment grade by MUFAP on default by issuer/investor in repayment of coupon due on respective dates.

Name of security	Note	Type of investment	Value of investment before provision	Provision Held (If any)	Value of investment after provisioning	Percentage of Net Assets	Percentage of total assets
			(Number of shares)		(Rupees)		
Textile Composite							
Azgard Nine Limited - PPTFCs 6th issue - restructured (related party)	5.7.1	Privately Placed TFC	29,220,000	(29,220,000)	-	-	-
Azgard Nine Limited - PPTFCs 7th issue (related party)	5.7.2	Privately Placed TFC	62,040,000	(62,040,000)	-	-	-
Agritech Limited	5.7.3	Sukuk Certificates	56,156,453	(56,156,453)	-	-	-
Agritech Limited	5.7.4	Privately Placed TFC	11,245,000	(11,245,000)	-	-	-
Dewan Cement Limited	5.7.5	Pre-IPO Investment	50,000,000	(50,000,000)	-	-	-

5.7.1 The Fund received 5,844 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.29,220,000.

5.7.2 The Fund received 12,408 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.62,040,000.

5.7.3 In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement.

The Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on July 5, 2022. Filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2022.

Scheme of arrangement has two options for the settlement of liabilities and fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability.

As per option 2 of the SOA, the outstanding principal against Sukuk certificate and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized CFADs. The over/understanding markup amounting to 19,750,888 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at December 31, 2022.

In this regard, the fund has received the first tranche CFADs of Rs.1,711,372 on 27th September, 2022 and second tranche CFADs of Rs.1,704,957 on 23rd December, 2022 and written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

5.7.4 The Fund has made a full provision against the principal amount of Agritech Limited's Sukuk in accordance with the requirements of Circular 1 of 2009 issued by the SECP and the provisioning policy of the Fund. The Fund has received Agritech Limited's PPTFC of face value of Rs. 11,245 million against interest due on Agritech Limited's Sukuk which is not recognized as income by the Fund and these PPTFCs are valued at zero. These PPTFCs will be converted into preference shares as explained in note 5.7.3 above.

5.7.5 This represents Pre-IPO disbursement to Dewan Cement Limited (the Company) made on January 14, 2008. As per the requirement of the Trust Deed, the IPO was to take place within 270 days of the initial disbursement, however, the Company has not yet arranged the IPO. Accordingly, the Management Company decided to suspend mark-up on this placement from October 29, 2008 and has made a full provision of Rs.50 million against the actual amount disbursed which is without prejudice to the Fund's claim against the above entire exposure, unrecognized mark-up and other charges etc.

6	MARK-UP RECEIVABLE	Note	December 31,	30 June
			2022 (Unaudited)	2022 (Audited)
	Mark-up / return receivable on:			
	- Bank balances		3,761,597	10,907,449
	- Debt securities		18,846,304	17,890,527
			<u>22,607,901</u>	<u>28,797,976</u>

7 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Income tax recoverable	5,916,202	3,115,249
Security deposits with CDC and NCCPL	2,850,000	2,850,000
Prepayments and other receivables	688,702	922,966
	<u>9,454,904</u>	<u>6,888,215</u>

8 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration payable to Management Company	8.1	1,516,207	1,487,929
Sales tax payable on management company's remuneration	8.2	670,300	666,622
Federal excise duty on management company's remuneration	8.3	3,143,283	3,143,283
Allocated expenses payable	8.4	89,720	114,481
Selling and marketing expenses payable	8.5	553,946	866,701
Payable against printing and stationery		71,632	76,496
		<u>6,045,088</u>	<u>6,355,512</u>

8.1 According to the provisions of the Trust Deed of the Fund, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. The Management Company has charged Nil to 2% from July 01, 2022 to December 31, 2022 (June 30, 2022: 1%) per annum on the average annual net assets of the Fund calculated on a daily basis.

8.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.0.47 million (June 30, 2022: Rs.0.47 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs.0.04 (June 30, 2022: Rs.0.04) per unit.

8.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 14.2 to the annual audited financial statements of the Fund for the year ended June 30, 2022, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs.3.14 million as at December 31, 2022 (June 30, 2022: Rs 3.14 million). Had the provision not been made, Net Asset Value per unit as at December 31, 2022 would have been higher by Rs.0.29 (June 30, 2022: Rs.0.24) per unit.

8.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2022: 0.1%) of net assets of the Fund.

8.5 In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at 0.2% (June 30, 2022: 0.2%) of the average annual net assets of the Fund during the period ended December 31, 2022 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net assets value of the Fund. The remunerations paid to the Trustee on monthly basis in arrears. The applicable tariff is 0.075% per annum on the average annual net assets of the Fund calculated on a daily basis.

JS Income Fund

10 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% of daily net assets of the Fund.

		December 31, 2022 (Unaudited)	30 June 2022 (Audited)
	Note	-----Rupees-----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES			
Payable against Sindh Workers' Welfare Fund	11.1	-	-
Audit fee payable		417,098	440,263
Zakat payable		147	30,639
Other liabilities		437,433	13,154,570
		<u>854,678</u>	<u>13,625,472</u>

11.1 The provision for Sindh Workers Welfare Fund is being made on daily basis going forward pursuant to MUFAP's recommendation to all its members on 12 January 2017 against the backdrop of the Sindh Revenue Board (SRB) letter to mutual funds in January 2016 whereby SRB directed mutual funds to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. This is on the premise that mutual funds are included in definition of financial institutions in The Financial Institutions (Recovery of Finance) Ordinance, 2001 hence WWF is payable by them. Though MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF but as a matter of abundant caution MUFAP recommended recording the SWWF with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015).

On November 10, 2016 the Supreme Court of Pakistan (SCP) has passed a judgment declaring the amendments made in the Finance Acts 2006 and 2008 pertaining to WWF as illegal citing that WWF was not in the nature of tax and could, therefore, not have been introduced through money bills. Accordingly, the aforesaid amendments have been struck down by the SCP. The Federal Board of Revenue has filed a petition in the SCP against the said judgment, which is pending hearing. While the petitions filed by the CISs on the matter are still pending before the SHC, the Mutual Funds Association of Pakistan (MUFAP) (collectively on behalf of the asset management companies and their CISs) has taken legal and tax opinions on the impact of the SCP judgement on the CISs petition before the SHC. Both legal and tax advisors consulted were of the view that the judgment has removed the very basis on which the demands were raised against the CISs. Therefore, there was no longer any liability against the CISs under the WWF Ordinance and that all cases pending in the SHC or lower appellate forums will now be disposed of in light of the earlier judgement of the SCP.

Pursuant to above MUFAP recommended that the entire provision against WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017.

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective. Accordingly, the Fund has recorded these adjustments in its books on 12 January 2017.

12 CONTINGENCIES AND COMMITMENTS

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

13 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

14 EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company the determination of the same is not practicable.

15 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 2.32% as on December 31, 2022 (2021: 1.71%), this includes 0.22% (2021: 0.33%) representing Government Levy and SECP fee. This ratio is within the maximum limit of 2.50% prescribed under the NBFC regulation 60 (5) for a collective investment scheme categorised as income scheme.

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited (DCCL) being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 75.02% shares of JS Bank Ltd.) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

	December 31 2022 (Un-audited)	December 31 2021 (Un-audited)
	-----Rupees-----	
16.1 Transactions during the period ended		
JS Investments Limited (Management Company)		
Remuneration to JS Investments Limited - Management Company	8,288,395	11,235,066
Sindh Sales Tax on Management Company's Remuneration	1,077,493	1,460,560
Sales load	-	3,363
Allocated expenses by the Management Company	580,946	1,123,501
Printing and stationery	51,150	19,283
Selling and marketing expenses	1,161,890	2,247,001
Issuance of units: 499,052 (2021: 756,514)	50,000,000	5,000,000
Redemption of units: 984,308 (2021: 861,618)	98,453,338	85,000,000
Digital Custodian Company Limited (Trustee)		
Remuneration of the Digital Custodian Company Limited - Trustee	435,710	905,247
Sindh Sales Tax on remuneration of the Trustee	56,642	117,682
JS Bank Limited (Parent Company of JSIL)		
Return on bank balances	1,544,206	25,402,780
Sales load	-	311,197
Markup on Term Finance Certificate	-	5,410,462
Bank Islami Pakistan Limited (Associate of JSCL)		
Return on bank balances	1,677	2,574
JS ABAMCO Commodities Limited (Subsidiary of JSIL)		
Redemption of units: Nil (2021: 706,202)	-	69,087,768
JS Fund of Funds (Fund Under JSIL Management)		
Issue of units: 970,090 (2021: 319,680)	100,685,593	32,000,000
Redemption of units: Nil (2021: 314,437)	-	31,500,000
Azgard Nine Limited (Associate of JSCL)		
Markup Receipt	364,249	-
Key Management Personnel of the Management Company		
Issue of units: 7906 (2021: 20,802)	-	2,000,000
Redemption of units: 20,292 (2021: Nil)	2,000,000	-
Unit Holders Holding 10% or more		
Issue of units: 438 (2021: Nil)	43,836	-
Redemption of units: 147,787 (2021: Nil)	15,000,000	-

JS Income Fund

	December 31 2022 (Un-audited)	December 31 2021 (Un-audited)
	-----Rupees-----	
16.2 Balance as at period / year ended		
JS Investments Limited (Management Company)		
Remuneration payable to Management Company	1,516,207	1,487,929
Sales tax payable on management company's remuneration	670,300	666,622
Allocated expenses payable	89,720	114,481
Selling and marketing expenses payable	553,946	866,701
Payable against printing and stationery	71,632	76,496
Federal excise duty on management company's remuneration	3,143,283	3,143,283
Units held: Nil (June 30, 2022: 458,257)	-	47,079,591
Digital Custodian Company Limited (Trustee)		
Payable to Digital Custodian Company Limited - Trustee	76,038	97,023
JS Bank Limited (Parent Company of JSIL)		
Bank balances	7,391,515	84,476,268
Profits receivable on bank balances	-	48,384
Bank Islami Pakistan Limited (Associate of JSCL)		
Bank balances	36,319	33,692
JS Fund of Funds (Fund under JSIL Management)		
Units held: 970,090 (June 30, 2022: Nil)	101,160,937	-
Key Management Personnel & Directors		
Units held: 87,429 (June 30, 2022: 99,832)	9,117,114	9,685,731
Unit holder holding 10% or more of units in issue		
Units held: 3,851,221 (June 30, 2022: 2,782,380)	401,605,365	269,946,533

16.2.1 The amount disclosed represents the amount of brokerage to a related party and not the purchase or sale value of securities transacted through them. The purchase or sale value have not been treated as transactions with related party as ultimate counter-parties are not related.

16.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms, determined in accordance with market rates.

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: 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 3: Fair value measurements using 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 instruments measured at fair values:

	Fair value			Total
	Level 1	Level 2	Level 3	
December 31, 2022 (Un-audited)				
		(Rupees)		
Financial assets measured at fair value through profit or loss				
- Debt securities	-	625,596,179	-	625,596,179
- Government securities	-	119,300,000	-	119,300,000
- Commercial papers	-	91,742,889	-	91,742,889
	-	836,639,068	-	836,639,068
June 30, 2022 (Audited)				
		(Rupees)		
Financial assets measured at fair value through profit or loss				
- Debt securities	-	467,316,964	10,000	467,326,964
- Government securities	-	-	-	-
- Commercial papers	-	138,832,246	-	138,832,246
	-	606,149,210	10,000	606,159,210

17.1 There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

18. GENERAL

18.1 Figures have been rounded off to the nearest Rupee.

18.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

18.3 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 by the statutory auditors of the Fund.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements was authorised for issue by the Board of Directors of the Management Company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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JS Pension Savings Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Ms. Aisha Fariel Salahuddin	Independent Director
Mr. Asif Reza Sana	Independent Director
Mr. Hasan Shahid	Non-Executive Director
Mr. Imran Haleem Shaikh	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Zahid Ullah Khan	Non-Executive Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

JS Pension Savings Fund

DIRECTORS REPORT TO THE PARTICIPANTS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Pension Savings Fund** (the Fund), has the pleasure of presenting the fund's unaudited financial statements for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook will, henceforth, will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income & Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The fund was launched on June 26, 2007, for contributions by eligible participants under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), to assist and facilitate them in planning for their retirement. The fund has three sub-funds: Equity Sub-Fund, Debt Sub-Fund, and Money Market Sub-Fund.



JS Pension Savings Fund

The Equity Sub-fund's return was -3.41% for the half year ended December 31, 2022. Net Assets moved from PKR 127.30 million (June 30, 2022) to PKR 117.89 million as of December 31, 2022. The total expense ratio (TER) of the Equity Sub Fund is 2.39%, which includes 0.33% of government levies on the Fund.

The Debt Sub-fund's annualized return was 14.82% for the half year ended December 31, 2022. Net Assets moved from PKR 227.51 million (June 30, 2022) to PKR 191.55 million as of December 31, 2022. The total expense ratio (TER) of the Debt Sub Fund is 1.38%, which includes 0.18% of government levies on the Fund.

The Money Market Sub-fund's annualized return was 14.54% for the half year ended December 31, 2022. Net Assets were moved from PKR 294.45 million (June 30, 2022) to PKR 252.81 million as of December 31, 2022. The total expense ratio (TER) of the Money Market Sub Fund is 0.86%, which includes 0.13% of government levies on the Fund.

The Fund has 186 participants as on December 31, 2022.

Asset Manager Rating

'Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management (Pension Fund Manager) Quality Rating of AM2+ with a stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes High Management Quality.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Pension Savings Fund

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Pension Savings Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Participants' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 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 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 interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 28 February 2022 and audit report dated 27 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR202210076tcW0UIQuV

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

Note	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)				
ASSETS									
Bank balances	4	16,899,145	64,652,518	124,782,139	206,333,802	22,222,469	169,029,283	261,092,140	452,343,892
Investments	5	101,761,969	124,884,667	127,103,169	353,749,805	105,701,497	56,429,167	30,000,000	192,130,664
Advance, deposit and profits receivable	6	552,998	3,613,985	2,217,858	6,384,841	765,492	3,627,423	4,670,803	9,063,718
Total assets		119,214,112	193,151,170	254,103,166	566,468,448	128,689,458	229,085,873	295,762,943	653,538,274
LIABILITIES									
Payable to JS Investments Limited - Pension Fund Manager	7	1,152,367	1,417,496	1,075,144	3,645,007	1,175,145	1,347,506	1,067,356	3,590,007
Payable to Central Depository Company of Pakistan Limited - Trustee	8	17,503	27,730	44,715	89,948	19,640	31,923	40,310	91,873
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	9	20,719	36,184	49,382	106,285	56,586	79,676	94,482	230,744
Accrued expenses and other liabilities	10	135,825	115,778	119,265	370,868	133,261	115,358	107,066	355,685
Total liabilities		1,326,414	1,597,188	1,288,506	4,212,108	1,384,632	1,574,463	1,309,214	4,268,309
NET ASSETS		117,887,698	191,553,982	252,814,660	562,256,340	127,304,826	227,511,410	294,453,729	649,269,965
Participants' sub-funds (as per statement attached)		117,887,698	191,553,982	252,814,660	562,256,340	127,304,826	227,511,410	294,453,729	649,269,965
Contingencies and commitments	11								
NUMBER OF UNITS IN ISSUE	16	289,939	532,613	856,183		302,416	679,851	1,070,283	
NET ASSET VALUE PER UNIT		406.59	359.65	295.28		420.96	334.65	275.12	

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Pension Savings Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022				For the half year ended 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 / mark-up income	12	952,236	15,815,094	18,511,874	35,279,204	409,893	9,763,925	11,221,463	21,395,281
Dividend income		6,476,655	-	-	6,476,655	8,528,249	-	-	8,528,249
(Loss) / gain on sale of investments - net		(641,215)	840,686	3,515,195	3,714,666	(6,287,610)	(185,367)	(538,450)	(7,011,427)
Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'	5.8	(9,532,571)	255,205	18,771	(9,258,595)	(18,142,078)	(633,959)	-	(18,776,037)
Other income		-	-	-	-	-	360,372	-	360,372
Total (loss) / income		(2,744,895)	16,910,985	22,045,840	36,211,930	(15,491,546)	9,304,971	10,683,013	4,496,438
EXPENSES									
Remuneration of JS Investments Limited - Pension Fund Manager	7.1	933,265	906,636	700,786	2,540,687	1,507,493	601,255	681,721	2,790,469
Sindh sales tax on remuneration of the Pension Fund Manager	7.2	121,344	117,869	91,054	330,267	195,974	78,143	88,624	362,741
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	93,335	162,898	222,903	479,136	150,749	180,376	204,517	535,642
Sindh sales tax on remuneration of the Trustee	8.2	12,134	21,178	28,428	61,740	19,869	23,449	27,057	70,375
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	9	28,167	47,819	63,608	139,594	33,492	40,069	45,428	118,989
Auditors' remuneration		102,431	102,708	102,434	307,573	93,021	93,020	93,020	279,061
Securities transaction cost		167,217	39,056	28,673	234,946	294,673	8,975	5,107	308,755
Printing and stationery charges		11,357	11,413	11,304	34,074	6,427	6,429	6,343	19,199
Legal and professional charges		-	-	-	-	22,382	22,382	22,382	67,146
Bank and settlement charges		7,304	75,908	8,556	91,768	17,234	31,004	25,494	73,732
Total operating expenses		1,476,554	1,485,485	1,257,746	4,219,785	2,341,314	1,085,102	1,199,693	4,626,109
Net (loss) / income from operating activities		(4,221,449)	15,425,500	20,788,094	31,992,145	(17,832,860)	8,219,869	9,483,320	(129,671)
Reversal of provision for Sindh Workers' Welfare Fund		-	-	-	-	3,182,957	1,471,522	1,267,559	5,922,038
Net (loss) / income for the period before taxation		(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367
Taxation	13	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367
Earnings per unit	14								

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022				For the quarter ended 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 / mark-up income	12 431,614	7,683,644	10,878,628	18,993,886	220,834	5,030,785	6,257,837	11,509,456
Dividend income	3,528,640	-	-	3,528,640	5,193,723	-	-	5,193,723
(Loss) / gain on sale of investments - net	(1,212,637)	509,254	68,911	(634,472)	(4,682,250)	(138,507)	(559,254)	(5,380,011)
Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'	5.8 (2,085,579)	126,566	18,383	(1,940,630)	2,350,698	(260,527)	118,723	2,208,894
Total income	662,038	8,319,464	10,965,922	19,947,424	3,083,005	4,631,751	5,817,306	13,532,062
EXPENSES								
Remuneration of JS Investments Limited - Pension Fund Manager	7.1 458,990	503,581	332,459	1,295,030	694,614	300,139	353,573	1,348,326
Sindh sales tax on remuneration of the Pension Fund Manager	7.2 59,688	65,476	43,172	168,336	90,300	38,998	45,965	175,263
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 45,908	75,447	112,405	233,760	69,445	90,032	106,073	265,550
Sindh sales tax on remuneration of the Trustee	8.2 5,768	10,066	13,886	29,720	9,309	11,704	14,259	35,272
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	9 17,097	27,385	37,796	82,278	15,840	20,445	24,044	60,329
Auditors' remuneration	51,095	50,814	51,098	153,007	53,906	53,905	53,905	161,716
Securities transaction cost	109,641	13,299	16,409	139,349	59,936	7,650	5,107	72,693
Printing and stationery charges	9,485	9,664	9,693	28,842	6,427	6,429	6,343	19,199
Legal and professional charges	-	-	-	-	22,382	22,382	22,382	67,146
Bank and settlement charges	644	68,748	1,466	70,858	8,026	16,415	15,042	39,483
Total operating expenses	758,316	824,480	618,384	2,201,180	1,030,185	568,099	646,693	2,244,977
Net (loss) / income from operating activities	(96,278)	7,494,984	10,347,538	17,746,244	2,052,820	4,063,652	5,170,613	11,287,085
Net (loss) / income for the period before taxation	(96,278)	7,494,984	10,347,538	17,746,244	2,052,820	4,063,652	5,170,613	11,287,085
Taxation	13 -	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(96,278)	7,494,984	10,347,538	17,746,244	2,052,820	4,063,652	5,170,613	11,287,085

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Pension Savings Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

For the half year ended December 31, 2022				For the half year ended 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	(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director



JS Pension Savings Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022				For the quarter ended 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	(96,278)	7,494,984	10,347,538	17,746,244	2,052,820	4,063,652	5,170,613	11,287,085
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(96,278)	7,494,984	10,347,538	17,746,244	2,052,820	4,063,652	5,170,613	11,287,085

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Pension Savings Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Note	For the half year ended December 31, 2022				For the half year ended 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)			
CASH FLOWS FROM OPERATING ACTIVITIES								
Net (loss) / income for the period before taxation	(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367
Adjustments for:								
Net unrealised loss / (gain) on revaluation of investments classified as 'financial assets at fair value through profit or loss'	5.8 9,532,571	(255,205)	(18,771)	9,258,595	18,142,078	633,959	-	18,776,037
Loss / (gain) on sale of investments - net (Reversal of provision) for Sindh Workers' Welfare Fund	641,215	(840,686)	(3,515,195)	(3,714,666)	6,287,610	185,367	538,450	7,011,427
	-	-	-	-	(3,182,957)	(1,471,522)	(1,267,559)	(5,922,038)
	5,952,337	14,329,609	17,254,128	37,536,074	6,596,828	9,039,195	10,021,770	25,657,793
(Increase) / decrease in assets								
Investments-net	(6,234,258)	(67,359,609)	(33,412,215)	(107,006,082)	29,535,251	(41,749,427)	(8,022,562)	(20,236,738)
Advance, deposit and profits receivable	212,494	13,438	2,452,945	2,678,877	(20,099)	(2,688,484)	(1,376,538)	(4,085,121)
	(6,021,764)	(67,346,171)	(30,959,270)	(104,327,205)	29,471,117	(44,481,945)	(9,443,135)	(24,453,963)
(Decrease) / increase in liabilities								
Payable to JS Investments Limited - Pension Fund Manager	(22,778)	69,990	7,788	55,000	(75,984)	4,815	14,193	(56,976)
Remuneration payable to Central Depository of Pakistan Limited - Trustee	(2,137)	(4,193)	4,405	(1,925)	(5,712)	1,928	7,432	3,648
Annual fee payable to the Securities and Exchange Commission of Pakistan	(35,867)	(43,492)	(45,100)	(124,459)	(36,278)	(32,297)	(30,761)	(99,336)
Accrued expenses and other liabilities	2,564	420	12,199	15,183	(22,342)	13,969	8	(8,365)
	(58,218)	22,725	(20,708)	(56,201)	(140,316)	(11,585)	(9,128)	(161,029)
Net cash (used in) / generated from operating activities	(127,645)	(52,993,837)	(13,725,850)	(66,847,332)	35,927,629	(35,454,335)	569,507	1,042,801
CASH FLOWS FROM FINANCING ACTIVITIES								
Amount received against issuance of units	1,801,389	13,177,882	53,877,861	68,857,132	2,092,238	15,364,346	15,536,544	32,993,128
Amount paid against redemption of units	(4,656,827)	(46,248,677)	(136,957,398)	(187,862,902)	(4,914,210)	(21,792,596)	(23,687,608)	(50,394,414)
Reallocation of units	(2,340,241)	(18,312,133)	20,652,374	-	(32,642,102)	-	32,642,102	-
Net cash (used in) / generated from financing activities	(5,195,679)	(51,382,928)	(62,427,163)	(119,005,770)	(35,464,074)	(6,428,250)	24,491,038	(17,401,286)
Net (decrease) / increase in cash and cash equivalents during the period	(5,323,324)	(104,376,765)	(76,153,013)	(185,853,102)	463,555	(41,882,585)	25,060,545	(16,358,485)
Cash and cash equivalents at the beginning of the period	22,222,469	169,029,283	261,092,140	452,343,892	6,763,096	44,628,860	239,487,752	290,879,708
Cash and cash equivalents at the end of the period	15 16,899,145	64,652,518	184,939,127	266,490,790	7,226,651	2,746,275	264,548,297	274,521,223

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Note	For the half year ended December 31, 2022				For the half year ended 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)	127,304,826	227,511,410	294,453,729	649,269,965	217,270,735	236,580,713	258,122,079	711,973,527
Issuance of units	1,801,389	13,177,882	53,877,861	68,857,132	2,092,238	15,364,346	15,536,544	32,993,128
Redemption of units	(4,656,827)	(46,248,677)	(136,957,398)	(187,862,902)	(4,914,210)	(21,792,596)	(23,687,608)	(50,394,414)
Reallocation of units	(2,340,241)	(18,312,133)	20,652,374	-	(32,642,102)	-	32,642,102	-
	(5,195,679)	(51,382,928)	(62,427,163)	(119,005,770)	(35,464,074)	(6,428,250)	24,491,038	(17,401,286)
(Loss) / gain on sale of investments - net	(641,215)	840,686	3,515,195	3,714,666	(6,287,610)	(185,367)	(538,450)	(7,011,427)
Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'	(9,532,571)	255,205	18,771	(9,258,595)	(18,142,078)	(633,959)	-	(18,776,037)
Other income for the period - net of expenses	5,952,337	14,329,609	17,254,128	37,536,074	9,779,785	10,510,717	11,289,329	31,579,831
Total comprehensive (loss) / income for the period	(4,221,449)	15,425,500	20,788,094	31,992,145	(14,649,903)	9,691,391	10,750,879	5,792,367
Net assets at the end of the period (unaudited)	117,887,698	191,553,982	252,814,660	562,256,340	167,156,758	239,843,854	293,363,996	700,364,608

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Pension Savings Fund

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on June 17, 2007. It has been constituted under a Trust Deed, dated June 6, 2007, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee. The Pension Fund Manager (the PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28, SB-5 Abdullah Haroon Road, Saddar, Karachi.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as amended under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Fund is an open-end mutual fund and offers units for public 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, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.
- 1.3 The objective of the Fund is to provide a secure source of savings and retirement income to individuals. It is a portable pension scheme allowing individuals the flexibility of contributions and portfolio customisation through allocation of such contributions in equity and fixed income investment avenues suited to their specific needs and risk profile.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ with a stable outlook with effect from 27 December 2022 (June 30, 2022: 'AM2' with 'positive outlook') to the Pension Fund Manager.
- 1.5 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.
- 1.6 The Fund consists of three sub-funds namely, JS Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the Sub-Funds are as follows:

Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of Net Assets of an Equity Sub-Fund shall remain invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund or the index weight whichever is higher; subject to maximum 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 treasury bills or 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" by a rating agency registered with the Commission. The Pension Fund Manager shall not deposit more than ten per cent (10%) of net assets of the Equity Sub-Fund in a single bank.

Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

Money Market Sub-Fund

The weighted average time to maturity of net assets of a 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. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed twenty per cent (20%) of net assets of the Money Market Sub-Fund.

The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, 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. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

2. BASIS OF PRESENTATION

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. Such standards comprise of:

- International Accounting Standards (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
- Voluntary Pension Rules, 2005 (the VPS Rules) and the 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 VPS Rules and the requirements of the Trust Deed differ with 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 the requirements of the Trust Deed have been followed.

2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

2.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in participants' sub funds are extracted from the unaudited condensed interim financial statements for the period ended December 31, 2021.

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

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

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards, interpretations and amendments to 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 annual 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.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

JS Pension Savings Fund

Standards, interpretations and amendments

Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

Effective date

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

IASB Effective date (annual periods beginning on or after)

Standards

IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 - Insurance Contracts	January 01, 2023

4 BANK BALANCES

Note	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)				
In saving accounts	4.1	16,899,145	64,652,518	124,782,139	206,333,802	22,222,469	169,029,283	261,092,140	452,343,892

- 4.1 These include bank balances held by Equity Sub-Fund and Money Market Sub-Fund of Rs.77,856 (June 30, 2022: Rs.49,578) and Rs.61 (June 30, 2022: Nil) respectively with JS Bank Limited (a related party) that carry profit at the rate of 14.5% (June 30, 2022: 12.25%) per annum and a balance of Rs.2,197 (June 30, 2022: Nil) in Money Market Sub-Fund with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 15% (June 30, 2022: Nil) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 12.25% to 16.30% (June 30, 2022: 5% to 16.30%) per annum.

5 INVESTMENTS

Note	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)				
Financial assets 'at fair value through profit or loss'									
Listed equity securities	5.1	101,761,969	-	101,761,969	105,701,497	-	-	105,701,497	
Government securities	5.2	-	64,597,599	60,156,988	124,754,587	-	26,166,920	26,166,920	
Listed debt securities	5.3	-	18,160,735	-	18,160,735	-	17,420,410	17,420,410	
Unlisted debt securities	5.4	-	32,952,044	-	32,952,044	-	12,841,837	12,841,837	
Short term sukuk certificates	5.5	-	-	21,000,000	21,000,000	-	-	30,000,000	
Commercial papers	5.6	-	9,174,289	45,946,181	55,120,470	-	-	-	
		101,761,969	124,884,667	127,103,169	353,749,805	105,701,497	56,429,167	30,000,000	192,130,664

5.1 Listed equity securities - 'at fair value through profit or loss'

5.1.1 Equity Sub-Fund

Ordinary shares have a face value of Rs.10/- each unless stated otherwise

Name of investee company	As at July 1, 2022	Purchase d during the period	Right / Bonus received during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market Value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
	(Number of shares)					(Rupees)			(%)		
Cement											
Cherat Cement Company Limited	-	14,500	-	14,500	-	-	-	-	-	-	-
D.G.Khan Cement Company Limited	-	22,500	-	22,500	-	-	-	-	-	-	-
Lucky Cement Limited	16,393	1,500	-	4,500	13,393	6,158,540	5,981,046	(177,494)	5.07%	5.88%	0.00%
Maple Leaf Cement Factory Company Limited	82,000	85,000	-	116,000	51,000	1,412,406	1,151,070	(261,336)	0.98%	1.13%	0.05%
Pioneer Cement Limited	-	16,500	-	16,500	-	-	-	-	-	-	-
						7,570,946	7,132,116	(438,830)	6.05%	7.01%	0.05%
Chemicals											
Lotte Chemical Pakistan Limited	-	60,000	-	60,000	-	-	-	-	-	-	-
Commercial Banks											
Bank Alfalah Limited	170,000	-	-	-	170,000	5,440,000	5,123,800	(316,200)	4.35%	5.04%	0.01%
Bank Al Habib Limited	74,500	-	-	-	74,500	4,325,470	4,118,360	(207,110)	3.49%	4.05%	0.01%
BankIslami Pakistan Limited (Related Party)	-	172,000	-	-	172,000	2,481,755	2,297,920	(183,835)	1.95%	2.26%	0.00%
Faysal Bank Limited	3,709	161,500	-	69,000	96,209	2,959,625	2,485,078	(474,547)	2.11%	2.44%	0.00%
Habib Bank Limited	73,300	25,000	-	-	98,300	8,710,837	6,264,659	(2,446,178)	5.31%	6.15%	0.01%
Habib Metropolitan Bank Limited	95,000	-	-	95,000	-	-	-	-	-	-	-
MCB Bank Limited	25,700	-	-	25,700	-	-	-	-	-	-	-
United Bank Limited	69,500	15,000	-	-	84,500	9,517,785	8,513,375	(1,004,410)	7.22%	8.36%	0.01%
						33,435,472	28,803,192	(4,632,280)	24.43%	28.30%	0.04%

JS Pension Savings Fund

Name of investee company	As at July 1, 2022	Purchase during the period	Right / Bonus received during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market Value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total Investments of the Sub-Fund	
Engineering											
Aisha Steel Mills Limited	328,500	-	-	-	328,500	3,629,925	2,696,985	(932,940)	2.29%	2.65%	0.04%
Mughal Iron and Steel Industries Limited	23,042	-	-	23,042	-	-	-	-	-	-	-
						3,629,925	2,696,985	(932,940)	2.29%	2.65%	0.04%
Fertilizers											
Engro Fertilizers Limited	74,700	27,500	-	50,000	52,200	4,503,699	4,013,658	(490,041)	3.40%	3.94%	0.00%
Engro Corporation Limited	39,572	-	-	-	39,572	10,173,565	10,368,260	194,695	8.80%	10.19%	0.00%
Fauji Fertilizer Bin Qasim Limited	10,500	-	-	10,500	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	34,500	-	-	-	34,500	3,802,590	3,405,495	(397,095)	2.89%	3.35%	0.00%
						18,479,854	17,787,413	(692,441)	15.09%	17.48%	0.00%
Glass and Ceramics											
Shabbar Tiles & Ceramics Limited (Face value of Rs.5 each)	80,000	-	-	-	80,000	1,170,400	688,000	(482,400)	0.58%	0.68%	0.03%
						1,170,400	688,000	(482,400)	0.58%	0.68%	0.03%
Leather and Tannery											
Service Industries Limited	4,400	-	-	4,400	-	-	-	-	-	-	-
						-	-	-	-	-	-
Oil & Gas Exploration Companies											
Man Petroleum Company Limited	5,139	-	-	-	5,139	8,940,524	7,949,827	(990,697)	6.74%	7.81%	0.00%
Oil & Gas Development Company Limited	85,700	26,500	-	12,500	99,700	7,807,398	7,942,102	134,704	6.74%	7.80%	0.00%
Pakistan Oilfields Limited	7,600	-	-	2,500	5,100	2,069,631	2,003,535	(66,096)	1.70%	1.97%	0.00%
Pakistan Petroleum Limited	75,354	53,500	-	25,000	103,854	6,647,168	7,076,612	429,444	6.00%	6.95%	0.00%
Sui Northern Gas Pipelines Limited	27,000	35,500	-	-	62,500	2,252,309	2,346,875	94,566	1.99%	2.31%	0.01%
						27,717,030	27,318,951	(398,079)	23.17%	26.85%	0.02%
Paper & Board											
Cerat Packaging Limited.	17,700	-	1,770	19,470	-	-	-	-	-	-	-
						-	-	-	-	-	-
Pharmaceuticals											
Ferozsons Laboratories Limited	-	7,500	1,500	-	9,000	2,024,168	1,237,950	(786,218)	1.05%	1.22%	0.02%
Highnoon Laboratories Limited	7,121	-	-	-	7,121	3,773,294	3,846,408	73,204	3.26%	3.37%	0.02%
						5,797,372	5,084,358	(713,014)	4.31%	5.00%	0.04%
Power Generation & Distribution											
The Hub Power Company Limited	64,596	9,000	-	22,500	51,096	3,477,171	3,223,136	(254,035)	2.73%	3.17%	0.00%
K-Electric Limited	-	150,000	-	150,000	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	50,000	-	-	50,000	1,312,155	711,500	(600,655)	0.60%	0.70%	0.01%
						4,789,326	3,934,636	(854,690)	3.33%	3.87%	0.02%
Technology & Communications											
TPL Properties Limited	-	31,000	-	31,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Technology & Communications											
Octopus Digital Limited	-	30,000	-	-	30,000	2,121,875	1,699,500	(422,375)	1.44%	1.67%	0.00%
Systems Limited	-	13,500	-	3,800	9,700	4,031,890	4,694,118	662,228	3.98%	4.61%	0.00%
TRG Pakistan Limited	-	55,000	-	55,000	-	-	-	-	-	-	-
Airlink Communication Limited	30,000	35,000	-	-	65,000	2,550,450	1,922,700	(627,750)	1.63%	1.89%	0.00%
						8,704,215	8,316,318	(387,897)	7.05%	8.17%	0.00%
Total value as at December 31, 2022						111,294,540	101,761,969	(9,532,571)	86.32%	100.00%	0.25%
Total value as at June 30, 2022						127,123,588	105,701,497	(21,422,091)			

5.1.2 The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including 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 / Voluntary Pension Schemes (CIS / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs / VPSs. The petition was based on the fact that because CISs / VPSs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance, 2001 and the withholding tax provision should also not be applicable on bonus shares received by CISs / VPSs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs / VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment 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 / VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs / VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current period. Subsequent to the year ended June 30, 2019, the CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has 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 Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPSs.

The Finance Act, 2018 effective from July 01, 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 Equity Sub-Fund during the period were not withheld by the investee companies.

5.3 Listed debt security - Sukuk 'at fair value through profit or loss'

5.3.1 Debt Sub-Fund

Name of the investee company	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised gain	net assets of the sub-fund	total investments of the sub-fund
----- (Number of certificates) -----					----- (Rupees) -----			----- (%) -----	
Hub Power Holdings Limited (November 12, 2020) Face value: Rs. 100,000	180	-	-	180	18,000,000	18,160,735	160,735	9.48%	14.54%
Total as at December 31, 2022					18,000,000	18,160,735	160,735	9.48%	14.54%
Total as at June 30, 2022					17,420,410	17,420,410	-		

5.4 Unlisted debt securities - Term finance certificates and sukus 'at fair value through profit or loss'

5.4.1 Debt Sub-Fund

Name of the investee company	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund
----- (Number of certificates) -----					----- (Rupees) -----			----- (%) -----	
Bank Alfalah Limited TFC (January 15, 2021) Face value: Rs. 5,000	2,800	-	-	2,800	12,841,836	12,952,044	110,208	6.76%	10.37%
K-Electric Limited - Sukuk (November 01, 2022) Face value: Rs. 5,000	-	4,000	-	4,000	20,000,000	20,000,000	-	10.44%	16.01%
Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs) - related party (refer note 5.4.1.1) Less: Provision for impairment	128	-	-	128	640,000 (640,000)	-	-	-	-
Total as at December 31, 2022	2,928	4,000	-	6,928	32,841,836	32,952,044	110,208	17.20%	26.38%
Total as at June 30, 2022					14,000,000	12,841,837	(1,158,163)		

5.4.1.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 0.64 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

5.4.2 Money Market Sub-Fund

Name of the investee company	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund
----- (Number of certificates) -----					----- (Rupees) -----			----- (%) -----	
Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs) - related party (refer note 5.4.2.1) Less: provision for impairment	642	-	-	642	3,210,000 (3,210,000)	-	-	-	-
Total as at December 31, 2022					-	-	-	-	-
Total as at June 30, 2022					-	-	-	-	-

JS Pension Savings Fund

5.4.2.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 3.21 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenor of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

5.5 Short term sukuk certificates - 'at fair value through profit or loss'

5.5.1 Money Market Sub-Fund

Name of the investee company	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund
					----- (Rupees) -----			----- (%) -----	
K-Electric Limited - STS XII (December 13, 2022) Face value: Rs. 5,000	-	21	-	21	21,000,000	21,000,000	-	8.31%	16.52%
Total as at December 31, 2022					21,000,000	21,000,000	-	8.31%	16.52%
Total as at June 30, 2022					-	-	-	-	-

5.6 Commercial papers - 'at fair value through profit or loss'

5.6.1 Debt Sub-Fund

Name of the investee company	Yield per annum	As at July 1, 2022	Purchase d during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as percentage of	
						Carrying value	Market value	Unrealised gain	net assets of the sub-fund	total investments of the sub-fund
						----- (Rupees) -----			----- (%) -----	
Rousche Pakistan Power Company Limited (December 01, 2022) (6 months)	18.05%	-	10	-	10	9,174,289	9,174,289	-	4.79%	7.35%
Total as at December 31, 2022						9,174,289	9,174,289	-	4.79%	7.35%
Total as at June 30, 2022						-	-	-	-	-

5.6.2 Money Market Sub-Fund

Name of the investee company	Rate of return per annum	As at July 1, 2022	Purchase d during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as percentage of	
						Carrying value	Market value	Unrealised gain	net assets of the sub-fund	total investments of the sub-fund
						----- (Rupees) -----			----- (%) -----	
Rousche Pakistan Power Company Limited (December 01, 2022) (6 months)	18.05%	-	25	-	25	22,935,722	22,935,722	-	9.07%	18.04%
Lucky Electric Power Company Limited (November 01, 2022) (6 months)	17.34%	-	25	-	25	23,010,459	23,010,459	-	9.10%	18.10%
Total as at December 31, 2022						-	50	-	18.17%	36.14%
Total as at June 30, 2022						-	-	-	-	-

5.7 Significant terms and conditions of term finance certificates and sukuk outstanding as at December 31, 2022 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Interest rate per annum	Maturity date	Secured / unsecured	Rating
----- (Rupees) -----							
Listed debt securities							
Hub Power Holdings Limited - Sukuk	180	100,000	18,000,000	6-month KIBOR + 2.5%	November 12, 2025	Secured	AA+
Unlisted debt securities							
Bank Alfalah Limited	2,800	5,000	14,000,000	9.03%	January 14, 2024	Secured	AAA

5.8 Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'

Particulars	December 31, 2022 (Unaudited)				June 30, 2022 (Audited)			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
	(Rupees)				(Rupees)			
Market value of investments	171,761,939	24,884,657	27,13,139	333,749,805	15,701,497	56,429,157	30,000,000	1,22,130,654
Less: Carrying value of investments	111,294,540	24,629,462	27,084,336	333,008,400	27,123,588	57,957,889	30,000,000	2,15,091,477
	<u>(9,532,571)</u>	<u>255,205</u>	<u>1,771</u>	<u>(9,238,595)</u>	<u>(2,422,091)</u>	<u>(1,538,722)</u>	<u>-</u>	<u>(2,960,813)</u>

6 ADVANCE, DEPOSIT AND PROFITS RECEIVABLE

	December 31, 2022 (Unaudited)				June 30, 2022 (Audited)			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
	(Rupees)				(Rupees)			
Profit receivable on:								
Bank balances	118,982	340,084	784,510	1,243,576	331,476	2,108,565	3,392,770	5,832,811
Investments	-	3,059,184	1,219,468	4,278,652	-	1,356,225	1,064,153	2,420,378
Security deposit with Central Depository								
Company of Pakistan Limited	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Advance tax	334,016	114,717	113,880	562,613	334,016	62,633	113,880	510,529
	<u>552,998</u>	<u>3,613,985</u>	<u>2,217,858</u>	<u>6,384,841</u>	<u>765,492</u>	<u>3,627,423</u>	<u>4,670,803</u>	<u>9,063,718</u>

7 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

Note	December 31, 2022 (Unaudited)				June 30, 2022 (Audited)				
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total	
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund		
	(Rupees)				(Rupees)				
Remuneration payable to the Pension Fund Manager	7.1	150,472	160,650	130,427	441,549	161,269	92,498	117,247	371,014
Sindh sales tax payable on remuneration of the Pension Fund Manager	7.2	143,671	178,893	135,005	457,569	145,055	170,027	133,339	448,421
Federal excise duty payable on remuneration of the Pension Fund Manager	7.3	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686
Sales load payable		142	231	308	681	3,424	-	-	3,424
Printing and stationary charges payable		18,174	18,174	18,174	54,522	25,489	25,433	25,540	76,462
		<u>1,152,367</u>	<u>1,417,496</u>	<u>1,075,144</u>	<u>3,645,007</u>	<u>1,175,145</u>	<u>1,347,506</u>	<u>1,067,356</u>	<u>3,590,007</u>

7.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee up to 1.5% of the average daily net assets of each of the Sub-Funds. During the period, the Sub-Funds were charged management fee at the rate of 1.5% (June 30, 2022: 1.5%) per annum for Equity Sub-Fund and 0.5% to 1% (June 30, 2022: 0.5%) per annum for Debt Sub-Fund and 0.5% (June 30, 2022: 0.5%) per annum Money Market Sub-Fund respectively of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

7.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Managers as a result of which FED at the rate of 16 percent on the remuneration of the Pension Fund Manager and sales load was applicable with effect from June 13, 2013. The Pension Fund Manager was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Pension Fund Manager together with various other pension fund managers challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

JS Pension Savings Fund

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.839 million (June 30, 2022: Rs. 0.839 million) in Equity Sub-Fund, Rs. 1.059 million (June 30, 2022: Rs. 1.059 million) for Debt Sub-Fund and Rs. 0.791 million (June 30, 2022: Rs. 0.791 million) in Money Market Sub-Fund are being retained in the condensed interim financial statements of the respective Sub-Funds as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at December 31, 2022 would have been higher by Rs. 2.90 (June 30, 2022: Rs. 2.78) per unit, Rs. 1.99 (June 30, 2022: Rs. 1.56) per unit and Re. 0.92 (June 30, 2022: Rs. 0.74) per unit per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	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	15,047	24,097	39,128	78,272	16,128	27,751	35,173	79,052
Sindh sales tax on remuneration of the Trustee	8.2	1,956	3,133	5,087	10,176	2,097	3,607	4,572	10,276
Settlement charges payable		500	500	500	1,500	1,415	565	565	2,545
		17,503	27,730	44,715	89,948	19,640	31,923	40,310	91,873

8.1 The Trustee is entitled to remuneration of Rs. 300,000 or 0.15% per annum of the average value of net assets values of the Fund, whichever is higher up to net assets of Rs. 1 billion. The rates applicable for Trustee's remuneration on Net Assets exceeding Rs. 1 billion are as follows:

-above Rs. 1 billion to Rs. 3 billion	Rs 1.5 million plus 0.10% per annum of net assets, on an amount exceeding Rs. 1 billion.
-above Rs. 3 billion to Rs. 6 billion	Rs.3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.
-above Rs. 6 billion	Rs.5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to the Securities and Exchange Commission of Pakistan (the SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one twenty fifth of 1% of the average annual net assets of each of the Sub-Funds.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	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)			
Provision against Sindh Workers' Welfare Fund (SWWF) 10.1	-	-	-	-	-	-	-	-
Auditors' remuneration	104,227	104,227	104,227	312,681	100,795	100,519	100,794	302,108
Zakat payable	1,035	9,560	10,322	20,917	429	4,771	4,699	9,899
Withholding tax payable	6,796	-	-	6,796	13,635	9,368	1,573	24,576
Brokerage payable	23,767	1,991	4,716	30,474	18,402	700	-	19,102
	135,825	115,778	119,265	370,868	133,261	115,358	107,066	355,685

10.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Funds Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds had accordingly made provision in respect of SWWF as recommended by MUFAP.

In the year 2021, SRB through its letter dated August 12, 2021 intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also taken up with the SECP and all the Asset Management Companies, in consultation with the SECP, have reversed cumulative provision of SWWF amounting to Rs.3.183 million, Rs.1.472 million and Rs.1.268 million for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP also gave its concurrence for prospective reversal of provision for SWWF. Going forward, no provision for SWWF has been recognised in the condensed financial statements of the Fund.

11 CONTINGENCIES AND COMMITMENTS

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

12 PROFIT / MARK-UP INCOME

	For the half year ended December 31, 2022 (Unaudited)				For the half year ended December 31, 2021 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Profit / mark-up on:								
- Bank balances	952,236	2,671,292	3,552,075	7,175,603	409,893	405,612	5,633,809	6,449,314
- Term finance certificates and sukuk	-	2,760,956	1,129,408	3,890,364	-	1,930,643	-	1,930,643
Income from government securities	-	10,242,203	12,811,959	23,054,162	-	6,895,261	5,587,654	12,482,915
Income from commercial papers	-	140,643	1,018,432	1,159,075	-	532,409	-	532,409
	952,236	15,815,094	18,511,874	35,279,204	409,893	9,763,925	11,221,463	21,395,281

	For the quarter ended December 31, 2022 (Unaudited)				For the quarter ended December 31, 2021 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Profit / mark-up on:								
- Bank balances	431,614	1,376,779	1,077,964	2,886,357	220,834	82,006	3,627,658	3,930,498
- Term finance certificates and sukuk	-	1,148,583	217,277	1,365,860	-	1,113,714	-	1,113,714
Income from government securities	-	5,017,639	8,577,219	13,594,858	-	3,482,529	2,630,179	6,112,708
Income from commercial papers	-	140,643	1,018,432	1,159,075	-	352,536	-	352,536
	431,614	7,683,644	10,890,892	19,006,150	220,834	5,030,785	6,257,837	11,509,456

13 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these condensed interim financial statements

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

14 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as in the opinion of the Pension Fund Manager, determination of weighted average units for calculating EPU is not practicable.

15 CASH AND CASH EQUIVALENTS

	For the half year ended December 31, 2022 (Unaudited)				For the half year ended December 31, 2021 (Unaudited)				
	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)				(Number of units)				
Bank balances	4	16,899,145	64,652,518	124,782,139	206,333,802	7,226,651	2,746,275	264,548,297	274,521,223
Market treasury bills (with original maturity of three months)	5.2	-	-	60,156,988	60,156,988	-	-	-	-
		16,899,145	64,652,518	184,939,127	266,490,790	7,226,651	2,746,275	264,548,297	274,521,223

16 NUMBER OF UNITS IN ISSUE

	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	(Number of units)			(Number of units)		
Total units in issue at the beginning of the period / year	302,416	679,851	1,070,283	437,310	761,295	1,030,376
Issuance of units during the period / year	4,333	37,986	189,280	9,819	103,549	132,842
Units redeemed during the period / year	(11,180)	(133,512)	(474,295)	(75,388)	(180,656)	(230,705)
Reallocation of units during the period / year	(5,630)	(51,712)	70,915	(69,325)	(4,337)	137,770
Total units in issue at the end of the period / during the year	289,939	532,613	856,183	302,416	679,851	1,070,283

JS Pension Savings Fund

17 CONTRIBUTION TABLE

From:
Individuals

For the half year ended December 31, 2022 (Unaudited)							
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
Units	Rupees	Units	Rupees	Units	Rupees	Rupees	
4,333	1,801,389	37,986	13,177,882	189,280	53,877,861	68,857,132	

From:
Individuals

For the half year ended December 31, 2021 (Unaudited)							
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
Units	Rupees	Units	Rupees	Units	Rupees	Rupees	
4,332	2,092,238	48,397	15,364,346	60,791	15,536,544	32,993,128	

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Sub-Funds for the year ended December 31, 2022 are: Equity Sub-Fund 2.39% (December 31, 2021: 2.54%), Debt Sub-Fund 1.38% (December 31, 2021: 0.90%) and Money Market Sub-Fund 0.86% (December 31, 2021: 0.89%), which includes 0.33%, 0.18% and 0.13% (December 31, 2021: 0.32%, 0.12% and 0.12%) respectively representing government levies on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5%, 2.5% and 2% (excluding government levies) respectively for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively prescribed under the NBFC Regulations for a pension scheme.

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Pension Fund Manager of the Fund, Central Depository Company Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Pension Fund Manager - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at the period / year end. It also includes staff retirement benefit funds of the above connected persons / related parties.

Transactions with connected persons / related parties are executed on arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment 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 the market rates.

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions during the period and balances at period end with connected persons / related parties other than investments which has been disclosed in note 5 to the condensed interim financial statements are as follows:

19.1 Details of transactions with connected persons / related parties during the period are as follows:

Half year ended December 31, 2022 (Unaudited)				Half year ended December 31, 2021 (Unaudited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

(Rupees)

(Rupees)

JS Investments Limited - Pension Fund Manager

Remuneration of the Pension Fund Manager	933,265	906,636	700,786	2,540,687	1,507,493	601,255	681,721	2,790,469
Sindh sales tax on remuneration of the Pension Fund Manager	121,344	117,869	91,054	330,267	195,974	78,143	88,624	362,741
Printing and stationery charges	11,357	11,413	11,304	34,074	6,427	6,429	6,343	19,199
Sales load for the period	2,742	4,455	5,880	13,077	7,458	11,192	13,811	32,461

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	93,335	162,898	222,903	479,136	150,749	180,376	204,517	535,642
Sindh sales tax on remuneration of the Trustee	12,134	21,178	28,428	61,740	19,869	23,449	27,057	70,375
Settlement charges	5,596	3,325	3,325	12,246	13,042	3,833	3,529	20,404

JS Global Capital Limited (Fellow subsidiary of JSBL)

Brokerage expense	15,761	-	-	15,761	78,792	-	-	78,792
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	Half year ended December 31, 2022 (Unaudited)				Half year ended December 31, 2021 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Bank Limited - Parent Company of JSIL								
Return on bank balances	68,893	-	61		26,549	-	52	
Bank charges	-	-	-		-	-	-	
Bank Islami Pakistan Limited (Associate of JSCL)								
Return on bank balances	-	-	197	197	-	-	609	609
Bank charges	-	-	-		-	-	-	
Key Management Personnel								
Amount received against issuance of units	-	-	-	-	200,000	600,000	499,860	1,299,860
Units issued (Number of units)	-	-	-	-	405	1,919	1,966	4,290
Amount paid against redemption of units	-	-	-	-	-	-	557,060	557,060
Units redeemed (Number of units)	-	-	-	-	-	-	2,193	2,193

19.2 Details of balances with connected persons / related parties outstanding as at period / year end:

Note	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)				
JS Investments Limited - Pension Fund Manager									
Remuneration payable to the Pension Fund Manager	7.1	150,472	160,650	130,427	441,549	161,269	92,498	117,247	371,014
Sindh sales tax payable on remuneration of the Pension Fund Manager	7.2	143,671	178,893	135,005	457,569	145,055	170,027	133,339	448,421
Federal excise duty payable on remuneration of the Pension Fund Manager	7.3	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686
Printing and stationary charges payable		18,174	18,174	18,174	54,522	25,489	25,433	25,540	76,462
Sales load payable		142	231	308	681	3,424	-	-	3,424
Investment at period / year end		57,500,087	22,095,922	25,107,158	104,703,167	59,532,163	20,559,892	23,392,903	103,484,958
Units outstanding (Number of units)		141,420	61,437	85,028	287,885	141,420	61,437	85,028	287,885
Central Depository Company of Pakistan Limited - Trustee									
Remuneration payable to the Trustee		15,047	24,097	39,128	78,272	16,128	27,751	35,173	79,052
Sindh sales tax on remuneration of the Trustee		1,956	3,133	5,087	10,176	2,097	3,607	4,572	10,276
Settlement charges payable		500	500	500	1,500	1,415	565	565	2,545
Security deposit		100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Bank Islami Pakistan Limited (Associate of JSCL)									
Bank balance		-	-	2,197	2,197	-	-	-	-
JS Global Capital Limited (Fellow subsidiary of JSBL)									
Brokerage payable		1,831	-	-	1,831	-	-	-	-
JS Bank Limited - Parent Company of JSIL									
Bank balance		77,856	-	61	77,917	49,578	-	-	49,578
Profit receivable on bank balance		-	-	-	-	-	-	-	-
Key Management Personnel									
Investment at period / year end		6,295,891	21,359,400	7,113,811	34,769,102	6,518,405	19,874,664	6,628,121	33,021,190
Units outstanding (Number of units)		15,485	59,389	24,092	98,966	15,485	59,389	24,092	98,966

20 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

JS Pension Savings Fund

20.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

ASSETS	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)			
Financial assets classified 'at fair value through profit or loss'								
- Listed equity securities	101,761,969	-	-	101,761,969	105,701,497	-	-	105,701,497
	101,761,969	-	-	101,761,969	105,701,497	-	-	105,701,497
Debt Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
- Government securities	-	64,597,599	-	64,597,599	-	26,166,920	-	26,166,920
- Listed debt securities	-	18,160,735	-	18,160,735	-	17,420,410	-	17,420,410
- Unlisted debt securities	-	32,952,044	-	32,952,044	-	12,841,837	-	12,841,837
- Short term sukuk certificates	-	-	-	-	-	-	-	-
- Commercial papers*	-	9,174,289	-	9,174,289	-	-	-	-
	-	124,884,667	-	124,884,667	-	56,429,167	-	56,429,167
Money Market Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
- Government securities	-	60,156,988	-	60,156,988	-	-	-	-
- Listed debt securities	-	-	-	-	-	-	-	-
- Unlisted debt securities	-	-	-	-	-	-	-	-
- Short term sukuk certificates	-	21,000,000	-	21,000,000	-	30,000,000	-	30,000,000
- Commercial papers*	-	45,946,181	-	45,946,181	-	-	-	-
	-	127,103,169	-	127,103,169	-	30,000,000	-	30,000,000

* The valuation of commercial paper has been done based on amortisation of commercial paper to its face value as per the guidelines given in Circular 33 of 2012 as the residual maturity of this investment is upto six months and are placed with counterparties which have high credit ratings.

21 GENERAL

21.1 Figures are rounded off to the nearest Rupee.

21.2 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 by the statutory auditors of the Fund.

21.3 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

22 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Pension Fund Manager.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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Website: www.jsil.com

JS Islamic Pension Savings Fund

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

JS Islamic Pension Savings Fund

DIRECTORS REPORT TO THE PARTICIPANTS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Islamic Pension Savings Fund** (the Fund), has the pleasure of presenting the unaudited financial statements of the Fund for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were significant outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Review of Fund Performance

The fund was launched on June 16, 2008, for contributions by eligible participants under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), to assist and facilitate them in planning for their retirement. The fund has three sub-funds: Equity sub-fund, Debt sub-fund, and Money Market sub-fund.



JS Islamic Pension Savings Fund

The Equity sub-funds return was -1.77% for the half year ended December 31, 2022. Net Assets moved from PKR 86.50 million (June 30, 2022) to PKR 76.33 million as of December 31, 2022. The total expense ratio (TER) of the sub-Fund is 1.84%, which includes 0.32% of government levies on the Fund.

The Debt sub-fund's annualized return was 10.85% for the half year ended December 31, 2022. Net Assets moved from PKR 30.45 million (June 30, 2022) to PKR 26.64 million as of December 31, 2022. The total expense ratio (TER) of the sub-fund is 0.99%, which includes 0.23% of government levies on the Fund.

The Money Market sub-fund's annualized return was 14.03% for the half year ended December 31, 2022. Net Assets were moved from PKR 36.62 million (June 30, 2022) to PKR 41.22 million as of December 31, 2022. The sub-fund's total expense ratio (TER) is 0.75%, including 0.17% of government levies on the Fund.

The Fund has 200 participants as on December 31, 2022.

Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ with a stable outlook with effect from 27 December 2022 (June 30, 2022: 'AM2' with 'positive outlook') to the Pension Fund Manager.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

JS Islamic Pension Savings Fund



EY Ford Rhodes
Chartered Accountants
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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Islamic Pension Savings Fund

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Islamic Pension Savings Fund (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Participants' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "Interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 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 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 interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The condensed interim financial statements for the half year ended 31 December 2021 and the annual financial statements for the year ended 30 June 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 28 February 2022 and audit report dated 27 September 2022 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR2022100763LEMPQYGV



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

Note	December 31, 2022 (Unaudited)				June 30, 2022 (Audited)				
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total	
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund		
(Rupees)									
ASSETS									
Bank balances	4	12,788,011	13,542,797	32,445,246	58,776,054	19,659,419	10,875,151	31,466,318	62,000,888
Investments	5	65,020,811	12,921,120	8,587,144	86,529,075	68,409,416	19,475,826	5,000,000	92,885,242
Profit receivable	6	129,423	815,994	605,117	1,550,534	254,272	681,052	579,480	1,514,804
Deposits and other receivable	7	348,719	111,069	202,638	662,426	348,719	111,069	182,636	642,424
Total assets		78,286,964	27,390,980	41,840,145	147,518,089	88,671,826	31,143,098	37,228,434	157,043,358
LIABILITIES									
Payable to JS Investments Limited - Pension Fund Manager	8	922,120	525,529	460,961	1,908,610	935,184	498,105	456,680	1,889,969
Payable to Central Depository Company of Pakistan Limited - Trustee	9	31,088	18,106	14,431	63,625	16,992	6,039	7,216	30,247
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	15,283	5,296	6,953	27,532	36,433	20,562	21,821	78,816
Payable against redemption of units		72,769	62,225	15,872	150,866	72,769	62,225	15,872	150,866
Accrued expenses and other liabilities	11	913,743	137,303	126,256	1,177,302	1,109,587	106,810	107,309	1,323,706
Total liabilities		1,955,003	748,459	624,473	3,327,935	2,170,965	693,741	608,898	3,473,604
NET ASSETS		76,331,961	26,642,521	41,215,672	144,190,154	86,500,861	30,449,357	36,619,536	153,569,754
Participants' sub-funds (as per statement attached)		76,331,961	26,642,521	41,215,672	144,190,154	86,500,861	30,449,357	36,619,536	153,569,754
Contingencies and commitments	12								
(Number of units)									
NUMBER OF UNITS IN ISSUE	16	130,261	95,203	162,818		145,002	114,757	154,890	
(Rupees)									
NET ASSET VALUE PER UNIT		585.99	279.85	253.14		596.55	265.34	236.42	

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Pension Savings Fund

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2022

Note	For the half year ended 31 December 2022				For the half year ended 31 December 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)				
INCOME									
Profit on bank balances and investments	13	636,140	2,086,921	2,903,916	5,626,977	361,777	3,286,271	3,215,448	6,863,496
Dividend income		4,365,645	-	-	4,365,645	4,191,297	-	-	4,191,297
(Loss) / Gain on sale of investments - net		(1,257,870)	45,990	-	(1,211,880)	(1,087,461)	(235,450)	-	(1,322,911)
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	5.7	(3,902,230)	(290,887)	-	(4,193,117)	(14,245,463)	(98,647)	-	(14,344,110)
Total (loss) / income		(158,315)	1,842,024	2,903,916	4,587,625	(10,779,850)	2,952,174	3,215,448	(4,612,228)
EXPENSES									
Remuneration of JS Investments Limited - Pension Fund Manager	8.1	630,667	122,409	101,567	854,643	951,679	211,483	219,658	1,382,820
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	81,987	15,913	13,074	110,974	123,718	27,493	28,555	179,766
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	82,673	29,347	36,591	148,611	95,168	63,445	65,897	224,510
Sindh sales tax on remuneration of the Trustee	9.2	10,758	3,854	4,788	19,400	12,568	8,248	8,706	29,522
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	15,308	5,321	6,978	27,607	21,127	14,085	14,629	49,841
Auditors' remuneration		112,561	112,561	112,561	337,683	97,200	97,200	97,200	291,600
Legal and professional charges		-	-	-	-	22,382	22,382	22,382	67,146
Printing and stationery charges		15,021	15,021	15,021	45,063	6,428	6,428	6,428	19,284
Securities transaction cost		170,812	3,473	-	174,285	132,000	425	-	132,425
Bank and settlement charges		6,976	-	3,372	10,348	8,634	5,162	5,283	19,079
Total operating expenses		1,126,763	307,899	293,952	1,728,614	1,470,904	456,351	468,738	2,395,993
Net (loss) / income from operating activities		(1,285,078)	1,534,125	2,609,964	2,859,011	(12,250,754)	2,495,823	2,746,710	(7,008,221)
Reversal of provision for Sindh Workers' Welfare Fund	11.1	-	-	-	-	2,219,600	527,057	440,621	3,187,278
Net (loss) / income for the period before taxation		(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)
Taxation	14	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)
Earnings per unit	15								

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

Note	For the quarter ended 31 December 2022				For the quarter ended 31 December 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)				
INCOME									
Profit on bank balances and investments	13	186,905	1,042,311	1,521,273	2,750,489	203,993	1,712,363	1,754,691	3,671,047
Dividend income		2,649,751	-	-	2,649,751	2,615,846	-	-	2,615,846
Gain / (Loss) on sale of investments - net		(1,374,566)	-	-	(1,374,566)	490,118	(219,236)	-	270,882
Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'	5.7	(77,680)	(35,812)	-	(113,492)	(1,764,410)	(382,503)	-	(2,146,913)
Total income		1,384,410	1,006,499	1,521,273	3,912,182	1,545,547	1,110,624	1,754,691	4,410,862
EXPENSES									
Remuneration of JS Investments Limited - Pension Fund Manager	8.1	303,412	69,570	53,463	426,445	461,764	106,009	108,729	676,502
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	39,444	9,044	6,820	55,308	59,979	13,768	14,122	87,869
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	40,837	14,441	18,008	73,286	46,176	31,803	32,618	110,597
Sindh sales tax on remuneration of the Trustee	9.2	5,320	1,916	2,372	9,608	6,262	4,177	4,463	14,902
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	7,666	2,632	3,620	13,918	10,251	7,060	7,241	24,552
Auditors' remuneration		56,281	56,281	56,281	168,843	57,864	57,867	57,867	173,598
Legal and professional charges		-	-	-	-	22,382	22,382	22,382	67,146
Printing and stationery charges		8,633	8,646	8,646	25,925	6,428	6,428	6,428	19,284
Securities transaction cost		92,182	1,455	(1,695)	91,942	31,721	-	-	31,721
Bank and settlement charges		6,976	-	3,372	10,348	3,905	3,390	3,588	10,883
Total operating expenses		560,751	163,985	150,887	875,623	706,732	252,884	257,438	1,217,054
Net income from operating activities		823,659	842,514	1,370,386	3,036,559	838,815	857,740	1,497,253	3,193,808
Net income for the period before taxation		823,659	842,514	1,370,386	3,036,559	838,815	857,740	1,497,253	3,193,808
Taxation	14	-	-	-	-	-	-	-	-
Net income for the period after taxation		823,659	842,514	1,370,386	3,036,559	838,815	857,740	1,497,253	3,193,808

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Pension Savings Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended 31 December 2022				For the half year ended 31 December 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	(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended 31 December 2022				For the quarter ended 31 December 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	823,659	842,514	1,370,386	3,036,559	838,815	857,740	1,497,253	3,193,808
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	823,659	842,514	1,370,386	3,036,559	838,815	857,740	1,497,253	3,193,808

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Pension Savings Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	For the half year ended December 31, 2022				For the half year ended 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)									
CASH FLOWS FROM OPERATING ACTIVITIES									
Net (loss) / income for the period before taxation		(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)
Adjustments for:									
Net unrealised loss on revaluation of investments classified at 'Fair value through profit or loss'	5.7	3,902,230	290,887	-	4,193,117	14,245,463	98,647	-	14,344,110
Loss / (gain) on sale of investments - net		1,257,870	(45,990)	-	1,211,880	1,087,461	235,450	-	1,322,911
Reversal of provision for Sindh Workers' Welfare Fund		-	-	-	-	(2,219,600)	(527,057)	(440,621)	(3,187,278)
		3,875,022	1,779,022	2,609,964	8,264,008	3,082,170	2,829,920	2,746,710	8,658,800
(Increase) / Decrease in assets									
Investments-net		(1,771,495)	6,309,809	(3,587,144)	951,170	3,630,280	19,965,128	12,700,000	36,295,408
Profit receivable		124,849	(134,942)	(25,637)	(35,730)	(101,097)	19,141	(271,904)	(353,860)
Deposits and other receivable		-	-	(20,002)	(20,002)	(44,035)	(44,035)	(61,629)	(149,699)
		(1,646,646)	6,174,867	(3,632,783)	895,438	3,485,148	19,940,234	12,366,467	35,791,849
(Decrease) / increase in liabilities									
Payable to JS Investments Limited - Pension Fund Manager		(13,064)	27,424	4,281	18,641	(20,267)	457	2,114	(17,696)
Payable to Central Depository Company of Pakistan Limited - Trustee		14,096	12,067	7,215	33,378	(2,126)	139	516	(1,471)
Annual fee payable to the Securities and Exchange Commission of Pakistan		(21,150)	(15,266)	(14,868)	(51,284)	(27,434)	(13,544)	(12,263)	(53,241)
Payable against redemption of units		-	-	-	-	(8,431)	2,393	3,060	(2,978)
Accrued expenses and other liabilities		(195,844)	30,493	18,947	(146,404)	(8,431)	2,393	3,060	(2,978)
		(215,962)	54,718	15,575	(145,669)	(58,258)	(10,555)	(6,573)	(75,386)
Net cash generated from / (used in) operating activities		2,012,414	8,008,607	(1,007,244)	9,013,777	6,509,060	22,759,599	15,106,604	44,375,263
CASH FLOWS FROM FINANCING ACTIVITIES									
Amount received against issuance of units		2,549,221	7,531,451	25,848,666	35,929,338	5,027,874	9,088,120	21,927,988	36,043,982
Amount paid against redemption of units		(10,337,447)	(11,861,968)	(25,968,534)	(48,167,949)	(4,387,618)	(14,218,460)	(26,945,397)	(45,551,475)
Reallocation of units		(1,095,596)	(1,010,444)	2,106,040	-	(174,449)	9,321	165,128	-
Net cash generated (used in) / from financing activities		(8,883,822)	(5,340,961)	1,986,172	(12,238,611)	465,807	(5,121,019)	(4,852,281)	(9,507,493)
Net (decrease) / increase in cash and cash equivalents during the period		(6,871,408)	2,667,646	978,928	(3,224,834)	6,974,867	17,638,580	10,254,323	34,867,770
Cash and cash equivalents at the beginning of the period		19,659,419	10,875,151	31,466,318	62,000,888	4,965,074	23,953,270	75,600,191	104,518,535
Cash and cash equivalents at the end of the period		12,788,011	13,542,797	32,445,246	58,776,054	11,939,941	41,591,850	85,854,514	139,386,305

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the half year ended 31 December 2022				For the half year ended 31 December 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)	86,500,861	30,449,357	36,619,536	153,569,754	130,987,019	86,341,928	87,960,677	305,289,624
Issuance of units	2,549,221	7,531,451	25,848,666	35,929,338	5,027,874	9,088,120	21,927,988	36,043,982
Redemption of units	(10,337,447)	(11,861,968)	(25,968,534)	(48,167,949)	(4,387,618)	(14,218,460)	(26,945,397)	(45,551,475)
Reallocation of units	(1,095,596)	(1,010,444)	2,106,040	-	(174,449)	9,321	165,128	-
	(8,883,822)	(5,340,961)	1,986,172	(12,238,611)	465,807	(5,121,019)	(4,852,281)	(9,507,493)
(Loss) / Gain on sale of investments - net	(1,257,870)	45,990	-	(1,211,880)	(1,087,461)	(235,450)	-	(1,322,911)
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	(3,902,230)	(290,887)	-	(4,193,117)	(14,245,463)	(98,647)	-	(14,344,110)
Other income for the period - net of expenses	3,875,022	1,779,022	2,609,964	8,264,008	5,301,770	3,356,977	3,187,331	11,846,078
Total comprehensive (loss) / income for the period	(1,285,078)	1,534,125	2,609,964	2,859,011	(10,031,154)	3,022,880	3,187,331	(3,820,943)
Net assets at the end of the period (unaudited)	76,331,961	26,642,521	41,215,672	144,190,154	121,421,672	84,243,789	86,295,727	291,961,188

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Pension Savings Fund

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on February 29, 2008. It has been constituted under a Trust Deed, dated January 08, 2008, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Pension Fund Manager (PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at, 19th Floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open-end fund and offers units for public 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 the Fund shall not distribute any income from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, 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. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2+ with stable outlook with effect from 27 December 2022 (June 30, 2022: 'AM2' with 'positive outlook') to the Pension Fund Manager.

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

1.6 The Fund consists of three sub-funds namely, JS Islamic Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Islamic Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Islamic Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the Sub-Funds). Investment policy for each of the Sub-Funds are as follows:

Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of the Net Assets of an Equity Sub-Fund shall be invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager (PFM) may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Stock Exchange. The PFM may invest any surplus (un-invested) funds in government treasury bills or 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" by a rating agency registered with the SECP. The PFM shall not deposit more than ten percent (10%) of Net Assets of the Equity Sub-fund in a single bank.

Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

Money Market Sub-Fund

The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days except for assets of shariah compliant Money Market Sub-Fund, where time to maturity may be up to one year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months except in the case of shariah compliant Money Market Sub-Fund, where time to maturity of shariah compliant Government securities such as Government Ijarah Sukuks may be up to three (3) years. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of a Money Market Sub-Fund.



- 1.7 The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS rules vide its Circular no.36 of 2009 dated December 10, 2009, 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. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

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. Such standards comprise of:

- International Accounting Standards (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 VIII A of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.
- 2.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in participants' sub funds are extracted from the unaudited condensed interim financial statements for the period ended December 31, 2021.
- 2.4 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2021.

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

- 3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2022.

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

3.3 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

JS Islamic Pension Savings Fund

Standards, interpretations and amendments

	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

IASB Effective date (annual periods beginning on or after)

Standards

IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 - Insurance Contracts	January 01, 2023

Note	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)				
4 BANK BALANCES									
In saving accounts	4.1	12,717,725	13,542,797	32,445,246	58,705,768	19,630,673	10,875,151	31,466,318	61,972,142
In current accounts		70,286	-	-	70,286	28,746	-	-	28,746
		12,788,011	13,542,797	32,445,246	58,776,054	19,659,419	10,875,151	31,466,318	62,000,888

- 4.1 These include bank balances held by Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund of Rs. 0.08 million (30 June: 2022: 0.08 million), Rs. Nil (June 30, 2022: Nil) and Rs. Nil (June 30, 2022: Nil) respectively maintained with BankIslami Pakistan Limited (a related party) carrying profit at the rate of 15% (June 30, 2022: 14%) per annum. Other profit and loss sharing accounts carry profit rates ranging from 13.75% to 16% (June 30, 2022: 6.6% to 14.5%). Above balances are held with the Islamic Banks / Islamic window operations of the conventional Banks.

5 INVESTMENTS

Note	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)				
Financial assets 'at fair value through profit or loss'									
Listed equity securities	5.1	65,020,811	-	-	65,020,811	68,409,416	-	-	68,409,416
GOP Ijarah - Sukuk	5.2	-	4,381,000	-	4,381,000	-	4,674,000	-	4,674,000
Listed debt securities	5.3	-	8,540,120	-	8,540,120	-	10,801,826	-	10,801,826
Short term sukuk certificates	5.4	-	-	4,000,000	4,000,000	-	4,000,000	5,000,000	9,000,000
Commercial papers	5.5	-	-	4,587,144	4,587,144	-	-	-	-
		65,020,811	12,921,120	8,587,144	86,529,075	68,409,416	19,475,826	5,000,000	92,885,242

5.1 Listed equity securities - 'at fair value through profit or loss'

5.1.1 Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right issue	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
(Number of shares)						(Rupees)		(%)			
Commercial Banks											
BankIslami Pakistan Limited	-	172,000	-	-	172,000	2,520,065	2,297,920	(222,145)	3.01%	3.53%	0.02%
Faysal Bank Limited	-	153,000	-	124,500	28,500	830,998	736,155	(94,843)	0.96%	1.13%	0.00%
Meeran Bank Limited*	45,100	10,000	5,510	-	60,610	6,393,255	6,033,119	(360,136)	7.90%	9.28%	0.00%
						9,744,318	9,067,194	(677,124)	11.87%	13.94%	0.02%
Oil & Gas Exploration Companies											
Mani Petroleum Company Limited	4,075	-	-	-	4,075	7,089,441	6,303,862	(785,579)	8.26%	9.70%	0.00%
Oil & Gas Development Company Limited	63,619	20,000	-	12,500	71,119	5,570,327	5,665,340	95,013	7.42%	8.71%	0.00%
Pakistan Oilfields Limited	13,300	-	-	6,750	6,550	2,658,056	2,573,168	(84,888)	3.37%	3.96%	0.00%
Pakistan Petroleum Limited	62,131	47,000	-	42,500	66,631	4,262,088	4,540,236	278,148	5.95%	6.98%	0.00%
Pakistan State Oil Company Limited	13,817	10,000	-	-	23,817	3,860,933	3,429,410	(431,523)	4.49%	5.27%	0.01%
Sui Northern Gas Pipelines Limited	18,000	86,000	-	43,000	61,000	2,306,936	2,290,550	(16,386)	3.00%	3.52%	0.01%
						25,747,781	24,802,566	(945,215)	32.49%	38.14%	0.02%

Name of the investee company	As at July 1, 2022	Purchased during the period	Bonus / right issue	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
						(Rupees)			(%)		
Fertilizers											
Engro Corporation Limited	25,500	-	-	2,000	23,500	6,041,615	6,157,235	115,620	8.07%	9.47%	0.00%
Engro Fertilizers Limited	72,700	44,800	-	50,000	67,500	5,628,509	5,190,075	(438,434)	6.80%	7.98%	0.01%
Fauji Fertilizer Company Limited*	38,000	-	-	38,000	-	-	-	-	-	-	-
						11,670,124	11,347,310	(322,814)	14.87%	17.45%	0.01%
Cement											
Cherat Cement Company Limited	-	8,500	-	8,500	-	-	-	-	-	-	-
D.G.Khan Cement Company Limited	-	45,000	-	45,000	-	-	-	-	-	-	-
Lucky Cement Limited*	11,670	3,250	-	5,450	9,470	4,360,118	4,229,113	(131,005)	5.54%	6.50%	0.00%
Maple Leaf Cement Factory Limited*	52,000	83,000	-	103,000	32,000	860,128	722,240	(137,888)	0.95%	1.11%	0.00%
Pioneer Cement Limited	-	5,000	-	5,000	-	-	-	-	-	-	-
						5,220,246	4,951,353	(268,893)	6.49%	7.61%	0.01%
Chemical											
Lotte Chemical Pakistan Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
Pharmaceuticals											
AGP Limited	37,600	-	-	-	37,600	3,294,512	2,443,624	(850,888)	3.20%	3.76%	0.01%
Ferozsons Laboratories Limited	-	7,500	1,500	-	9,000	2,003,370	1,237,950	(765,420)	1.62%	1.90%	0.02%
Highnoon Laboratories Limited	5,544	-	-	-	5,544	2,937,599	2,994,592	56,992	3.92%	4.61%	0.01%
						8,235,481	6,676,166	(1,559,316)	8.74%	10.27%	0.04%
Technology & Communications											
Air Link Communication Limited	23,212	32,500	-	-	55,712	2,149,508	1,647,961	(501,547)	2.16%	2.53%	0.01%
Avanceon Limited	-	30,250	-	30,250	-	-	-	-	-	-	-
Octopus Digital Limited	-	13,000	-	-	13,000	894,575	736,450	(158,125)	0.96%	1.13%	0.01%
Systems Limited	-	10,500	-	4,000	6,500	2,431,093	3,145,545	714,452	4.12%	4.84%	0.00%
						5,475,176	5,529,956	54,780	7.24%	8.50%	0.02%
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited (Face value of Rs. 5 each)	55,000	-	-	55,000	-	-	-	-	-	-	-
Engineering											
Aisha Steel Mills Limited	171,500	-	-	171,500	-	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited	18,115	13,000	-	31,115	-	-	-	-	-	-	-
Textile Composite											
Interloop Limited*	36,565	-	-	36,565	-	-	-	-	-	-	-
Properties											
TPL Properties Limited	-	20,000	-	20,000	-	-	-	-	-	-	-
Refinery											
National Refinery Limited	-	5,750	-	5,750	-	-	-	-	-	-	-
Power Generation & Distribution											
Hub Power Company Limited*	57,715	56,500	-	72,500	41,715	2,808,724	2,631,376	(177,348)	3.45%	4.05%	0.00%
K-Electric Limited	-	50,000	-	50,000	-	-	-	-	-	-	-
Nishat Chunian Power Limited	-	75,000	-	75,000	-	-	-	-	-	-	-
						2,808,724	2,631,376	(177,348)	3.45%	4.05%	0.00%
Miscellaneous											
Synthetic Product Limited* (Face value of Rs. 5 each)	1,504	-	-	-	1,504	21,191	14,890	(6,302)	0.02%	0.02%	0.00%
Tri-Pack Films Limited*	6,000	-	-	6,000	-	-	-	-	-	-	-
						21,191	14,890	(6,302)	0.02%	0.02%	0.00%
As at December 31, 2022						68,923,041	65,020,811	(3,902,230)	85.17%	100.00%	
As at June 30, 2022						81,477,083	68,409,416	(13,067,667)			

*Nil figures are due to rounding off

JS Islamic Pension Savings Fund

- 5.1.2** The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including 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 / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs / VPSs. The petition was based on the fact that because CISs / VPSs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs / VPSs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs / VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment 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 / VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs / VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has 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 Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPSs.

The Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on the Pakistan 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 Equity Sub-Fund during the period were not withheld by the investee companies.

Name of the Company	December 31, 2022		June 30, 2022	
	Bonus Shares			
	Number of shares withheld	Market value as at December 31, 2022 (Rupees)	Number of shares withheld	Market value as at June 30, 2022 (Rupees)
Synthetic Products Enterprise Limited	1,504	14,890	1,504	21,191

5.2 Government of Pakistan (GoP) - Ijarah Sukuk of Rs. 100 each - 'at fair value through profit or loss'

5.2.1 Debt Sub-Fund

Name of the investee company	Maturity date	Profit / Mark-up Rate	As at July 1, 2022	Purchased during the period	Redeemed / sold during the period	As at December 31, 2022	As at December 31, 2022			Market value as a percentage of	
							Carrying value	Market value	Unrealised loss	net assets of the Sub-Fund	total investments of the Sub-Fund
						(Rupees)			(%)		
GoP Ijarah Sukuk FRR - 4 (July 29, 2020) (Face Value: Rs 100 each)	July 29, 2025	8.37%	50,000	-	-	50,000	4,674,000	4,381,000	(293,000)	16.44%	33.91%
Total as at December 31, 2022							4,674,000	4,381,000	(293,000)		
Total as at June 30, 2022							4,978,223	4,674,000	(304,223)		

5.3 Listed debt securities - sukuk of Rs. 5,000 each (unless stated otherwise) - 'at fair value through profit or loss'

5.3.1 Debt Sub-Fund

Name of the investee company	Maturity date	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
						Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-Fund	total investments of the sub-fund
						(Rupees)			(%)	
Hub Power Holdings Limited (November 12, 2020) Face value: Rs. 100,000	November 12, 2025	70	-	25	45	4,500,000	4,540,120	40,120	17.04%	35.14%
Pakistan Energy Sukuk - II (May 21, 2020)	May 21, 2030	800	-	-	800	4,038,007	4,000,000	(38,007)	15.01%	30.96%
Total as at December 31, 2022		870	-	25	845	8,538,007	8,540,120	2,113	32.05%	66.10%
Total as at June 30, 2022						10,790,685	10,801,826	11,141		

5.4 Short Term Sukuk Certificate - 'at fair value through profit or loss'

5.4.1 Debt Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund	
							(Rupees)			%		
K-Electric Limited (Sukuk) STS-IV (March 25, 2022) (Face Value : Rs 1,000,000 each)	September 29, 2022	13.32%	-	4,000,000	4,000,000	-	-	-	-	-	-	
Total as at December 31, 2022							-	-	-	-	-	-
Total as at June 30, 2022							4,000,000	4,000,000	-	-	-	-

5.4.2 Money Market Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund	
							(Rupees)			%		
K-Electric Limited (Sukuk) STS-IV (March 25, 2022) (Face Value : Rs 1,000,000 each)	September 29, 2022	13.32%	-	5	5	-	-	-	-	-	-	
K-Electric Limited (Sukuk) STS-XIII (December 13, 2022) (Face Value : Rs 1,000,000 each)	June 13, 2023	18.34%	-	4	-	4	4,000,000	4,000,000	-	9.71%	46.58%	
Total as at December 31, 2022							4,000,000	4,000,000	-	9.71%	46.58%	
Total as at June 30, 2022							-	-	-	-	-	-

5.5 Commercial Paper - 'at fair value through profit or loss'

5.5.1 Money Market Sub-Fund

Particulars	Yield per annum	Maturity date	As at July 1, 2022	Purchased during the period	Matured during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of		
							Carrying value	Market value	Unrealised gain / (loss)	net assets of the sub-fund	total investments of the sub-fund	
							(Rupees)			%		
Roushe Pakistan Power Company Limited (December 01, 2020)	18.05%	June 01, 2023	-	5,000,000	-	5,000,000	4,587,144	4,587,144	-	11.13%	53.42%	
Total as at December 31, 2022							4,587,144	4,587,144	-	11.13%	53.42%	
Total as at June 30, 2022							-	-	-	-	-	-

5.6 Significant terms and conditions of sukuk outstanding as at December 31, 2022 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Interest rate per annum	Maturity date	Secured / unsecured	Rating
(Rupees)							
Listed debt securities							
Pakistan Energy Sukuk - II	800	5,000	4,000,000	6 months KIBOR - 0.1%	May 21, 2030	Secured	unrated
Hub Power Holdings Limited (Sukuk)	45	100,000	4,500,000	6 Months KIBOR + 2.50%	November 12, 2025	Unsecured	AA+

JS Islamic Pension Savings Fund

5.7 Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'

	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	65,020,811	12,921,120	8,587,144	86,529,075	68,409,416	19,475,826	5,000,000	92,885,242
Less: carrying value of investments	(68,923,041)	(13,212,007)	(8,587,144)	(90,722,192)	(81,477,083)	(19,768,908)	(5,000,000)	(106,245,991)
	(3,902,230)	(290,887)	-	(4,193,117)	(13,067,667)	(293,082)	-	(13,360,749)

6 PROFIT RECEIVABLE

	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)			
Profit receivable on:								
Bank balances	129,423	186,539	496,503	812,465	254,272	114,241	402,122	770,635
Investments	-	629,455	108,614	738,069	-	566,811	177,358	744,169
	129,423	815,994	605,117	1,550,534	254,272	681,052	579,480	1,514,804

7 DEPOSITS AND OTHER RECEIVABLE

Note	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)			
Security Deposit with Central Depository Company of Pakistan Limited	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Advance tax	248,719	11,069	102,638	362,426	248,719	11,069	82,636	342,424
	348,719	111,069	202,638	662,426	348,719	111,069	182,636	642,424

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CIS) are exempt from withholding tax under section 151 and 150. However, withholding taxes on dividend, profit on bank deposits and profit on debt securities paid to the Fund were deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL-II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. The aggregate tax withheld on dividends, profit on bank deposits and profit on debt securities amounts to Rs.0.342 million (2021: Rs.0.325 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Pension Fund Manager) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Pension Fund Manager and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding taxes deducted on dividends, profit on bank deposits and profit on debt securities have been shown as other receivable as at June 30, 2022 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

Note	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	97,895	20,112	22,103	140,110	106,223	12,238	14,972	133,433
Sindh sales tax payable on remuneration of the Pension Fund Manager	114,684	65,564	56,412	236,660	115,769	61,035	55,614	232,418
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable	21,849	40,521	21,852	84,222	25,500	25,500	25,500	76,500
	922,120	525,529	460,961	1,908,610	935,184	498,105	456,680	1,889,969

8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at the rate of 1.5% of average daily net assets of each of the Sub-Funds. During the period, the Pension Fund Manager charged management fee at the rate of 1.5% (June 30, 2022: 1.5%) per annum for Equity Sub-Fund, 0.5% - 1% (June 30, 2022: 0.5%) per annum for Debt Sub-Fund and 0.5% (June 30, 2022: 0.5%) per annum for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

- 8.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Managers as a result of which FED at the rate of 16 percent on the remuneration of the Pension Fund Manager and sales load was applicable with effect from June 13, 2013. The Pension Fund Manager was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Pension Fund Manager together with various other pension fund managers challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provisions for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.69 million (June 30, 2022: Rs. 0.69 million) for Equity Sub-Fund, Rs. 0.40 million (June 30, 2022: Rs. 0.40 million) for Debt Sub-Fund and Rs. 0.36 million (June 30, 2022: Rs. 0.36 million) for Money Market Sub-Fund are being retained in the condensed interim financial statements of the respective Sub-Funds as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at December 31, 2022 would have been higher by Rs. 5.28 (June 30, 2022: Rs. 4.74) per unit, Rs. 4.19 (June 30, 2022: Rs. 3.48) per unit and Rs. 2.21 (June 30, 2022: Rs. 2.33) per unit per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	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	26,527	14,504	11,759	52,790	14,281	4,844	5,886	25,011
Sindh sales tax payable on remuneration of the Trustee	3,460	1,925	1,560	6,945	1,857	630	765	3,252
Settlement charges payable	1,101	1,677	1,112	3,890	854	565	565	1,984
	31,088	18,106	14,431	63,625	16,992	6,039	7,216	30,247

- 9.1** The Trustee is entitled to remuneration of Rs. 300,000 or 0.15% per annum of the average value of net assets values of the Fund, whichever is higher up to net assets of Rs. 1 billion. The rates applicable for Trustee's remuneration on net assets exceeding Rs. 1 billion are as follows:

-above Rs. 1 billion to Rs. 3 billion	Rs. 1.5 million plus 0.10% per annum of net assets, on amount exceeding Rs. 1 billion.
-above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.
-above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.

- 9.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to the Securities and Exchange Commission of Pakistan (the SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one twenty fifth of 1% of the average annual net assets of each of the Sub-Funds.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	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)			
Provision against Sindh Workers' Welfare Fund (SWWF)	-	-	-	-	-	-	-	-
Auditors' remuneration payable	96,551	114,547	96,546	307,644	93,067	93,067	93,067	279,201
Withholding tax payable	45,225	10,913	23,211	79,349	10,866	8,200	10,992	30,058
Charity payable	698,734	-	-	698,734	247,323	-	-	247,323
Zakat payable	3,535	11,843	6,499	21,877	2,511	5,543	3,250	11,304
Brokerage payable	33,158	-	-	33,158	755,820	-	-	755,820
Other Liabilities	36,540	-	-	36,540	-	-	-	-
	913,743	137,303	126,256	1,177,302	1,109,587	106,810	107,309	1,323,706

JS Islamic Pension Savings Fund

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs. 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Funds Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds had accordingly made provision in respect of SWWF as recommended by MUFAP.

During the current period, SRB through its letter dated August 12, 2021 intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also taken up with the SECP and all the Asset Management Companies, in consultation with the SECP, have reversed the cumulative provision of SWWF amounting to Rs. 2.219 million, Rs. 0.527 million and Rs. 0.440 million for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP also gave its concurrence for prospective reversal of provision for SWWF. Going forward, no provision for SWWF has been recognised in the financial statements of the Fund.

12 CONTINGENCIES AND COMMITMENTS

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

13 PROFIT ON BANK BALANCES AND INVESTMENTS

For the half year ended December 31, 2022 (Unaudited)				For the half year ended December 31, 2021 (Unaudited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				(Rupees)			
Profit on:							
- Bank balances	636,140	1,008,202	2,640,573	4,284,915	361,777	1,285,143	3,184,566
- Term deposit receipts	-	-	-	-	-	19,218	30,882
- Commercial papers	-	-	70,322	70,322	-	-	-
- Sukuks	-	1,078,719	193,021	1,271,740	-	1,981,910	1,981,910
	636,140	2,086,921	2,903,916	5,626,977	361,777	3,286,271	6,863,496

For the quarter ended December 31, 2022 (Unaudited)				For the quarter ended December 31, 2021 (Unaudited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				(Rupees)			
Profit on:							
- Bank balances	186,905	570,888	1,482,981	2,240,774	203,993	723,310	1,723,809
- Term deposit receipts	-	-	-	-	-	19,218	30,882
- Commercial papers	-	-	-	-	-	-	-
- Sukuks	-	471,423	38,292	509,715	-	969,835	969,835
	186,905	1,042,311	1,521,273	2,750,489	203,993	1,712,363	1,754,691

14 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements

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

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as, in the opinion of the Pension Fund Manager, the determination of weighted average units for calculating EPU is not practicable.

16 NUMBER OF UNITS IN ISSUE

	December 31 2022 (Unaudited)			June 30, 2022 (Audited)		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Total units in issue at the beginning of the period / year	145,002	114,757	154,890	190,040	344,085	404,447
Units issued during the period / year	4,270	27,624	105,836	12,451	68,130	215,681
Units redeemed during the period / year	(17,153)	(43,466)	(106,480)	(56,929)	(292,249)	(472,921)
Resilocation of units	(1,858)	(3,712)	8,572	(560)	(5,209)	7,683
Total units in issue at the end of the period / year	130,261	95,203	162,818	145,002	114,757	154,890

JS Islamic Pension Savings Fund

17 CONTRIBUTION TABLE

For the half year ended December 31, 2022 (Unaudited)							
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
4,270	2,549,221	27,624	7,531,451	105,836	25,848,666	137,730	35,929,338

From:
Individuals / Corporate

For the half year ended December 31, 2021 (Unaudited)							
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
7,487	5,027,874	35,436	9,088,120	99,281	21,927,988	142,204	36,043,982

From:
Individuals / Corporate

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Sub-Funds for the year ended December 31, 2022 are: Equity Sub-Fund 1.84% (December 31, 2021: 1.17%), Debt Sub-Fund 0.99% (December 31, 2021: 1.1%) and Money Market Sub-Fund 0.75% (December 31, 2021: 1.08%), which includes 0.32%, 0.23%, 0.17% (December 31, 2021: 0.13%, 0.14%, 0.14%) respectively representing government levies on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5%, 2.5% and 2% (excluding government levies) respectively for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively prescribed under the NBFC Regulations for a pension scheme.

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Pension Fund Manager of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Pension Fund Manager - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above connected persons / related parties.

Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment 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 the market rates.

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions during the period and balances at period / year end with connected persons / related parties are as follows:

19.1 Details of transactions with connected persons / related parties during the period are as follows:

	December 31, 2022 (Unaudited)				December 31, 2021 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Investments Limited -								
Pension Fund Manager								
Remuneration for the period	630,667	122,409	101,567	854,643	951,679	211,483	219,658	1,382,820
Sindh sales tax on remuneration of the Pension Fund Manager	81,987	15,913	13,074	110,974	123,718	27,493	28,555	179,766
Printing and stationery charges	15,021	15,021	15,021	45,063	6,428	6,428	6,428	19,284
Central Depository Company of Pakistan Limited - Trustee								
Remuneration for the period	82,673	29,347	36,591	148,611	95,168	63,445	65,897	224,510
Sindh sales tax on remuneration of the Trustee	10,758	3,854	4,788	19,400	12,568	8,248	8,706	29,522
Settlement charges	5,789	3,473	3,372	12,634	6,939	3,467	3,390	13,796
BankIslami Pakistan Limited (Associate of JSCL)								
Profit on bank balances	-	-	-	-	3,240	3,277	864	7,381
Bank charges	-	-	-	-	-	-	-	-
JS Global Capital Limited Fellow Subsidiary of JSBL								
Brokerage expense	25,226	-	-	25,226	9,310	-	-	9,310
Key Management Personnel								
Amount received against issuance of units	581,994	176,722	667,118	1,425,834	379,730	342,839	146,424	868,993
Units issued (Number of units)	983	652	2,734	4,369	572	1,337	661	2,570
Amount paid against redemption of units	671,502	251,005	63,329	985,836	353,410	566,397	145,846	1,065,653
Units redeemed (Number of units)	1,121	913	256	2,290	528	1,931	659	3,118

JS Islamic Pension Savings Fund

19.2 Details of balances with connected persons / related parties as at period / year 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)			
JS Investments Limited - Pension Fund Manager								
Remuneration payable to the Pension Fund Manager	97,895	20,112	22,103	140,110	106,223	12,238	14,972	133,433
Sindh sales tax payable on remuneration of the Pension Fund Manager	114,684	65,564	56,412	236,660	115,769	61,035	55,614	232,418
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable	21,849	40,521	21,852	84,222	25,500	25,500	25,500	76,500
Investment at period / year end	59,630,583	6,357,981	499,947	66,488,511	60,702,066	6,030,480	467,110	67,199,656
Units outstanding (Number of units)	101,755	22,727	1,976	126,458	101,755	22,727	1,976	126,458
Central Depository Company of Pakistan Limited - Trustee								
Remuneration of Trustee	26,527	14,504	11,759	52,790	14,281	4,844	5,886	25,011
Sindh sales tax on remuneration of the Trustee	3,460	1,925	1,560	6,945	1,857	630	765	3,252
Settlement charges payable	1,101	1,677	1,112	3,890	854	565	565	1,984
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
BankIslami Pakistan Limited (Associate of JSCL)								
Bank balances	80,483	-	-	80,483	80,483	-	-	80,483
Profit receivable on bank balances	-	-	-	-	-	-	-	-
JS Global Capital Limited Fello Subsidiary of JSBL								
Brokerage Payable	631	-	-	631	10,998	-	-	10,998
Key management personnel								
Investment at period / year end	153,395	29,759	653,216	836,370	238,467	97,658	24,416	360,541
Units outstanding (Number of units)	262	106	2,581	2,949	400	368	103	871

FAIR VALUE OF FINANCIAL INSTRUMENTS

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

20.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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:

ASSETS	As at December 31, 2022 (Unaudited)				As at June 30, 2022 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Equity Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
Listed equity securities	65,020,811	-	-	65,020,811	68,409,416	-	-	68,409,416
	65,020,811	-	-	65,020,811	68,409,416	-	-	68,409,416

ASSETS	As at December 31, 2022 (Unaudited)				As at June 30, 2022 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Debt Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
GoP Ijarah - Sukuk	-	4,381,000	-	4,381,000	-	4,674,000	-	4,674,000
Listed debt securities	-	8,540,120	-	8,540,120	-	10,801,826	-	10,801,826
Unlisted debt securities	-	-	-	-	-	-	-	-
Short term sukuk certificates	-	-	-	-	-	4,000,000	-	4,000,000
Commercial papers	-	-	-	-	-	-	-	-
	-	12,921,120	-	12,921,120	-	19,475,826	-	19,475,826

ASSETS	As at December 31, 2022 (Unaudited)				As at June 30, 2022 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(Rupees)				(Rupees)			
Money Market Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
Short term sukuk certificates	-	4,000,000	-	4,000,000	-	5,000,000	-	5,000,000
Commercial papers	-	4,587,144	-	4,587,144	-	-	-	-
	-	8,587,144	-	8,587,144	-	5,000,000	-	5,000,000

* The carrying value of these securities approximate their fair value since these are short-term in nature and are placed with counter parties which have high credit ratings.

21 GENERAL

21.1 Figures have been rounded off to the nearest rupee.

21.2 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 by the statutory auditors of the Fund.

21.3 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

22 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Pension Fund Manager.

For JS Investments Limited
(Pension Fund Manager)

Chief Executive Officer

Chief Financial Officer

Director

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JS Investments Limited

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Website: www.jsil.com

JS Islamic Hybrid Fund of Funds -3

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

JS Islamic Hybrid Fund of Funds – 3

DIRECTORS' REPORT TO THE UNITHOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of **JS Islamic Hybrid Fund of Funds - 3** (the Fund) for the half year ended December 31, 2022.

Economic Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Income & Money Market Review:

Given the prevalent macroeconomic landscape, money managers were again seen avoiding duration risk while the yield curve remained inverted throughout the quarter. The SBP again raised interest rates by 125 bps in July 2022, taking the Policy Rate to 15.0%. While the monetary tightening appeared to have taken a pause since then, the bond market continued to show signs of nervousness even after the back-to-back OMO injections by the SBP. Secondary market yields for 3M increased by 52bps during the period under discussion to 15.50% whereas the 3-year PKRV inched up by 38bps to 13.83%.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Within sectors, Technology & Communication and Power were major outperformers, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.



JS Islamic Hybrid Fund of Funds – 3

Review of Fund Performance

The performance of the two Allocation Schemes of the Fund for the half year ended December 31, 2022, is tabulated below. Total net assets of JSICPAP-6 and JSICPAP-7 moved from PKR 92.83 million and PKR 84.41 million as at June 30, 2022 to PKR 90.76 million and PKR 64.19 million as at December 31, 2022, respectively. The total expense ratios (TER) of JSICPAP-6 and JSICPAP-7 for the half year ended December 31, 2022 are 0.84% and 0.97%, which includes 0.09% and 0.10% of government levies, respectively.

Allocation Schemes	Net Assets (PKR. In millions)	Return	Benchmark Return
JS Islamic Hybrid Fund of Funds 3-JSICPAP-6	90.76	5.07%	3.09%
JS Islamic Hybrid Fund Of Funds 3-JSICPAP-7	64.19	3.45%	2.76%

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments Management Quality Rating of AM2+ with stable outlook with effect from 27 December 2022, which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes High Management Quality.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
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TRUSTEE REPORT TO THE UNIT HOLDERS

JS ISLAMIC HYBRID FUND OF FUNDS – 3

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 JS Islamic Hybrid Fund of Funds – 3 (the Fund) are of the opinion that JS 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 27, 2023



A.F. FERGUSON & Co.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **JS Islamic Hybrid Fund of Funds – 3** (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 unit holders' fund 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 Management Company (JS Investments 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: **Noman Abbas Sheikh**

Dated: February 28, 2023

Karachi

UDIN: RR202210061DuW17qieE

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■ KARACHI ■ LAHORE ■ ISLAMABAD

JS Islamic Hybrid Fund of Funds – 3

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)			
	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	
	(Rupees)			(Rupees)			
ASSETS							
Bank balances	4	417,173	399,816	816,989	2,056,221	735,439	2,791,660
Investments	5	90,678,855	64,137,774	154,816,629	91,117,362	84,942,243	176,059,605
Prepayments and other receivables	6	12,086	12,715	24,801	20,387	29,412	49,799
Total assets		<u>91,108,114</u>	<u>64,550,305</u>	<u>155,658,419</u>	<u>93,193,970</u>	<u>85,707,094</u>	<u>178,901,064</u>
LIABILITIES							
Payable to JS Investments Limited - Management Company	7	28,255	26,816	55,071	40,740	40,335	81,075
Payable to Central Depository Company of Pakistan Limited - Trustee	8	17,557	12,371	29,928	17,622	16,466	34,088
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	9	9,286	7,340	16,626	45,431	39,626	85,057
Payable against redemption of units		-	-	-	-	942,694	942,694
Accrued expenses and other liabilities	10	294,390	310,082	604,472	256,677	261,465	518,142
Total liabilities		<u>349,488</u>	<u>356,609</u>	<u>706,097</u>	<u>360,470</u>	<u>1,300,586</u>	<u>1,661,056</u>
NET ASSETS		<u>90,758,626</u>	<u>64,193,696</u>	<u>154,952,322</u>	<u>92,833,500</u>	<u>84,406,508</u>	<u>177,240,008</u>
Unit holders' funds (as per statement attached)		<u>90,758,626</u>	<u>64,193,696</u>	<u>154,952,322</u>	<u>92,833,500</u>	<u>84,406,508</u>	<u>177,240,008</u>
Contingencies and commitments	13	----- (Number of units) -----		----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		<u>914,398</u>	<u>668,571</u>	<u>982,676</u>	<u>909,401</u>		
		----- (Rupees) -----		----- (Rupees) -----			
NET ASSET VALUE PER UNIT		<u>99.26</u>	<u>96.02</u>	<u>94.47</u>	<u>92.82</u>		

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Note	December 31, 2022			December 31, 2021			
	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 9	Total
	(Rupees)			(Rupees)			
INCOME							
Profit earned	67,259	59,637	126,896	847,941	688,498	232,538	1,768,977
Dividend income	5,555,045	4,040,516	9,595,561	9,327,887	7,504,448	2,525,067	19,357,402
Loss on sale of investments - net	(233,302)	(172,889)	(406,191)	(15,258,951)	(13,752,640)	(2,488,357)	(31,499,948)
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	(457,716)	(1,038,957)	(1,496,673)	(2,685,062)	(3,634,910)	(2,266,867)	(8,586,839)
	(691,018)	(1,211,846)	(1,902,864)	(17,944,013)	(17,387,550)	(4,755,224)	(40,086,787)
Total income / (loss)	4,931,286	2,888,307	7,819,593	(7,768,185)	(9,194,604)	(1,997,619)	(18,960,408)
EXPENSES							
Remuneration of the JS Investments Limited - Management Company	7.1	5,084	3,106	8,190	133,983	106,842	302,506
Sindh sales tax on remuneration of the Management Company	7.2	656	404	1,060	17,420	13,884	39,310
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	92,854	73,385	166,239	352,787	287,838	739,472
Sindh sales tax on remuneration of the Trustee	8.2	12,071	9,540	21,611	45,863	37,420	96,133
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	9	9,336	7,390	16,726	35,306	28,807	74,022
Bank and settlement charges		1,130	1,698	2,828	2,260	2,990	5,250
Listing fees		6,931	6,931	13,862	4,598	4,598	13,794
Auditor's remuneration		191,182	191,182	382,364	182,587	50,288	381,062
Shariah advisory fee		42,514	35,065	77,579	78,907	63,596	164,543
Printing and stationery charges		25,582	25,582	51,164	6,429	6,429	19,287
Legal and professional charges		-	-	-	22,796	22,382	67,560
Amortisation of deferred formation costs		-	-	-	-	86,914	86,914
Total operating expenses		387,340	354,283	741,623	882,936	806,897	1,989,853
Net income / (loss) from operating activities		4,543,946	2,534,024	7,077,970	(8,651,121)	(10,001,501)	(20,950,261)
Reversal of provision for Sindh Workers' Welfare Fund		-	-	-	670,074	463,789	1,494,042
Net income / (loss) for the period before taxation		4,543,946	2,534,024	7,077,970	(7,981,047)	(9,537,712)	(19,456,219)
Taxation	11	-	-	-	-	-	-
Net income / (loss) for the period after taxation		4,543,946	2,534,024	7,077,970	(7,981,047)	(9,537,712)	(19,456,219)
Allocation of net income for the period							
Net income for the period		4,543,946	2,534,024	7,077,970			
Income already paid on units redeemed		(168,875)	(344,544)	(513,419)			
		4,375,071	2,189,480	6,564,551			
Accounting income available for distribution							
- Relating to capital gains		-	-	-			
- Excluding capital gains		4,375,071	2,189,480	6,564,551			
		4,375,071	2,189,480	6,564,551			

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds – 3

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

Note	December 31, 2022			December 31, 2021			
	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 9	Total
	(Rupees)			(Rupees)			
INCOME							
Profit earned	20,136	23,823	43,959	98,724	86,668	20,633	206,025
Dividend income	3,186,105	2,093,516	5,279,621	5,407,841	3,922,877	1,442,567	10,773,285
Loss on sale of investments - net	(233,302)	(172,889)	(406,191)	(12,121,638)	(10,607,231)	(1,607,727)	(24,336,596)
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'at fair value through profit or loss'	(4,042)	(576,287)	(580,329)	9,320,138	8,407,332	864,661	18,592,131
	(237,344)	(749,176)	(986,520)	(2,801,500)	(2,199,899)	(743,066)	(5,744,465)
Total income	2,968,897	1,368,163	4,337,060	2,705,065	1,809,646	720,134	5,234,845
EXPENSES							
Remuneration of the JS Investments Limited - Management Company	1,781	1,254	3,035	12,130	10,864	3,270	26,264
Sindh sales tax on remuneration of the Management Company	231	163	394	1,578	1,405	404	3,387
Remuneration of Central Depository Company of Pakistan Limited - Trustee	46,260	33,376	79,636	162,833	120,715	46,021	329,569
Sindh sales tax on remuneration of the Trustee	6,014	4,338	10,352	21,165	15,690	5,980	42,835
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	4,676	3,389	8,065	16,307	12,092	4,624	33,023
Bank and settlement charges	1,130	-	1,130	2,260	-	2,990	5,250
Listing fees	4,822	4,761	9,583	2,103	2,103	2,228	6,434
Auditor's remuneration	85,651	102,917	188,568	108,371	82,814	29,613	220,798
Shariah advisory fee	21,688	15,819	37,507	45,503	30,245	11,498	87,246
Printing and stationery charges	15,966	15,967	31,933	6,429	6,429	6,429	19,287
Legal and professional charges	-	-	-	22,796	22,382	22,382	67,560
Total operating expenses	188,219	181,984	370,203	401,475	304,739	135,439	841,653
Net income from operating activities	2,780,678	1,186,179	3,966,857	2,303,590	1,504,907	584,695	4,393,192
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-	-
Net income for the period before taxation	2,780,678	1,186,179	3,966,857	2,303,590	1,504,907	584,695	4,393,192
Taxation	11	-	-	-	-	-	-
Net income for the period after taxation	2,780,678	1,186,179	3,966,857	2,303,590	1,504,907	584,695	4,393,192

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

December 31, 2022			December 31, 2021				
JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 9	Total	
(Rupees)			(Rupees)				
Net income / (loss) for the period after taxation	4,543,946	2,534,024	7,077,970	(7,981,047)	(9,537,712)	(1,937,460)	(19,456,219)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	<u>4,543,946</u>	<u>2,534,024</u>	<u>7,077,970</u>	<u>(7,981,047)</u>	<u>(9,537,712)</u>	<u>(1,937,460)</u>	<u>(19,456,219)</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds – 3

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

December 31, 2022			December 31, 2021				
JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 9	Total	
(Rupees)			(Rupees)				
Net income for the period after taxation	2,780,678	1,186,179	3,966,857	2,303,590	1,504,907	584,695	4,393,192
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>2,780,678</u>	<u>1,186,179</u>	<u>3,966,857</u>	<u>2,303,590</u>	<u>1,504,907</u>	<u>584,695</u>	<u>4,393,192</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	For the half year ended December 31, 2022								
	JS Islamic Capital Preservation Allocation Plan 6			JS Islamic Capital Preservation Allocation Plan 7			Total		
	Capital value	Accumulat ed losses	Total	Capital value	Accumulat ed losses	Total	Capital value	Accumulat ed losses	Total
	(Rupees)								
Net assets at the beginning of the period (audited)	140,858,175	(48,024,675)	92,833,500	128,283,034	(43,876,526)	84,406,508	269,141,209	(91,901,201)	177,240,008
Issuance of units:									
JS ICPAP 6: Nil (2021: Nil)									
JS ICPAP 7: Nil (2021: Nil)									
- Capital value	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-
Redemption of units:									
JS ICPAP 6: 68,278 (2021: 3,165,209)									
JS ICPAP 7: 240,830 (2021: 2,353,587)									
- Capital value	(6,450,254)	-	(6,450,254)	(22,352,715)	-	(22,352,715)	(28,802,969)	-	(28,802,969)
- Element of loss	309	(168,875)	(168,566)	(49,577)	(344,544)	(394,121)	(49,268)	(513,419)	(562,687)
	(6,449,945)	(168,875)	(6,618,820)	(22,402,292)	(344,544)	(22,746,836)	(28,852,237)	(513,419)	(29,365,656)
Total comprehensive income for the period	-	4,543,946	4,543,946	-	2,534,024	2,534,024	-	7,077,970	7,077,970
Net assets at the end of the period (unaudited)	134,408,230	(43,649,604)	90,758,626	105,880,742	(41,687,046)	64,193,696	240,288,972	(85,336,650)	154,952,322
Undistributed loss brought forward comprising of:									
- Realised loss	(45,595,456)			(41,006,826)			(86,602,282)		
- Unrealised loss	(2,429,219)			(2,869,700)			(5,298,919)		
	(48,024,675)			(43,876,526)			(91,901,201)		
Accounting income available for distribution:									
- Relating to capital gains	-			-			-		
- Excluding capital gains	4,375,071			2,189,480			6,564,551		
	4,375,071			2,189,480			6,564,551		
Undistributed loss carried forward	(43,649,604)			(41,687,046)			(85,336,650)		
Undistributed loss carried forward comprising of:									
- Realised loss	(43,191,888)			(40,648,089)			(83,839,977)		
- Unrealised loss	(457,716)			(1,038,957)			(1,496,673)		
	(43,649,604)			(41,687,046)			(85,336,650)		
	(Rupees)			(Rupees)					
Net asset value per unit at the beginning of the period	94.47			92.82					
Net asset value per unit at the end of the period	99.26			96.02					

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds – 3

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE HALF YEAR ENDED DECEMBER 31, 2021

For the half year ended December 31, 2021														
JS Islamic Capital Preservation Allocation Plan 6			JS Islamic Capital Preservation Allocation Plan 7			JS Islamic Capital Preservation Allocation Plan 9			Total					
Capital value	Accumulated losses	Total	Capital value	Accumulated losses	Total	Capital value	Undistributed income	Total	Capital value	Accumulated losses	Total			
(Rupees)														
Net assets at the beginning of the period (audited)														
460,813,728	(45,461,317)	415,352,411	386,412,597	(38,800,733)	347,611,864	100,731,133	4,356,413	105,087,546	947,957,458	(79,905,637)	868,051,821			
Issuance of units:														
JS ICAP 6: Nil (2020: Nil)														
JS ICAP 7: Nil (2020: Nil)														
JS ICAP 9: Nil (2020: Nil)														
- Capital value														
-	-	-	-	-	-	-	-	-	-	-	-			
- Element of income														
-	-	-	-	-	-	-	-	-	-	-	-			
Redemption of units:														
JS ICAP 6: 3,165,209 (2020: 1,395,223)														
JS ICAP 7: 2,353,587 (2020: 479,190)														
JS ICAP 9: 172,518 (2020: 984,742)														
- Capital value														
(290,223,081)	-	(290,223,081)	(215,631,319)	-	(215,631,319)	(17,600,732)	-	(17,600,732)	(523,455,132)	-	(523,455,132)			
- Element of income														
(284,505,196)	-	(284,505,196)	(209,642,609)	-	(209,642,609)	(17,429,330)	-	(17,429,330)	(511,577,135)	-	(511,577,135)			
Total comprehensive loss for the period														
-	(7,981,047)	(7,981,047)	-	(9,537,712)	(9,537,712)	-	(1,937,460)	(1,937,460)	-	(19,456,219)	(19,456,219)			
Net assets at the end of the period (unaudited)														
176,308,532	(53,442,364)	122,866,168	176,769,988	(48,338,445)	128,431,543	83,301,803	2,418,953	85,720,756	436,380,323	(99,361,856)	337,018,467			
Undistributed (loss) / income brought forward comprising of:														
- Realised (loss) / income			(46,105,638)			(39,142,155)			(24,996)			(85,272,789)		
- Unrealised income			644,321			341,422			4,381,409			5,367,152		
			(45,461,317)			(38,800,733)			4,356,413			(79,905,637)		
Accounting income available for distribution														
- Relating to capital gains			-			-			-			-		
- Excluding capital gains			-			-			-			-		
Total comprehensive loss for the period														
(7,981,047)			(9,537,712)			(1,937,460)			(19,456,219)					
Undistributed (loss) / income carried forward														
(53,442,364)			(48,338,445)			2,418,953			(99,361,856)					
Undistributed (loss) / income carried forward comprising of:														
- Realised (loss) / income			(50,757,302)			(44,703,535)			4,685,820			(90,775,017)		
- Unrealised income / (loss)			(2,685,062)			(3,634,910)			(2,266,867)			(8,586,839)		
<u>(53,442,364)</u>			<u>(48,338,445)</u>			<u>2,418,953</u>			<u>(99,361,856)</u>					
(Rupees)			(Rupees)			(Rupees)								
Net asset value per unit at the beginning of the period														
91.69			91.62			102.02								
Net asset value per unit at the end of the period														
90.03			89.15			99.96								

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Note	December 31, 2022			December 31, 2021			
	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 9	Total
	(Rupees)			(Rupees)			
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income / (loss) for the period before taxation	4,543,946	2,534,024	7,077,970	(7,981,047)	(9,537,712)	(1,937,460)	(19,456,219)
Adjustments for:							
Loss on sale of investments - net	233,302	172,889	406,191	15,258,951	13,752,640	2,488,357	31,499,948
Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	5.2	457,716	1,038,957	1,496,673	2,685,062	3,634,910	2,266,867
Amortisation of deferred costs	-	-	-	-	86,914	-	86,914
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	(670,074)	(463,789)	(360,179)	(1,494,042)
	5,234,964	3,745,870	8,980,834	9,292,892	7,472,963	2,457,585	19,223,440
(Increase) / decrease in assets							
Investments	(252,511)	19,592,623	19,340,112	309,151,820	221,090,416	11,722,075	541,964,311
Prepayments and other receivables	8,301	16,697	24,998	(96,889)	(78,906)	(48,513)	(224,308)
	(244,210)	19,609,320	19,365,110	309,054,931	221,011,510	11,673,562	541,740,003
(Decrease) / increase in liabilities							
Payable to JS Investments Limited - Management Company	(12,485)	(13,519)	(26,004)	(189,765)	(287,691)	(62,957)	(540,413)
Payable to Central Depository Company of Pakistan Limited - Trustee	(65)	(4,095)	(4,160)	(20,758)	(23,918)	(3,449)	(48,125)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(36,145)	(32,286)	(68,431)	(63,637)	(47,163)	(20,908)	(131,708)
Accrued expenses and other liabilities	37,713	48,617	86,330	(5,700,714)	(4,037,204)	(1,897,383)	(11,635,301)
	(10,982)	(1,283)	(12,265)	(5,974,874)	(4,395,976)	(1,984,697)	(12,355,547)
Net cash generated from operating activities	4,979,772	23,353,907	28,333,679	312,372,949	224,088,497	12,146,450	548,607,896
CASH FLOWS FROM FINANCING ACTIVITIES							
Amount paid on redemption of units	(6,618,820)	(23,689,530)	(30,308,350)	(284,505,196)	(209,642,609)	(17,429,330)	(511,577,135)
Net cash used in financing activities	(6,618,820)	(23,689,530)	(30,308,350)	(284,505,196)	(209,642,609)	(17,429,330)	(511,577,135)
Net (decrease) / increase in cash and cash equivalents during the period	(1,639,048)	(335,623)	(1,974,671)	27,867,753	14,445,888	(5,282,880)	37,030,761
Cash and cash equivalents at beginning of the period	2,056,221	735,439	2,791,660	893,564	185,985	6,293,093	7,372,642
Cash and cash equivalents at end of the period	12	417,173	399,816	816,989	28,761,317	14,631,873	1,010,213
			44,403,403				

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds – 3

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Hybrid Fund of Funds - 3 (the Fund) was established under a Trust Deed executed between JS Investments Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on February 27, 2020 and was approved by Securities and Exchange Commission of Pakistan (the SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investment Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 JS Islamic Hybrid Fund of Funds - 3 is a 'Shariah Compliant Unit Trust Scheme' in the Fund of Funds category as per the criteria for categorisation of open-end collective investment schemes specified by SECP.
- 1.3 Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with positive outlook. The rating denotes high management quality.
- 1.4 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

- 1.5 Investment plans offered under JS Islamic Hybrid Fund of Funds - 3 are JS Islamic Capital Preservation Allocation Plan 6 (JS ICAP 6), JS Islamic Capital Preservation Allocation Plan 7 (JS ICAP 7) and JS Islamic Capital Preservation Allocation Plan 9 (JS ICAP 9). The Fund operates following two baskets:

1.5.1 JS Islamic Capital Preservation Allocation Plan 6

JS Islamic Capital Preservation Allocation Plan 6 aims to earn a potentially high return through dynamic asset allocation between shariah compliant equities and shariah compliant sovereign income / money market based Collective Investment Schemes (CISs) and shariah compliant bank saving accounts and term deposits.

The Plan was of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from April 25, 2019 and June 21, 2019. The Management Company, with the approval of the Securities and Exchange Commission of Pakistan in its, letter No. SCD/AMCW/JSIHFOF/271/2021 dated June 16, 2021 has approved extension, the plan shall mature on June 25, 2023. After the end of this period, the Management Company may announce an extended subsequent maturity for certain period if it feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable back end load / contingent load.

1.5.2 JS Islamic Capital Preservation Allocation Plan 7

JS Islamic Capital Preservation Allocation Plan 7 aims to earn a potentially high return through dynamic asset allocation between shariah compliant equities and shariah compliant sovereign income / money market based Collective Investment Schemes (CISs) and shariah compliant bank saving accounts and term deposits.

The Plan was of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from July 15, 2019 and September 5, 2019. The Management Company, with the approval of the Securities and Exchange Commission of Pakistan in its, letter No. SCD/AMCW/JSIHFOF/271/2021 dated June 16, 2021 has approved extension, the plan shall mature on September 16, 2023. After the end of this period, the Management Company may announce an extended subsequent maturity for certain period if it feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable back end load / contingent load.

1.5.3 JS Islamic Capital Preservation Allocation Plan 9

JS Islamic Capital Preservation Allocation Plan 9 aimed to earn a potentially high return through dynamic asset allocation between shariah compliant equities and shariah compliant sovereign income / money market based Collective Investment Schemes (CISs) and shariah compliant bank saving accounts and term deposits.



JS Islamic Hybrid Fund of Funds – 3

The maturity of the Plan was two years from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from February 17, 2021 and March 27, 2021.

During the year ended June 30, 2022, JS Islamic Capital Preservation Allocation Plan 9 matured on April 1, 2022 as per the provisions of the offering document.

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 (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the 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 the requirements of the Trust Deed differ with 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 NBFC Rules, the NBFC Regulations and the 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 the International Accounting Standard 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 and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

3.1 The accounting policies adopted and 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 these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is 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.

3.3 Standards and amendments to 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 annual accounting period beginning on July 1, 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.

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

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

JS Islamic Hybrid Fund of Funds – 3

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total

4 BANK BALANCES

		417,173	399,816	816,989	2,056,221	735,439	2,791,660
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In savings accounts

4.1 This includes a bank balance held by JS ICPAP 6 of Rs. 13,889 (June 30, 2022: 12,165) maintained with BankIslami Pakistan Limited (a related party). This account carries profit at the rate of 15.00% (June 30, 2022: 14.00%) per annum. Other savings accounts of the Fund carry profit rates ranging between 13.75% to 15.50% (June 30, 2022: 6.60% to 14.50%) per annum.

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total

5 INVESTMENTS

Financial assets 'at fair value through profit or loss'

		90,678,855	64,137,774	154,816,629	91,117,362	84,942,243	176,059,605
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Units of open-end mutual funds

5.1 Units of open-end mutual funds - 'at fair value through profit or loss'

JS Islamic Capital Preservation Allocation Plan 6

Name of the mutual fund	As at July 1, 2022	Purchased during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Fund	total investments of the Fund
		(Number of units)			(Rupees)			(%)	
JS Islamic Daily Dividend Fund*	703,257	223,525	53,000	873,782	87,378,216	87,378,216	-	96.28%	96.36%
JS Islamic Dedicated Equity Fund*	351,685	-	288,114	63,571	3,758,355	3,300,639	(457,716)	3.64%	3.64%
Total value as at December 31, 2022					91,136,571	90,678,855	(457,716)		
Total value as at June 30, 2022					93,546,581	91,117,362	(2,429,219)		

*These represent investments held in related parties i.e funds under common management.

JS Islamic Capital Preservation Allocation Plan 7

Name of the mutual fund	As at July 1, 2022	Purchased during the period	Sold during the period	As at December 31, 2022	Balance as at December 31, 2022			Market value as a percentage of	
					Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Fund	total investments of the Fund
		(Number of units)			(Rupees)			(%)	
JS Islamic Daily Dividend Fund*	637,383	165,384	236,310	566,457	56,645,750	56,645,750	-	88.24%	88.32%
JS Islamic Dedicated Equity Fund*	358,658	-	214,359	144,299	8,530,981	7,492,024	(1,038,957)	11.67%	11.68%
Total value as at December 31, 2022					65,176,731	64,137,774	(1,038,957)		
Total value as at June 30, 2022					87,811,943	84,942,243	(2,869,700)		

*These represent investments held in related parties i.e funds under common management.

5.2 Net unrealised (loss) / gain on re-measurement of investments classified as 'at fair value through profit or loss'

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total

Market value of investments	5.1	90,678,855	64,137,774	154,816,629	91,117,362	84,942,243	176,059,605
Less: carrying value of investments	5.1	(91,136,571)	(65,176,731)	(156,313,302)	(93,546,581)	(87,811,943)	(181,358,524)
		(457,716)	(1,038,957)	(1,496,673)	(2,429,219)	(2,869,700)	(5,298,919)

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total

6 PREPAYMENTS AND OTHER RECEIVABLES

Accrued markup on bank balances	5,267	5,896	11,163	20,387	29,412	49,799
Prepaid listing fee	6,198	6,198	12,396	-	-	-
Prepaid SECP supervisory fee	621	621	1,242	-	-	-
	12,086	12,715	24,801	20,387	29,412	49,799

JS Islamic Hybrid Fund of Funds – 3

7	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
			JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total
			(Rupees)			(Rupees)		
	Remuneration payable to the Management Company	7.1	457	371	828	1,326	1,294	2,620
	Sindh sales tax on remuneration payable to the Management Company	7.2	59	48	107	177	168	345
	Shariah advisory fee		4,585	3,282	7,867	13,657	13,333	26,990
	Payable against printing and stationery		23,154	23,115	46,269	25,580	25,540	51,120
			<u>28,255</u>	<u>26,816</u>	<u>55,071</u>	<u>40,740</u>	<u>40,335</u>	<u>81,075</u>

7.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1% (June 30, 2022: 1%) per annum for JS ICPAP 6 and JS ICPAP 7 of average daily net assets of the allocation baskets.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
	JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total
	(Rupees)			(Rupees)		
8.1	15,537	10,948	26,485	15,595	14,572	30,167
8.2						
	<u>2,020</u>	<u>1,423</u>	<u>3,443</u>	<u>2,027</u>	<u>1,894</u>	<u>3,921</u>
	<u>17,557</u>	<u>12,371</u>	<u>29,928</u>	<u>17,622</u>	<u>16,466</u>	<u>34,088</u>

8.1 According to the provisions of the Trust Deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund as follows:

0.070% per annum of net assets, only applies if the Fund has the objective to invest in the scheme being managed by the same asset management company and the same Trustee.

However, if the Fund invest in the scheme not being managed by the same Asset Management Company then the following tariff applies :

On net assets:

- up to rupees one billion 0.20% per annum of net assets.
- exceeding rupees one billion Rs. 2 million plus 0.10% per annum of net assets on amount exceeding Rs. 1 billion.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

SECP Fee is charged at the rate of 0.02% (June 30, 2022: 0.02%) per annum of the average daily net assets of the Fund in accordance with the regulation 62 of the NBFC Regulation 2008.

10	ACCRUED EXPENSES AND OTHER LIABILITIES	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total
		(Rupees)			(Rupees)		
	Auditors' remuneration	240,646	240,053	480,699	209,732	196,569	406,301
	Withholding tax payable	20,529	14,469	34,998	23,046	17,783	40,829
	Zakat payable	33,215	55,560	88,775	23,899	47,113	71,012
		<u>294,390</u>	<u>310,082</u>	<u>604,472</u>	<u>256,677</u>	<u>261,465</u>	<u>518,142</u>

11 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the

JS Islamic Hybrid Fund of Funds – 3

year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute atleast 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

12	CASH AND CASH EQUIVALENTS	December 31, 2022 (Unaudited)			December 31, 2021 (Unaudited)			
		JS ICAPAP 6	JS ICAPAP 7	Total	JS ICAPAP 6	JS ICAPAP 7	JS ICAPAP 9	Total
		(Rupees)			(Rupees)			
	Bank balances	417,173	399,816	816,989	28,761,317	14,631,873	1,010,213	44,403,403

13 CONTINGENCIES AND COMMITMENTS

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

14 TOTAL EXPENSE RATIO

The annualized total expense ratio (TER) of the Fund based on the current period results are 0.84% and 0.97% which includes 0.09% and 0.10% representing government levy and SECP fee for JS ICAPAP 6 and JS ICAPAP 7 respective. The ratio is within the maximum limit of 2.50% if management remuneration is charged and up to 0.50% if no management remuneration is charged.

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui and Company Limited (JSCL which is holding 75.02% shares of JS Bank Limited) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons.

Transactions with connected persons are executed on an arms' length basis, and essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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 the market rates.

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

15.1 Details of transactions with connected persons / related parties during the period:

	December 31, 2022 (Unaudited)			December 31, 2021 (Unaudited)			
	JS ICAPAP 6	JS ICAPAP 7	Total	JS ICAPAP 6	JS ICAPAP 7	JS ICAPAP 9	Total
	(Rupees)			(Rupees)			
JS Investments Limited - Management Company							
Remuneration of the Management Company	5,084	3,106	8,190	133,983	106,842	61,681	302,506
Sindh sales tax on remuneration of the Management Company	656	404	1,060	17,420	13,884	8,006	39,310
Printing and stationery charges	25,582	25,582	51,164	6,429	6,429	6,429	19,287
Shariah advisory fee	42,514	35,065	77,579	78,907	63,596	22,040	164,543
Deferred formation cost	-	-	-	-	86,914	-	86,914
Investment by the Management Company	-	-	-	42,537,859	8,700,000	-	51,237,859
Transfer of units (Number of units)	-	71,248	71,248	435,434	89,262	-	524,697
Disposal by the Management Company	996,347	1,938,969	2,935,316	39,442,955	7,873,298	-	47,316,253
Redemption of units (Number of units)	10,380	20,357	30,737	435,434	89,262	-	524,697
Central Depository Company of Pakistan Limited -Trustee							
Remuneration of the Trustee	92,854	73,385	166,239	352,787	287,838	98,847	739,472
Sindh sales tax on remuneration of the Trustee	12,071	9,540	21,611	45,863	37,420	12,850	96,133

JS Islamic Hybrid Fund of Funds – 3

December 31, 2022 (Unaudited)			December 31, 2021 (Unaudited)			
JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	JS ICPAP 9	Total
(Rupees)			(Rupees)			

JS Islamic Dedicated Equity Fund (Fund Under JSIL Management)

Investment by the Plan	-	-	-	157,127,599	133,454,460	6,910,921	297,492,980
Issuance of units (Number of units)	-	-	-	1,956,723	1,645,801	99,047	3,701,571
Disposal by the Plan	16,800,000	12,500,000	29,300,000	122,870,000	96,663,000	22,596,000	242,129,000
Redemption of units (Number of units)	288,114	214,359	502,473	1,715,508	1,351,462	324,967	3,391,937

JS Islamic Daily Dividend Fund (Fund Under JSIL Management)

Investment by the Plan	22,352,511	16,538,370	38,890,881	360,299,620	314,769,888	93,682,094	768,751,602
Issuance of units (Number of units)	223,525	165,384	388,909	3,602,996	3,147,699	936,821	7,687,516
Disposal by the Plan	5,300,000	23,631,000	28,931,000	281,427,599	219,654,460	22,563,000	523,645,059
Redemption of units (Number of units)	53,000	236,310	289,310	2,814,276	2,196,545	225,630	5,236,451

BankIslami Pakistan Limited (Associate of JSCL)

Interest income	1,836	-	1,836	683	-	166	849
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15.2 Details of balances with connected persons / related parties as at period / year end:

December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
JS ICPAP 6	JS ICPAP 7	Total	JS ICPAP 6	JS ICPAP 7	Total
(Rupees)			(Rupees)		

JS Investments Limited - Management Company

Remuneration payable to the Management Company	457	371	828	1,326	1,294	2,620
Sindh sales tax payable on remuneration to the Management Company	59	48	107	177	168	345
Shariah advisory fee	4,585	3,282	7,867	13,657	13,333	26,990
Printing and stationery charges payable	23,154	23,115	46,269	25,580	25,540	51,120
Amount invested	-	4,886,610	4,886,610	980,599	-	980,599
Units outstanding (Number of units)	-	50,892	50,892	10,380	-	10,380

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the Trustee	15,537	10,948	26,485	15,595	14,572	30,167
Sindh sales tax payable on remuneration to the Trustee	2,020	1,423	3,443	2,027	1,894	3,921

Bank Islami Pakistan Limited (Associate of JSCL)

Bank balance	13,889	-	13,889	12,165	-	12,165
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JS Islamic Dedicated Equity Fund (Fund Under JSIL Management)

Amount invested	3,300,639	7,492,024	10,792,663	20,791,657	21,203,868	41,995,525
Units held (Number of units)	63,571	144,299	207,870	351,685	358,658	710,343

JS Islamic Daily Dividend Fund (Fund Under JSIL Management)

Amount invested	87,378,216	56,645,750	144,023,966	70,325,705	63,738,371	134,064,077
Units held (Number of units)	873,782	566,457	1,440,239	703,257	637,383	1,340,640

Unit holders holding 10% or more

Amount held	44,686,300	19,783,966	64,470,266	33,834,922	27,597,301	61,432,223
Units held (Number of units)	450,194	206,040	656,234	358,155	297,321	655,476

JS Islamic Hybrid Fund of Funds – 3

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: 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 3: Fair value measurement using 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
ASSETS	(Rupees)				(Rupees)			
JS Islamic Captial Preservation Allocation Plan 6								
Financial assets classified 'at fair value through profit or loss'								
Units of open-end mutual funds	-	90,678,855	-	90,678,855	-	91,117,362	-	91,117,362
	-	90,678,855	-	90,678,855	-	91,117,362	-	91,117,362
JS Islamic Captial Preservation Allocation Plan 7								
Financial assets classified 'at fair value through profit or loss'								
Units of open-end mutual funds	-	64,137,774	-	64,137,774	-	84,942,243	-	84,942,243
	-	64,137,774	-	64,137,774	-	84,942,243	-	84,942,243

17 GENERAL

17.1 Figures have been rounded off to the nearest rupee.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 24, 2023 by the Board of Directors of the Management Company.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

BOOK POST
PRINTED MATTER



JS Investments Limited

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E-mail: info@jsil.com

Website: www.jsil.com

JS Islamic Hybrid Fund of Funds

Half Yearly Report for the period
ended December 31, 2022



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



JS Islamic Hybrid Fund of Funds

ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail: info@jsil.com
Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Independent Director
Ms. Mediha Kamal Afsar	Independent Director
Mr. Farooq Ahmed Malik	Independent Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Mr. Hasan Shahid	Member
Ms. Aisha Fariel Salahuddin	Member

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zeeshan Khawar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Adviser

Bawaney & Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Shariah Advisors

Al – Halal Shariah Advisors (Pvt) Limited

JS Islamic Hybrid Fund of Funds

DIRECTORS' REPORT TO THE UNITHOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Islamic Hybrid Fund of Funds** (the Fund) for the half year ended December 31, 2022.

Economy Review:

Economic conditions remained a key concern for Pakistan as fiscal constraints and high inflation coupled with the recent floods projected a bleak growth outlook. While strict import controls managed to curtail the Current Account Deficit for 1HFY23 to USD 3.67 billion, the SBP bid farewell to the calendar year with FX reserves of merely USD 5.6 billion as against USD 17.7 billion recorded at the end of CY21.

State Bank of Pakistan (SBP) also continued pursuing a tight monetary policy on the back of persistent high inflationary pressures, raising concerns about the growth outlook. The economic outlook henceforth will likely be a function of restoring political stability and the continued implementation of reforms under the revived International Monetary Fund (IMF) program.

Fiscal and external debt sustainability, particularly in arranging necessary means to recover from the devastation of floods, would be a significant theme on Pakistan's economic front in FY23.

Equity Market Review:

Macroeconomic headwinds and political uncertainty continued to exert pressure on the market during the half year ended on December 31, 2022. During 1HFY23, the KSE100 Index and the Islamic equity index (KMI-30) declined by 2.7% and 0.7%, respectively.

Technology & Communication and Power were significant outperformers within sectors, whereas Commercial Banks, Cement, and Automobile Assemblers were the principal laggards. Overall participation remained subdued, with an average daily turnover of 219.26 million shares, whereas the average daily traded value declined by 8.35% to PKR 6.65 billion during the half year ended December 31, 2022.

Income / Money Market Review:

Given the prevalent macroeconomic landscape, fund managers showed reluctance in absorbing duration risk as the yield curve remained inverted throughout the 1HFY23. Secondary market yields for 3M increased by 179bps during the half year ended December 31, 2022, to 16.69%, whereas the 3-year PKRV increased by 180bps to 15.64%. Monetary policy is expected to remain tightly linked with the external account balance and the elevated inflation reading, which is expected to remain entrenched owing to an increase in fuel prices, another round of currency weakness, and sticky commodity prices.



JS Islamic Hybrid Fund of Funds

Review of Fund Performance

The performance of the two Allocation Schemes of the Fund for the half year that ended December 31, 2022, is tabulated below. The total net assets of the Fund moved from PKR 258.01 million as of June 30, 2022, to PKR 190.69 million as of December 31, 2022. The total expense ratios (TER) of the Mutanasib and JSICPAP-8 schemes are 0.61% and 0.81%, which include 0.11% and 0.08% of government levies on the schemes, respectively.

Allocation Schemes	Net Assets (PKR. In million)	Fund Return	Benchmark
JS Islamic Hybrid Fund of Funds - Mutanasib	1.77	-9.39%	0.19%
JS Islamic Hybrid Fund of Funds - JSICPAP-8	188.92	4.90%	3.05%

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook' dated August 6, 2022) to the Management Company which is an improvement from the previous rating of AM2 with a positive outlook. The rating denotes high management quality.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

Karachi: February 24, 2023

Director

Chief Executive Officer



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS ISLAMIC HYBRID FUND OF FUNDS

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

JS Islamic Hybrid Fund of Funds, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee on 28th October 2016.

1. JS Investments Limited, the Management Company of JS Islamic Hybrid Fund of Funds has, in all material respects, managed JS Islamic Hybrid Fund of Funds during the period ended December 31st, 2022 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.


Faisal Amin
Authorize Signatory
Digital Custodian Company Limited

Karachi: February 27, 2023

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JS Islamic Hybrid Fund of Funds



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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of JS Islamic Hybrid Fund of Funds

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of JS Islamic Hybrid Fund of Funds (the Fund) as at 31 December 2022, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Statement of Movement in Unit Holders' Fund and condensed interim Cash Flow Statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this 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 financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2022.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements 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 interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 28 February 2023

Place: Karachi

UDIN Number: RR2022100763Yv2U9RAD

JS Islamic Hybrid Fund of Funds

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2022

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
		(Rupees)			(Rupees)		
Assets							
Bank balances	4	194,265	208,149	402,414	142,533	259,384	401,917
Investments	5	1,551,733	190,338,034	191,889,767	7,964,764	252,248,063	260,212,827
Deferred formation cost	6	-	-	-	-	213,690	213,690
Advances, prepayments and other receivables	7	71,190	9,956	81,146	189,670	4,032	193,702
Total assets		1,817,188	190,556,139	192,373,327	8,296,967	252,725,169	261,022,136
Liabilities							
Payable to JS Investments Limited - Management Company (Wakeel)	8	29,812	982,357	1,012,169	39,501	1,002,966	1,042,467
Payable to Digital Custodian Company Limited - Trustee	9	386	42,324	42,710	1,224	40,574	41,798
Annual fee payable to Securities and Exchange Commission of Pakistan	10	319	23,954	24,273	1,820	71,990	73,810
Accrued expenses and other liabilities	11	12,342	584,390	596,732	17,206	1,842,128	1,859,334
Total liabilities		42,859	1,633,025	1,675,884	59,751	2,957,658	3,017,409
Net assets		1,774,329	188,923,114	190,697,443	8,237,216	249,767,511	258,004,727
Unit holders' funds (as per statement attached)		1,774,329	188,923,114	190,697,443	8,237,216	249,767,511	258,004,727
CONTINGENCIES AND COMMITMENTS	15						
Number of units in issue	16	41,054	2,077,357		172,693	2,881,056	
Net assets value per unit		43.22	90.94		47.70	86.69	

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

For the half year ended December 31, 2022			
	Mutasanib	JS Islamic Capital Preservation Allocation Plan 8	Total
Note	(Rupees)		
Income			
Mark-up / interest income on bank balances	13,096	31,321	44,417
Net unrealized loss on investments at fair value through profit and loss	(211,513)	(1,457,447)	(1,668,960)
Net realized loss on sale of investments at fair value through profit and loss	(76,518)	(626,341)	(702,859)
Dividend income	-	14,261,878	14,261,878
Other income	28,099	-	28,099
Total (loss) / income	(246,836)	12,209,411	11,962,575
Expenses			
Remuneration of JS Investments Limited - Management Company (Wakeel)	-	3,565	3,565
Sindh sales tax on Management Company's remuneration	-	465	465
Remuneration of Digital Custodian Company Limited - Trustee	3,132	223,717	226,849
Sindh sales tax on Trustee remuneration	407	28,607	29,014
Annual fee to the Securities and Exchange Commission of Pakistan	343	23,978	24,321
Shariah advisory fee	1,616	114,304	115,920
Amortization of deferred formation costs	-	213,690	213,690
PSX Listing fees	6,250	6,250	12,500
SECP supervisory fees	625	625	1,250
Auditors' remuneration	4,510	260,968	265,478
Accounting and operational charges	1,716	-	1,716
Printing charges	19,338	19,338	38,676
Others	-	-	-
Bank charges	565	3,672	4,237
Total expenses	38,502	899,179	937,681
Taxation	-	-	-
Net (loss) / income for the period after taxation	(285,338)	11,310,232	11,024,894
Allocation of net income for the period			
- Net Income for the period	-	11,310,232	11,310,232
- Income already distributed on units redeemed	-	(2,423,244)	(2,423,244)
	-	8,886,988	8,886,988
Accounting Income available for distribution:			
- Relating to capital gain	-	-	-
- Excluding capital gain	-	8,886,988	8,886,988
	-	8,886,988	8,886,988

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The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

Income

Mark-up / interest income on bank balances					
Net unrealized loss on investments at fair value through profit and loss	-	(211)	(1,850,234)	(5,728,707)	(7,579,152)
Net realized loss on investments at fair value through profit and loss	(515)	3,914	(2,174)	(5,960,197)	(5,958,972)
Dividend income	-	-	-	12,151,444	12,151,444
Other income	-	-	-	545,955	568,084

Total income / (loss)

Expenses

Remuneration of JS Investments Limited - Management Company (Wakeel)	-	-	-	109,212	109,212
Sindh sales tax on Management Company's remuneration	-	-	-	14,197	14,197
Remuneration of Digital Custodian Company Limited - Trustee	749	195	5,468	220,436	226,848
Sindh sales tax on Trustee remuneration	97	33	711	28,994	29,835
Annual fee to the Securities and Exchange Commission of Pakistan	145	61	1,005	40,412	41,623
Shariah advisory fee	286	81	2,236	90,460	93,063
Amortization of deferred formation costs	-	-	-	218,439	218,439
PSX Listing fees	1,058	-	4,167	4,168	9,393
SECP supervisory fees	106	-	416	417	939
Auditors' remuneration	1,138	167	13,104	536,102	550,511
Legal and professional charges	-	-	33,814	33,814	67,628
Accounting and operational charges	726	179	5,018	-	5,923
Printing charges	-	-	9,642	9,484	19,126
Others	29,864	-	-	-	29,864
Bank charges	37	1,695	1,699	1,695	5,126

Total expenses

Taxation

Net income / (loss) for the period after taxation

Allocation of net income for the period

- Net income for the period	-	-	-	389,590	389,590
- Income already distributed on units redeemed	-	-	-	(37,568)	(37,568)

Accounting Income available for distribution:

- Relating to capital gain	-	-	-	(11,688,904)	(11,688,904)
- Excluding capital gain	-	-	-	12,040,926	12,040,926
	-	-	-	352,022	352,022

Earnings per unit

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For the half year ended December 31, 2021					
	Mufeed For the period ended July 01, 2021 to September 02, 2021	Mustahkem For the period ended July 01, 2021 to December	Mutanasib	JSICPAP-8	Total
Note	Rupees				
	1,950	7,357	7,511	688,924	705,742
	-	(211)	(1,850,234)	(5,728,707)	(7,579,152)
	(515)	3,914	(2,174)	(5,960,197)	(5,958,972)
	-	-	-	12,151,444	12,151,444
11.1	122,012	(214,456)	114,573	545,955	568,084
	123,447	(203,396)	(1,730,324)	1,697,419	(112,856)
	-	-	-	109,212	109,212
	-	-	-	14,197	14,197
	749	195	5,468	220,436	226,848
	97	33	711	28,994	29,835
	145	61	1,005	40,412	41,623
	286	81	2,236	90,460	93,063
	-	-	-	218,439	218,439
	1,058	-	4,167	4,168	9,393
	106	-	416	417	939
	1,138	167	13,104	536,102	550,511
	-	-	33,814	33,814	67,628
8.1	726	179	5,018	-	5,923
	-	-	9,642	9,484	19,126
	29,864	-	-	-	29,864
	37	1,695	1,699	1,695	5,126
	34,206	2,411	77,280	1,307,830	1,421,727
13	89,241	(205,807)	(1,807,604)	389,589	(1,534,581)
	-	-	-	389,590	389,590
	-	-	-	(37,568)	(37,568)
	-	-	-	352,022	352,022
	-	-	-	(11,688,904)	(11,688,904)
	-	-	-	12,040,926	12,040,926
	-	-	-	352,022	352,022

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CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

For the quarter ended December 31, 2022			
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8 (Rupees)	Total
Income			
Mark-up / interest income on bank balances	8,074	11,508	19,582
Unrealised loss on investments at fair value through profit and loss - net	(169,965)	(196,387)	(366,352)
Realized loss on investments at fair value through profit and loss - net	(15,866)	(626,341)	(642,207)
Dividend income	-	7,795,536	7,795,536
Other income	12,891	-	12,891
Total income / (loss)	(164,866)	6,984,316	6,819,450
Expenses			
Remuneration of JS Investments Limited - Management Company (Wakeel)	-	1,554	1,554
Sindh sales tax on Management Company's remuneration	-	202	202
Remuneration of Digital Custodian Company Limited - Trustee	1,020	112,404	113,424
Sindh sales tax on Trustee remuneration	132	14,136	14,268
Annual fee to the Securities and Exchange Commission of Pakistan	103	11,394	11,497
Shariah advisory fee	474	52,354	52,828
Amortization of deferred formation costs	-	104,461	104,461
PSX Listing fees	3,125	3,125	6,250
SECP supervisory fees	313	313	626
Auditors' remuneration	643	58,205	58,848
Accounting and operational charges	517	-	517
Printing charges	9,775	9,775	19,550
Total expenses	16,102	367,923	384,025
Taxation	13	-	-
Net (loss) / income for the period after taxation	(180,968)	6,616,393	6,435,425
Allocation of net income for the period			
- Net income for the period	-	6,616,393	6,616,393
- Income already distributed on units redeemed	-	(2,423,244)	(2,423,244)
	-	4,193,149	4,193,149
Accounting Income available for distribution:			
- Relating to capital gain	-	-	-
- Excluding capital gain	-	4,193,149	4,193,149
	-	4,193,149	4,193,149

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2021

Income
 Mark-up / interest income on bank balances
 Unrealised gain / (loss) on investments at fair value through profit and loss - net
 Realized loss on investments at fair value through profit and loss - net
 Dividend income
 Other income
Total income / (loss)

Expenses
 Remuneration of JS Investments Limited - Management Company (Wakel)
 Sindh sales tax on Management Company's remuneration
 Remuneration of Digital Custodian Company Limited - Trustee
 Sindh sales tax on Trustee remuneration
 Annual fee to the Securities and Exchange Commission of Pakistan
 Shariah advisory fee
 Amortization of deferred formation costs
 Listing fees
 SECP supervisory fees
 Auditors' remuneration
 Accounting and operational charges
 Printing charges
 Others
 Bank charges
Total expenses

Taxation
Net income / (loss) for the period after taxation

Allocation of net income for the period
 - Net Income for the period
 - Income already distributed on units redeemed

Accounting Income available for distribution:
 - Relating to capital gain
 - Excluding capital gain

For the quarter ended December 31, 2021					
Mufeed For the period ended July 01, 2021 to					
Note	September 02, 2021	Mustahkem	Mutanasib (Rupees)	JSICPAP-8	Total
	1,950	2,717	4,203	665,694	674,564
	-	2,641	(1,581,431)	(6,364,205)	(7,942,995)
	(515)	-	(2,174)	(2,077,420)	(2,080,109)
	-	-	-	5,501,778	5,501,778
	122,012	17,324	66,950	545,955	752,241
	123,447	22,682	(1,512,452)	(1,728,198)	(3,094,521)
	-	-	-	104,295	104,295
	-	-	-	13,560	13,560
	749	76	2,870	109,727	113,422
	97	7	374	14,265	14,743
	145	40	549	20,987	21,721
	286	29	1,084	41,910	43,309
	-	-	-	109,219	109,219
	1,058	1,538	1,538	1,538	5,672
	106	154	154	154	568
	1,138	114	4,402	166,108	171,762
8.1	726	75	2,687	-	3,488
	-	-	-	-	-
	29,864	-	-	-	29,864
	37	1,695	1,695	1,695	5,122
	34,206	3,728	15,353	583,458	636,745
13	89,241	18,954	(1,527,805)	(2,311,656)	(3,731,266)
	-	18,954	-	-	18,954
	-	-	-	-	-
	-	18,954	-	-	18,954
	-	2,641	-	-	2,641
	-	16,313	-	-	16,313
	-	18,954	-	-	18,954

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Islamic Hybrid Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	<u>For the half year ended December 31, 2022</u>		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	<u>Rupees</u>		
Net (loss) / income for the period after taxation	(285,338)	11,310,232	11,024,894
Other comprehensive income for the period	-	-	-
Total comprehensive (loss) / income for the period	<u>(285,338)</u>	<u>11,310,232</u>	<u>11,024,894</u>

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

	For the half year ended December 31, 2021				Total
	Mufeed	Mustahkem	Mutanasib	JSICPAP-8	
	For the period ended July 01, 2021 to September 02, 2021	For the period ended July 01, 2021 to December 30, 2021			
	----- Rupees -----				
Net income / (loss) for the period after taxation	89,241	(205,807)	(1,807,604)	389,589	(1,534,581)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	89,241	(205,807)	(1,807,604)	389,589	(1,534,581)

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



JS Islamic Hybrid Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2022

	For the quarter ended December 31, 2022		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	-----Rupees-----		
Net (loss) / income for the period after taxation	(180,968)	6,616,393	6,435,425
Other comprehensive income for the period	-	-	-
Total comprehensive (loss) / income for the period	(180,968)	6,616,393	6,435,425

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED DECEMBER 31, 2021

	For the quarter ended December 31, 2021				Total
	Mufeed	Mustahkem	Mutanasib	JSICPAP-8	
	For the period ended July 01, 2021 to September 02, 2021	For the period ended July 01, 2021 to December 30, 2021			
	----- (Rupees) -----				
Net income / (loss) for the period after taxation	89,241	18,954	(1,527,805)	(2,311,656)	(3,731,266)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	<u>89,241</u>	<u>18,954</u>	<u>(1,527,805)</u>	<u>(2,311,656)</u>	<u>(3,731,266)</u>

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	December 31, 2022 (Unaudited)		
	Mutanasib	JSICPAP-8	Total
	(Rupees)		
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period	(285,338)	11,310,232	11,024,894
Adjustments for:			
Net realized loss on sale of investments at fair value through profit and loss - net	76,518	626,341	702,859
Mark-up / interest income on held for trading investments	(13,096)	(31,321)	(44,417)
Net unrealized loss on investments at fair value through profit and loss	211,513	1,457,447	1,668,960
Other income	(28,099)	-	(28,099)
Amortization of deferred formation costs	-	213,690	213,690
	(38,502)	13,576,389	13,537,887
Decrease / (Increase) in assets			
Investments - net	6,125,000	59,826,241	65,951,241
Advances, Prepayments and other receivables (Other than accrued mark-up)	147,047	(6,875)	140,172
	6,272,047	59,819,366	66,091,413
(Decrease) / Increase in liabilities			
Payable to JS Investments Limited - Management Company (Wakeel)	(9,689)	(20,609)	(30,298)
Payable to Digital Custodian Company Limited - Trustee	(838)	1,750	912
Annual fee payable to Securities and Exchange Commission of Pakistan	(1,501)	(48,036)	(49,537)
Accrued expenses and other liabilities	(4,864)	(1,257,738)	(1,262,602)
	(16,892)	(1,324,633)	(1,341,525)
	6,216,653	72,071,122	78,287,775
Markup / interest income receipt on bank deposits	12,628	32,273	44,901
Net cash flows generated from / operating activities	6,229,281	72,103,395	78,332,676
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units	-	-	-
Amount paid on redemption of units	(6,177,549)	(72,154,630)	(78,332,179)
Net cash flows used in financing activities	(6,177,549)	(72,154,630)	(78,332,179)
Increase in cash and cash equivalents during the period	51,732	(51,235)	497
Cash and cash equivalents at beginning of the period	142,533	259,384	401,917
Cash and cash equivalents at end of the period	194,265	208,149	402,414

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Hybrid Fund of Funds

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

	December 31, 2021 (Unaudited)		
	Mutanasib	JSCIPAP-8	Total
	(Rupees)		
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period	(1,807,604)	389,589	(1,418,015)
Adjustments for:			
Net realized loss on sale of investments at fair value through profit and loss - net	2,174	5,960,197	5,962,371
Mark-up / interest income on held for trading investments	(7,511)	(688,924)	(696,435)
Net unrealized loss on investments at fair value through profit and loss	1,850,234	5,728,707	7,578,941
Other income	(114,573)	(545,955)	(660,528)
Amortization of deferred formation costs	-	218,439	218,439
	(77,280)	11,062,053	10,984,773
(Increase) / decrease in assets			
Investments - net	350,002	58,465,932	58,815,934
Deposits and prepayments	(120,024)	(70,393)	(190,417)
	229,978	58,395,539	58,625,517
(Decrease) / Increase in liabilities			
Payable to JS Investments Limited - Management Company (Wakeel)	(195)	3,542	3,347
Payable to Digital Custodian Company Limited - Trustee	(54)	1,635	1,581
Sindh sales tax payable on Trustee remuneration	(7)	369	362
Annual fee payable to Securities and Exchange Commission of Pakistan	(1,176)	(47,766)	(48,942)
Accrued expenses and other liabilities	(220,459)	(5,298,623)	(5,519,082)
	(221,891)	(5,340,843)	(5,562,734)
	(69,193)	64,116,749	64,047,556
Markup / interest income receipt on bank deposits	6,877	690,856	697,733
Net cash flows (used in) / generated from operating activities	(62,316)	64,807,605	64,745,289
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units	-	-	-
Amount paid on redemption of units	(117,025)	(65,781,332)	(65,898,357)
Net cash flows used in financing activities	(117,025)	(65,781,332)	(65,898,357)
Decrease in cash and cash equivalents during the period	(179,341)	(973,727)	(1,153,068)
Cash and cash equivalents at beginning of the period	236,326	1,252,148	1,488,474
Cash and cash equivalents at end of the period	56,985	278,421	335,406

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Mutanasisb			JSICPAP-8			Total		
	Capital Value	Undistributed loss	Total	Capital Value	Undistributed loss / income	Total	Capital Value	Undistributed loss / income	Total
Net assets at beginning of the period	25,946,902	(17,709,686)	8,237,216	344,197,980	(94,430,468)	249,767,512	370,144,882	(112,140,154)	258,004,728
Issue of units									
- Capital value	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-
- Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-
Redemption of units									
- Capital value	(6,278,997)	-	(6,278,997)	(69,675,112)	-	(69,675,112)	(75,954,109)	-	(75,954,109)
- Refund / adjustment on units as element of (loss) / income	101,448	-	101,448	(56,274)	(2,423,244)	(2,479,518)	45,174	(2,423,244)	(2,378,070)
Total payments on redemption of units	(6,177,549)	-	(6,177,549)	(69,731,386)	(2,423,244)	(72,154,630)	(75,908,935)	(2,423,244)	(78,332,179)
Total comprehensive income / (loss) for the period	-	(285,338)	(285,338)	-	11,310,232	11,310,232	-	11,024,894	11,024,894
Distribution during the period	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period less distribution	-	(285,338)	(285,338)	-	11,310,232	11,310,232	-	11,024,894	11,024,894
Net assets at end of the period	19,769,353	(17,995,024)	1,774,329	274,466,594	(85,543,480)	188,923,114	294,235,947	(103,538,504)	190,697,443
Undistributed loss brought forward									
- Realized loss	(15,201,162)			(89,509,051)			(104,710,213)		
- Unrealized loss	(2,508,524)			(4,921,417)			(7,429,941)		
	(17,709,686)			(94,430,468)			(112,140,154)		
Income already paid on units redeemed					(2,423,244)			(2,423,244)	
Net (loss) / income for the period after taxation		(285,338)			11,310,232			11,024,894	
Undistributed loss carried forward		(17,995,024)			(85,543,480)			(103,538,504)	
Undistributed loss carried forward									
- Realized loss	(17,783,511)			(84,086,033)			(101,869,544)		
- Unrealized loss	(211,513)			(1,457,447)			(1,668,960)		
	(17,995,024)			(85,543,480)			(103,538,504)		
Net assets value per unit at beginning of the period			(Rupees) 47.70			(Rupees) 86.69			
Net assets value per unit at end of the period			43.22			90.94			

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2021

Note	Mufeed (For the period ended July 01, 2021 to September 02, 2021)			Mustahkem (For the period ended July 01, 2021 to December 31, 2021)			Mutanasib			JSCIPAP-8			Total		
	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
	Rupees														
Net assets at beginning of the period	17,851,204	(13,796,396)	4,054,808	7,653,689	(7,366,678)	287,011	26,063,930	(15,193,799)	10,870,131	532,950,615	(95,975,527)	436,975,088	584,519,438	(132,332,400)	452,187,038
Issue of units															
- Capital value	-	-	-	1,000,000	-	1,000,000	-	-	-	-	-	-	1,000,000	-	1,000,000
- Element of income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	1,000,000	-	1,000,000	-	-	-	-	-	-	1,000,000	-	1,000,000
Redemption of units															
- Capital value	(4,054,704)	-	(4,054,704)	(1,214,806)	-	(1,214,806)	(114,488)	-	(114,488)	(66,035,151)	-	(66,035,151)	(71,419,149)	-	(71,419,149)
- Refund / adjustment on units as element of (loss) / income	(89,345)	-	(89,345)	133,602	-	133,602	(2,537)	-	(2,537)	291,387	(37,568)	253,819	333,107	(37,568)	295,539
Total payments on redemption of units	(4,144,049)	-	(4,144,049)	(1,081,204)	-	(1,081,204)	(117,025)	-	(117,025)	(65,743,764)	(37,568)	(65,781,332)	(71,086,042)	(37,568)	(71,123,610)
Total comprehensive income / (loss) for the period	-	89,241	89,241	-	(205,807)	(205,807)	-	(1,807,604)	(1,807,604)	-	389,589	389,589	-	(1,534,581)	(1,534,581)
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	89,241	89,241	-	(205,807)	(205,807)	-	(1,807,604)	(1,807,604)	-	389,589	389,589	-	(1,534,581)	(1,534,581)
Net assets at end of the period	13,707,155	(13,707,155)	-	7,572,485	(7,572,485)	-	25,946,905	(17,001,403)	8,945,502	467,206,851	(95,623,506)	371,583,345	514,433,396	(133,904,549)	380,528,847
Undistributed (loss) / income brought forward															
- realized income	(14,742,687)			(7,366,728)			(17,784,976)			(96,290,727)			(136,185,118)		
- Unrealized (loss) / income	946,291			50			2,591,177			315,200			3,852,718		
	(13,796,396)			(7,366,678)			(15,193,799)			(95,975,527)			(132,332,400)		
Income already paid on units redeemed	-			-			-			(37,568)			(37,568)		
Net loss for the period after taxation	89,241			(205,807)			(1,807,604)			389,589			(1,534,581)		
Undistributed loss carried forward	(13,707,155)			(7,572,485)			(17,001,403)			(95,623,506)			(133,904,549)		
Undistributed loss carried forward															
- realized (loss) / income	(13,707,155)			(7,572,274)			(15,151,169)			(89,894,799)			(126,325,397)		
- Unrealized income / (loss)	(13,707,155)			(211)			(1,850,234)			(5,728,707)			(7,579,152)		
	(13,707,155)			(7,572,485)			(17,001,403)			(95,623,506)			(133,904,549)		
Net assets value per unit at beginning of the period		<u>(Rupees)</u>	<u>39.94</u>		<u>(Rupees)</u>	<u>63.49</u>		<u>(Rupees)</u>	<u>62.28</u>		<u>(Rupees)</u>	<u>86.69</u>			
Net assets value per unit at end of the period			-						51.80				86.84		

The annexed notes from 1 to 20 and annexure form an integral part of these condensed interim financial statements.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Hybrid Fund of Funds was established in Karachi, Pakistan as an open-end Fund under a Trust Deed, dated 28 October 2016 registered under the Trust Act, 1882 by and between JS Investments Limited, as the Management Company (Wakeel) and Digital Custodian Company Limited, as the Trustee, and registered by Securities and Exchange Commission of Pakistan (SECP) as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations").

The Management Company of the Fund has obtained license to act as an Asset Management Company under the Rules from Securities & Exchange Commission of Pakistan (SECP). Registered office of JS Investment Limited is situated at The Centre, 19th Floor, Plot No. 28 SB-5, Haroon Road, Saddar Karachi, Pakistan.

Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as a Trustee of the Fund.

- 1.2** JS Islamic Hybrid Fund of Funds is a 'Shariah Compliant Unit Trust Scheme' in the Fund of Funds category as per the criteria for categorization of open-end collective investment schemes specified by SECP, as amended from time to time. It invests in Collective Investment Schemes and is a perpetual Fund.
- 1.3** JS Islamic Hybrid Fund of Funds currently offers five different Allocation Baskets/Plans with varying mix of exposure of low / high risk asset classes via underlying mutual funds. Three existing baskets/plans i.e. Munafa, JS Islamic Active Allocation Plan 1 and Mustanad have ceased to exist with effect from October 10, 2019, 20 September 2019 and November 08, 20 respectively. Further, on December 27, 2019, the Fund launched an other Basket / Plan namely, JS Islamic Capital Preservation and Allocation Plan - 8 with limited term of 2 years.
- 1.4** JS Islamic Hybrid Fund of Funds comprises of the following allocation baskets / plans:

1.4.1 Mufeed

Mufeed is a Balanced Basket / Plan with equity preference. The aim of Mufeed Basket / Plan is to offer an enhanced growth potential to its Investors by taking high exposure in Shariah Compliant Equity Funds (Equity Portion), while keeping an appropriate exposure to Shariah Compliant Sovereign, Income and Money Market Funds (Income Portion), to optimize the risk. Under the offering document, the Basket can invest / maintain balances up to 30% of Net Assets based on rolling 90 days average under the Income Portion, up to 100% of Net Assets based on rolling 90 days average under Equity Portion up to 10% of Net Assets based on rolling 90 days average in cash or near cash instrument. All units of this plan were redeemed and the plan was wound up with effect from September 02, 2021.

1.4.2 Mustahkem

Mustahkem is a Balanced Basket / Plan and aims to provide its investors with a low risk Basket / Plan primarily investing in Shariah compliant sovereign / income / money market funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis. The basket / plan attempts to enhance the returns through limited exposure to Shariah compliant Equity Funds (Equity Portion) up to 30% of the net assets on a 90 days average rolling basis. In addition this Basket can also maintain up to 10% of its net assets on 90 days average rolling basis in cash or near cash instruments. All units of this plan were redeemed and the plan was wound up with effect from December 30, 2021.

1.4.3 Mutanasib

Mutanasib is an Active Allocation Basket / Plan and follows an active asset allocation strategy between Shariah Compliant Equity Funds and Shariah Compliant Sovereign Income and Money Market Funds, to achieve high risk-adjusted returns. Under the offering document, the Basket can invest / maintain balances up to 100% of Net Assets based on rolling 90 days average under Income and Equity Portion and up to 10% of net assets based on rolling 90 days average in Cash or near cash instruments.

1.4.4 Mustanad

Mustanad is an income focused Basket / Plan and aims to provide its investors a stable stream of income by investing solely in Shariah compliant Sovereign / Income and Money Market Funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis and cash or near cash instruments up to 10% of its net assets. All units of this plan were redeemed and the plan was wound up with effect from November 08, 2020.

1.4.5 JS Islamic Active Allocation Plan - I

JS Islamic Active Allocation Plan - I aimed to generate superior returns by dynamically managing the plan's exposure in "Income Portion" and "Equity Portion" based on the investment view on the different asset classes. All the units were redeemed and the plan was wound up with effect from September 21, 2019.

JS Islamic Hybrid Fund of Funds

1.4.6 JS Islamic Capital Preservation Allocation Plan-8

JS Islamic Capital Preservation Allocation Plan – 8” aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income / Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts / term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan. This basket was launched during the year. The Plan is of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from October 15, 2019 to December 20, 2019. The Management Company (Wakeel) has further extended the maturity period for two years, which shall close on December 26, 2023. After the end of this period, the Management Company (Wakeel) may announce a subsequent maturity for certain period where Management Company (Wakeel) feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable Back End Load / Contingent Load.

1.4.7 Munafa

Munafa Basket / Plan was wound up with effect from October 10, 2019 and all units of this plan were redeemed and were settled in the previous period.

- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments' Management Quality Rating of AM2+ with stable outlook with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook'). The rating denotes High Management Quality.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act “Sindh Act 2020” as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act had been introduced. The Management Company has registered the Trust Deed of the Collective Investment Scheme under Sindh Trusts Act, 2020.

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 VIII A 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).

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

- 2.2 The disclosures made in these condensed interim financial statements 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.
- 2.3 The comparative balance sheet presented in these condensed interim financial statements as at December 31, 2022 have been extracted from the audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the half year ended December 31, 2021 have been extracted from the unaudited condensed interim financial information for the period then ended.
- 2.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial information give a true and fair view of the state of the Fund's affairs as at December 31, 2022.

2.7 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that investments are measured at fair values.

2.8 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1 The accounting policies applied in 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.

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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 these condensed interim financial statements, 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.

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

3.3 Standards, interpretations and amendments to 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 annual accounting period beginning on July 1, 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.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standards, interpretations and amendments	Effective date
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

JS Islamic Hybrid Fund of Funds

4. BANK BALANCES

		December 31, 2022 (Unaudited)		
		Mutanasib	JSICPAP - 8	Total
		Rupees		
	Profit and loss sharing (PLS) accounts			
	Current account			
4.1		184,265	208,149	392,414
4.2		10,000	-	10,000
		194,265	208,149	402,414
		June 30, 2022 (Audited)		
		Mutanasib	JSICPAP - 8	Total
		Rupees		
	Profit and loss sharing (PLS) accounts			
	Current account			
4.1		132,533	259,384	391,917
4.2		10,000	-	10,000
		142,533	259,384	401,917

4.1 These include balance of Rs.0.039 million (June 30, 2022: Rs.0.036 million) held by the above respective Baskets / plans with Bank Islami Pakistan Limited (a related party) carrying profit at the rate of 15% (June 30, 2022: 14.00%) per annum. Other PLS accounts of the Fund carry profit at the rates of 14.50% to 15.50% (June 30, 2022: 5.75% to 14.50%).

4.2 This balance is held with JS Bank Limited (a related party).

5. INVESTMENTS

		December 31, 2022 (Unaudited)		
		Mutanasib (Note 5.1.1)	JSICPAP - 8 (Note 5.1.2)	Total
		Rupees		
	Held at fair value through profit and loss			
	Open end mutual funds - quoted			
		1,551,733	190,338,034	191,889,767
		June 30, 2022 (Audited)		
		Mutanasib	JSICPAP - 8	Total
		Rupees		
	Held at fair value through profit and loss			
	Open end mutual funds - quoted			
		7,964,764	252,248,063	260,212,827



5.1	Sectors / Collective Investment Schemes	Holding at start of the period	Acquired during the period	Number of units		Holding at end of the period	Carrying value before revaluation as at December 31, 2022	Market value / carrying value as at December 31, 2022	Market value as a percentage of Net Assets	Market value as a percentage of Investee Capital
				Disposed during the period						
-----Rupees-----										
5.1.1	Investment in Open End CIS by Mutanasib Allocation Basket									
	Managed by JS Investments Limited - Related party									
	JS Islamic Dedicated Equity Fund	134,722	2,610	107,445	29,887	1,763,246	1,551,733	87%	1.56%	
	Investments as at December 31, 2022					1,763,246	1,551,733	0.87	0.02	
	Cost of held for trading investments as at December 31, 2022					2,447,241				
	Investments as at June 30, 2022					10,473,288	7,964,764			
5.1.2	Investment in Open End CIS by JSICPAP-8 Basket									
	Managed by JS Investments Limited - Related party									
	JS Islamic Daily Dividend Fund	1,944,544	594,618	740,880	1,798,282	179,828,219	179,828,219	95.19%	50.51%	
	JS Islamic Dedicated Equity Fund	977,566	-	775,143	202,423	11,967,262	10,509,815	5.56%	10.57%	
	Investments as at December 31, 2022					191,795,481	190,338,034	100.75%		
	Cost of held for trading investments as at December 31, 2022					230,369,567				
	Investments as at June 30, 2022					257,169,480	252,248,063			

JS Islamic Hybrid Fund of Funds

6. DEFERRED FORMATION COST	December 31, 2022	June 30, 2022 (Audited)
	(Unaudited)	
	JS Islamic Capital Preservation Allocation Plan 8	
	(Rupees)	
Unamortised deferred formation cost	1,302,324	1,302,324
Amortization of deferred formation costs	(1,302,324)	(1,088,634)
Unamortised cost at end of the period	-	213,690

7. Advances, prepayments and other receivables	December 31, 2022 (Unaudited)		
		JS Islamic Capital Preservation Allocation Plan 8	Total
	Note	Mutanasib	(Rupees)
Advance tax		34,454	34,454
Accrued mark-up on bank balances		1,762	4,843
Receivable from Management Company (Wakeel)	7.1	28,099	28,099
Prepaid listing		6,875	13,750
		<u>71,190</u>	<u>81,146</u>

	June 30, 2022 (Audited)		
		JS Islamic Capital Preservation Allocation Plan 8	Total
	Note	Mutanasib	(Rupees)
Advance tax		34,454	34,454
Accrued mark-up on bank balances		1,294	5,326
Receivable from Management Company (Wakeel)	7.1	153,922	153,922
		<u>189,670</u>	<u>193,702</u>

7.1 This represents amount receivable from Management Company (Wakeel) on account of the adjustment relating to total expense ratio.

8. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY (WAKEEL)

Details of the movement in the balance due to the Management Company (Wakeel) are as follows:

	Note	December 31, 2022 (Unaudited)		
			JS Islamic Capital Preservation Allocation Plan 8	Total
			Mutanasib	(Rupees)
Remuneration payable to Management Company	8.1	-	277	277
Sales tax payable on Remuneration to Management Company	8.2	-	37	37
Accounting and operational charges	8.3	157	-	157
Deferred formation cost payable		-	944,302	944,302
Printing charges payable		29,582	29,581	59,163
Others reimbursements		73	8,160	8,233
		<u>29,812</u>	<u>982,357</u>	<u>1,012,177</u>

JS Islamic Hybrid Fund of Funds

	Note	30 June 2022 (Audited)		
		JS Islamic Capital Preservation Allocation Plan 8		
		Mutanasib	Allocation Plan 8	Total
				(Rupees)
Remuneration payable to Management Company	8.1	-	1,232	1,232
Sales tax payable on Remuneration to Management Company	8.2	-	160	160
Accounting and operational charges	8.3	669	-	669
Deferred formation cost		-	944,302	944,302
Printing charges payable		38,251	38,250	76,501
Others reimbursements		581	19,022	19,603
		<u>39,501</u>	<u>1,002,966</u>	<u>1,042,467</u>

- 8.1** Under the provision of the Non-Banking Finance Companies and Notified Entities Regulations 2008, the Management Company (Wakeel) is entitled to a remuneration for services rendered to the Fund up to a maximum of 1% per annum based on the average monthly net assets of the allocation baskets / plans under the Fund on the daily basis during the period. However, no management fee will be charged on the portion which is invested in schemes managed by JS Investments. The management has not charged any remuneration on Mutanasib, where as remuneration fee of 1% of the average monthly net assets was charged on JS Islamic Capital Preservation Allocation Plan 8.
- 8.2** The provincial Government of Sindh has levied Sindh Sales tax at the rate of 13% (June 30,2022:13%) on the remuneration of the management company through the Sindh Sales Tax Act, 2011.
- 8.3** Under clause 60(s) of the NBFC Regulations, 2008 the Management Company (Wakeel) is allowed to charge fees and expenses relating to registrar services, accounting, operation and valuation services related to the CIS up to the actual expenses. The management has decided not to charge any accounting and operational charges for JS Islamic Capital Preservation Allocation Plan 8 effective from September 01, 2020 and onward.

9. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

The Trustee remuneration is charged as per Trust Deed and is charged as follows:

Net Assets

- up to rupees one billion

Rs. 450,000 or 0.0875% per annum of the daily average net assets, whichever is higher.

- exceeding rupees one billion

Rs. 875,000 plus 0.0645% per annum of the daily average net assets.

10. ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

SECP vide SRO 685(I)/2019 has prescribed the rate of annual fee at 0.02% of the net assets of the Fund and accordingly such fee has been charged at the rate of 0.02% of net assets during the period.

	Note	December 31, 2022 (Unaudited)			June 30, 2022 (Audited)		
		Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
11. ACCRUED EXPENSES AND OTHER LIABILITIES							
Provision against Sindh Workers' Welfare Fund	11.1	-	-	-	-	-	-
Zakat payable		-	6,236	6,236	-	28,290	28,290
Withholding tax payable		416	6,847	7,263	829	1,126,983	1,127,812
Audit fee payable		11,908	571,307	583,215	16,356	641,699	658,055
Capital gain tax payable		18	-	18	21	-	21
Payable against transactions		-	-	-	-	45,156	45,156
		<u>12,342</u>	<u>584,390</u>	<u>596,732</u>	<u>17,206</u>	<u>1,842,128</u>	<u>1,859,334</u>

JS Islamic Hybrid Fund of Funds

- 11.1** Sindh Revenue Board (SRB) through its letter dated August 12, 2021 received on August 13, 2021 has intimated Mutual Funds Association of Pakistan's (MUFAP) that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the Sindh Workers' Welfare Fund (SWWF) contributions. This development was discussed at MUFAP level and was also been taken up with the Securities and Exchange Commission of Pakistan (SECP). All the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds till August 12, 2021 on August 13, 2021.

SECP has also given its concurrence for recording reversal of provision of SWWF on the day letter was received by MUFAP. This reversal of provision in other income has contributed towards an unusual increase in NAV of the Fund on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

Going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

12. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the half year ended 31 December 2022 is 0.31% and 0.41% (December 31,2021: 0.28% of Mutansib) including 0.06% and 0.04% (December 31,2021: 0.03% of Mutansib) representing government levies on the Fund as federal excise duty and annual fees payable to SECP, etc. for Mutansib & JSICPAP-8 respectively. This ratio is within the limit of 2.5% per annum of average net asset value in case management fee is charged and 0.5% in case no management fee is charged.

13. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders in the form of cash.

14. EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company the determination of the same is not practicable.

15. CONTINGENCIES AND COMMITMENTS

The Fund has no contingencies or commitments as at period ended December 31, 2022 and June 30, 2022.

16. NUMBER OF UNITS IN ISSUE

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

	December 31, 2022 (Unaudited)	
	JS Islamic Capital Preservation Allocation Plan 8	
	Mutansib	8
	Units	
Total units outstanding at beginning of the period	172,693	2,881,056
Units redeemed during the period	(131,639)	(803,699)
Total units in issue at the end of the period	41,054	2,077,357

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

	June 30, 2022 (Audited)	
	JS Islamic Capital Preservation Allocation Plan 8	
	Mutansib	8
	Units	
Total units outstanding at beginning of the period	174,531	5,040,446
Units issued during the period	-	67,692
Units redeemed during the period	(1,838)	(2,227,082)
Total units in issue at the end of the period	172,693	2,881,056

17. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 75.02% shares of JS Bank Ltd.) being the Holding Company of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2022. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

17.1 Balances of the Fund held with related parties / connected persons as at the period end are as follows:

	December 31, 2022 (Unaudited)		
	JS Islamic Capital Preservation Allocation Plan 8		
Mutanasib			Total
	(Rupees)		
JS Investments Limited (Management Company - Wakeel)			
Payable to Management Company	-	277	277
Sales tax payable on Management remuneration *	-	37	37
Accounting and Operational charges and other expenses relating to the Fund payable to the Management Company (Wakeel)	157	-	157
Formation cost payable	-	944,302	944,302
Printing charges payable	29,582	29,581	59,163
Other reimbursement	73	8,160	8,233
Receivable from Management Company	28,099	-	28,099
Digital Custodian Company Limited - Trustee			
Remuneration payable to the Trustee	342	37,877	38,219
Sales tax payable on Trustee remuneration **	44	4,447	4,491
JS Islamic Dedicated Equity Fund (Fund Under the Management of JSIL)			
Unit held as at period end	Units 29,887	202,423	232,310
	Amount 1,551,733	10,509,815	12,061,548
JS Islamic Daily Dividend Fund (Fund Under the Management of JSIL)			
Unit held as at period end	Units -	1,798,282	1,798,282
	Amount -	179,828,219	179,828,219
JS Bank Limited - Parent Company of JSIL			
Bank balance	10,000	-	10,000
Bank Islami Pakistan Limited (Associate of JSCL)			
Bank balance	39,017	-	39,017
Profit receivable	465	-	465
Unit holder holding 10% or more of units in issue			
	Units held 32,636	1,529,135	1,561,771
	Amount 1,410,539	139,059,544	140,470,083

* Paid / payable to the Management Company (Wakeel) for onward payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.

JS Islamic Hybrid Fund of Funds

June 30, 2022 (Audited)			
JS Islamic Capital Preservation Allocation Plan			
	Mutanasib	8	Total
	(Rupees)		
JS Investments Limited (Management Company - Wakeel)			
Payable to Management Company	-	1,232	1,232
Sales tax payable on Management remuneration *	-	160	160
Accounting and operational charges and other expenses relating to the Fund payable to the Management Company (Wakeel)	669	-	669
Unit held as at period end	<i>Units</i> 61,443	-	61,443
	<i>Amount</i> 2,930,852	-	2,930,852
Formation cost payable	-	944,302	944,302
Expense payable	581	19,022	19,603
Receivable from the Management Company (Wakeel)	38,250	38,250	76,500
Digital Custodian Company Limited - Trustee			
Remuneration payable to the Trustee	1,082	35,906	36,988
Sales tax payable on Trustee remuneration **	141	4,668	4,809
JS Bank Limited - Parent Company of JSIL			
Bank balance	10,000	-	10,000
Bank Islami Pakistan Limited (Associate of JSCL)			
Bank balance	36,358	-	36,358
Profit receivable	-	-	-
JS Islamic Dedicated Equity Fund (Fund Under the Management of JSIL)			
Unit held as at period end	<i>Units</i> 134,722	977,566	1,112,288
	<i>Amount</i> 7,964,764	57,793,722	65,758,486
JS Islamic Income Fund (Fund Under the Management of JSIL)			
Unit held as at period end	<i>Units</i> -	1,944,543	1,944,543
	<i>Amount</i> -	194,454,341	194,454,341
Unit holder holding 10% or more of units in issue			
	<i>Units held</i> 65,102	1,361,950	1,427,052
	<i>Amount</i> 3,105,376	118,067,406	121,172,782

* Paid / payable to the Management Company (Wakeel) for onward payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.

17.2 Details of transactions with related parties / connected persons during the period:

	December 31, 2022 (Unaudited)		
	Mutasanib	JS Islamic Capital Preservation Allocation Plan 8	Total
(Rupees)			
JS Investments Limited (Management Company - Wakeel)			
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	26,026	26,026
	Amount -	-	-
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units 61,443	26,026	87,469
	Amount 2,951,129	2,324,406	5,275,535
Remuneration of the Management Company (Wakeel)	-	3,565	3,565
Sindh sales tax on Management Company's (Wakeel) *	-	465	465
Accounting and Operational charges	1,716	-	1,716
Expense incurred	20,954	133,642	154,596
Formation cost expenses	-	213,690	213,690
Digital Custodian Company Limited - Trustee			
Remuneration to the Trustee	3,132	223,717	226,849
Sales tax on Trustee remuneration **	407	28,607	29,014
Bank Islami Pakistan Limited (Associate of JSCL)			
Return on bank balances	3,124	-	3,124
JS Islamic Dedicated Equity Fund (Fund under JSIL Management)			
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units 2,610	-	2,610
	Amount 150,000	-	150,000
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units 107,445	775,143	882,588
	Amount 6,275,000	45,200,000	51,475,000
JS Islamic Daily Dividend Fund (Fund under JSIL Management)			
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	452,000	452,000
	Amount -	45,200,000	45,200,000
Reinvest in lieu of Dividend paid:	Units -	142,619	142,619
	Amount -	14,261,878	14,261,878
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	740,880	740,880
	Amount -	74,088,000	74,088,000

JS Islamic Hybrid Fund of Funds

	December 31, 2021 (Unaudited)				Total
	Mufeed (For the period ended July 01, 2021 to September 02, 2021)	Mustahkem (For the period ended July 01, 2021 to December 31, 2021)	Mutanasib	JSICPAP 8	
	----- (Rupees) -----				
JS Investments Limited (Management Company - Wakeel)					
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	14,613	-	-	14,613
	Amount -	1,000,000	-	-	1,000,000
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units 101,122	19,121	-	-	120,243
	Amount 4,127,816	1,080,359	-	-	5,208,175
Remuneration of the Management Company (Wakeel)	-	-	-	109,212	109,212
Sindh sales tax on Management Company's (Wakeel) *	-	-	-	14,197	14,197
Accounting and Operational charges	726	179	5,018	-	5,923
Expense incurred	286	81	2,236	90,460	93,063
Formation cost expenses	-	-	-	218,439	218,439
Digital Custodian Company Limited - Trustee					
Remuneration to the Trustee	749	195	5,468	220,436	226,848
Sales tax on Trustee remuneration **	97	33	711	28,994	29,835
Bank Islami Pakistan Limited (Associate of JSCL)					
Return on bank balances	194	28	1,110	-	1,332
JS Islamic Dedicated Equity Fund (Fund under JSIL Management)					
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	-	-	1,837,950	1,837,950
	Amount -	-	-	138,201,148	138,201,148
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units 51,485	-	4,530	932,701	988,716
	Amount 4,001,888	-	350,000	67,940,000	72,291,888
JS Islamic Daily Dividend Fund (Fund under JSIL Management)					
Investment by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	-	-	4,068,424	4,068,424
	Amount -	-	-	406,842,373	406,842,373
Reinvest in lieu of Dividend paid:	Units -	-	-	115,205	115,205
	Amount -	-	-	11,520,515	11,520,515
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units -	-	-	1,041,300	1,041,300
	Amount -	-	-	104,130,000	104,130,000

* Paid / payable to the Management Company (Wakeel) for onward payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.



JS Islamic Hybrid Fund of Funds

- 17.3** Remuneration payable to the Management Company (Wakeel) and the Trustee has been determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively.
- 17.4** Purchase and redemptions of the units of other mutual funds are made at respective rates and amount declared by the said funds. Similarly purchase and redemption of the Fund's unit by related parties / connected persons are recorded at the applicable net asset value per unit. Dividend income are recorded at the rates and amount declared by the investee entities. Other transactions are at agreed rates.
- 17.5** Details of the Fund's investments in related parties are disclosed in note 5.

18. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: 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 3: Fair value measurements using 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 instruments measured at fair values:

	December 31, 2022		
	Mutanasib	JSICPAP-8 Level 2	Total
December 31, 2022 (Unaudited)			
At fair value through Profit & Loss -	1,551,733	190,338,034	191,889,767
Open end mutual funds - quoted	<u>1,551,733</u>	<u>190,338,034</u>	<u>191,889,767</u>
June 30, 2022 (Audited)			
At fair value through Profit & Loss -	7,964,764	252,248,063	260,212,827
Open end mutual funds - quoted	<u>7,964,764</u>	<u>252,248,063</u>	<u>260,212,827</u>

- 18.1** There were no transfers amongst the levels during the year. Further, there were no changes in the valuation techniques during the period.

19. GENERAL

- 19.1** Figures have been rounded off to the nearest rupee.
- 19.2** 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 by the statutory auditors of the Fund.

JS Islamic Hybrid Fund of Funds

19.3 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

20. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of management company on February 24, 2023.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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