

April 30, 2021

The General Manager
Pakistan Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road,
Karachi

Dear Sir,

NINE MONTHS/PERIOD ENDED REPORTS – MARCH 2021

- ATLAS MONEY MARKET FUND (AMF)
- ATLAS SOVEREIGN FUND (ASF)
- ATLAS INCOME FUND (AIF)
- ATLAS STOCK MARKET FUND (ASMF)
- ATLAS ISLAMIC MONEY MARKET FUND (AIMF)
- ATLAS ISLAMIC INCOME FUND (AIIF)
- ATLAS ISLAMIC STOCK FUND (AISF)
- ATLAS ISLAMIC FUND OF FUNDS (AIFOF)
- ATLAS ISLAMIC DEDICATED STOCK FUND (AIDSF)

This is to inform you that the un-audited condensed interim financial statements of Atlas Funds (AMF, ASF, AIF and ASMF) and Atlas Meraj (AIMF, AIIF, AISF, AIFOF and AIDSF) for the nine months ended March 31, 2021, have been placed on the Company's website www.atlasfunds.com.pk and may be downloaded there from.


Intimation of the website transmittal has been notified to the unit holders of the above mentioned funds. The press notice has been published in April 30, 2021 issue of the Business Recorder.

Also, please find enclosed herewith, three printed copies each of the nine months/period ended March 31, 2021, of our following fund brands, for your record.

1. **Atlas Funds**, covering Atlas Money Market Fund, Atlas Sovereign Fund, Atlas Income Fund and Atlas Stock Market Fund; and
2. **Atlas Meraj**, covering Atlas Islamic Money Market Fund, Atlas Islamic Income Fund, Atlas Islamic Stock Fund, Atlas Islamic Fund of Funds and Atlas Islamic Dedicated Stock Fund.

Thanking you,
Yours truly

For Atlas Asset Management Limited (Management Company)



Zainab Kazim
Company Secretary

Encl.: as specified above

Head Office

Ground Floor, Federation House, Sharae Firdousi, Clifton, Karachi-75600, Pakistan.
Ph: (92-21) 35379501-04, Fax: (92-21) 35379280, UAN: (92-21) 111-MUTUAL (6-888-25)
Website: www.atlasfunds.com.pk, E-mail: info@atlasfunds.com.pk

TRANSMISSION OF THIRD QUARTER REPORTS THROUGH WEBSITE

Unit holders of Atlas Money Market Fund (AMF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF), Atlas Stock Market Fund (ASMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Fund of Funds (AIFOF) and Atlas Islamic Dedicated Stock Fund (AIDSF), managed by Atlas Asset Management Limited (AAML), and the participants of Atlas Pension Fund (APF) and Atlas Pension Islamic Fund (APIF), of which AAML is the Pension Fund Manager, are hereby informed that the un-audited financial statements of AMF, ASF, AIF, ASMF, AIIF, AISF, AIMF, AIFOF, AIDSF, APF and APIF for the nine months/period ended March 31, 2021 have been placed on the Company's website address www.atlasfunds.com.pk and may be downloaded there from.

Unit holders of AMF, ASF, AIF, ASMF, AIIF, AISF, AIMF, AIFOF and AIDSF, and the participants of APF and APIF, requesting for a hard copy of the above financial statements shall be provided the same accordingly, within one week of the receipt of a written demand, at their registered addresses.

For Atlas Asset Management Limited

Dated: April 30, 2021

Company Secretary



Atlas Asset Management

Ground Floor, Federation House, Sharae Firdousi, Clifton, Karachi-75600.

UAN: 111-MUTUAL (6-888-25) Ph: (92-21) 35379501-04

Fax: (92-21) 35379280 Website: www.atlasfunds.com.pk

Email: info@atlasfunds.com.pk



Atlas Money Market Fund

Atlas Sovereign Fund

Atlas Income Fund

Atlas Stock Market Fund

THIRD QUARTER REPORT

31 MARCH 2021

(UN-AUDITED)

**Atlas
funds**
Nurturing your investments



Managed By

Atlas Asset Management

**Rated AM2+ by PACRA
(as of December 24, 2020)**



Vision

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

Mission

We are committed to offering our investors the best possible risk adjusted returns on a diverse range of products, providing a stimulating and challenging environment for our employees, and committing to the highest ethical and fiduciary standards. We firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders and the communities in which we operate.

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Atlas Funds

ORGANISATION

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman	Mr. Iftikhar H. Shirazi <i>(Non-Executive Director)</i>
Directors	Mr. Tariq Amin <i>(Independent Director)</i> Ms Zehra Naqvi <i>(Independent Director)</i> Mr. Frahim Ali Khan <i>(Non-Executive Director)</i> Mr. Ali H. Shirazi <i>(Non-Executive Director)</i> Mr. M. Habib-ur-Rahman <i>(Non-Executive Director)</i>

Chief Executive Officer Mr. Muhammad Abdul Samad
(Executive Director)

Company Secretary Ms Zainab Kazim

Board Committees

Audit Committee

Chairman	Mr. Tariq Amin
Members	Mr. Frahim Ali Khan Mr. M. Habib-ur-Rahman
Secretary	Mr. M. Uzair Uddin Siddiqui

Human Resource & Remuneration Committee

Chairperson	Ms. Zehra Naqvi
Members	Mr. Frahim Ali Khan Mr. Ali H. Shirazi Mr. Muhammad Abdul Samad
Secretary	Ms Zainab Kazim

Investment Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Ali H. Shirazi Mr. Khalid Mahmood Mr. Muhammad Umar Khan Mr. Fawad Javaid
Secretary	Mr. Faran-ul-Haq

Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Khalid Mahmood Ms Qurrat-ul-Ain Jafari Ms Mishaal H. Shirazi Mr. Tariq Ahmed Siddiqui Ms Ayesha Farooq Ms Zainab Kazim Mr. M. Kamran Ahmed Mr. Najam Shehzad
Secretary	Mr. Muhammad Umar Khan

Risk Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Khalid Mahmood
Secretary	Mr. Shaikh Owais Ahmed

Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

Registered Office

Ground Floor, Federation House Sharae Firdousi,
Clifton, Karachi - 75600
Tel: (92-21) 111-MUTUAL (6-888-25)
(92-21) 35379501-04
Fax: (92-21) 35379280
Email: info@atlasfunds.com.pk
Website: www.atlasfunds.com.pk

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CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Money Market Fund (AMF), , Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for the nine months ended March 31, 2021 of FY21.

THE ECONOMY

During the nine months of FY21, domestic recovery continued to gain traction on the back of accommodative monetary policy, financing facilities by State Bank of Pakistan and government's fiscal stimulus. Large-scale manufacturing (LSM) registered encouraging growth of 10.8% YoY and 9.1% YoY in Dec'20 and Jan'21, respectively. LSM has grown by 7.9% in first seven months of FY21 compared to contraction of 3.2% during same period last year. During Jul-Feb FY21, the Current Account posted surplus of US \$0.88 billion as compared to deficit of US \$2.74 billion in same period last year. The Current Account largely benefitted from 26.2% YoY increase in Jul-Mar FY21 Worker's Remittances that stood at US \$21.47 billion. During Jul-Mar FY21, Imports increased by 13.6% YoY to US \$39.52 billion whereas Jul-Mar FY21 Exports increased by 7.1% YoY to stand at US \$18.69 billion. Total Foreign Exchange Reserves increased by 10.3% on YTD basis in FY21 to US \$20.80 billion (SBP's share stood at US \$13.67 billion) primarily due to record growth in remittances, improvement in Current Account balance, resumption of IMF program, inflows from World Bank to avert COVID based economic erosion, and extension of debt suspension on part of G-20 debt relief deal. Recent inflation out-turns have remained volatile, with lowest CPI reading in over last two years clocking in at 5.7% for Jan'21 followed by a sharp rise in Feb'21 CPI of 8.7%. The headline CPI inflation averaged at 8.3% during Jul-Mar FY21. The SBP kept policy rate unchanged at 7.00% in its latest Monetary Policy Committee meeting to support economic recovery and ensure funding availability for households and businesses.

FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 5.00% to Rs. 506.01 as on March 31, 2021, thus providing an annualized total return of 6.66%. The AMF's total exposure in treasury bills and banks/others stood at 20.61% and 79.39%, respectively. AMF presents a good investment opportunity for investors to earn attractive returns while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 21.01 billion, with 41.52 million units outstanding as of March 31, 2021.

FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 4.00% to Rs. 105.00 as on March 31, 2021, providing an annualized total return of 5.33%. The ASF's exposure in Pakistan Investment Bonds, Treasury Bills and Short-Term Deposits with banks/others stood at 52.06%, 8.03% and 39.91%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 2.13 billion, with 20.29 million units outstanding as of March 31, 2021.

FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 5.10% to Rs. 546.00 as on March 31, 2021, providing an annualized total return of 6.79%. The AIF's current allocation is 20.18% in Pakistan Investment Bonds, 7.46% in Term Finance Certificates, 4.50% in Sukus, 13.48% in Treasury Bills, 6.22% in MTS, 6.75% in Spread Transactions and remaining 41.41% in Bank Deposits/Others. AIF presents a good investment opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 4.39 billion with 8.04 million units outstanding as of March 31, 2021.

FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund increased by 34.71% to Rs. 696.07 as on March 31, 2021. The benchmark KSE-100 index has increased by 29.53% during the same period. The KSE-100 index increased from 34,421.92 points as on June 30, 2020 to 44,587.85 points as on March 31, 2021. The ASMF's equity exposure was 97.30% that mainly comprised of Commercial Banks, Cement, Oil & Gas Exploration, Power Generation & Distribution and Fertilizer sectors. ASMF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiples with earnings growth prospects. The Net Assets of the Fund stood at Rs. 8.99 billion, with 12.91 million units outstanding as of March 31, 2021.

Atlas Funds

MUTUAL FUND TAXATION

SINDH WORKER'S WELFARE FUND (SWWF)

After 18th amendment to the Constitution of Pakistan, Workers' Welfare Fund became a provincial subject. In May 2015, the Sindh Assembly passed the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) imposing SWWF on many entities, including financial institutions. The Sindh Revenue Board (SRB) demanded the SWWF from mutual funds on the plea that mutual funds are defined as financial institution under The Financial Institutions (Recovery of Finances) Ordinance, 2001. MUFAP has collectively on behalf of asset management companies contested that mutual funds are not financial institutions or industrial establishments but were pass through investment vehicles and did not employ workers. Mutual funds are also not included in the definition of financial institutions in the Companies Act, 2017. MUFAP has taken up the matter with the Sindh Finance Division for resolution of the matter. Although, based on legal opinion, SWWF is not applicable on mutual funds MUFAP has recommended that the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e., starting from May 21, 2015). Accordingly, the provision for SWWF is being made daily going forward.

FEDERAL EXCISE DUTY (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMC's) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

WITHHOLDING TAX

With effect from July 01, 2015, FBR has required all entities whose income are exempt from income tax to obtain income tax exemption certificates from concerned Commissioner of Income Tax (CIT) by virtue of provision in section 159 of the Income Tax Ordinance, 2001 (Ordinance). After the promulgation of circular dated May 12, 2015, any person required to withhold income tax, may only allow exemption if a valid exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 issued by the concerned Commissioner of Inland Revenue, is produced before him. So far, Mutual Funds and approved Pension Funds were automatically allowed exemption from withholding tax by virtue of clause 47(B) of Part IV of the Second Schedule to Ordinance. The Company along with other AMCs filed a petition in the Honorable Sindh High Court against the new requirement of FBR. The Honorable Sindh High Court decided that the requirement of obtaining exemption certificate will apply to those entities as well whose income are otherwise exempt from tax. Thereafter, a petition was filed in the Supreme Court of Pakistan (SCP) on January 28, 2016 by the Company along with other AMCs. The SCP granted the petitioners leave to appeal from initial judgement of the SHC. Pending resolution to the matter, the amount of tax withheld is shown in Other Receivables, which is refundable. In the meanwhile, Mutual Funds are obtaining exemption certificates from Commissioner of Income Tax.

Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). However, in assessment for TY 2018, the said exemption has been denied by The Additional Commissioner Audit (AC) in case of Atlas Income Fund & other Funds of various AMC's, on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income and commented that the distribution by the Fund fell short of 90% threshold. The issue was taken to Commissioner Appeal's office, which upheld the AC decision, later subject matter was taken in Tribunal, which is pending adjudication. Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open-ended mutual fund. SECP agrees with MUFAP's interpretation and is also actively following up with FBR to resolve the matter at the earliest.

RATINGS

- **Asset Manager Rating**

The Pakistan Credit Rating Agency Limited (PACRA) has maintained "AM2+" (AM Two Plus) asset manager rating for

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Atlas Asset Management Limited (AAML). The rating denotes high quality as the asset manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors.

- **Fund Stability Rating - AMF**

PACRA has assigned a stability rating of "AA+ (f)" (Double A Plus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - AIF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risk.

- **Fund Stability Rating - ASF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

FUTURE OUTLOOK

Economic growth in FY21 is expected to be higher than previously anticipated 2.0% due to improved business sentiment, employment and manufacturing prospects. In the short-term, economic outlook largely depends on COVID trajectory whereas sustainable growth in medium-long term will derive from the ongoing nationwide vaccination program, adequate structural reforms and policy measures. The FY21 Current Account deficit will likely remain below 1.0% of GDP taking support from remittances that have clocked over \$2 billion for the last nine months, and the on-going pickup in exports. The recent staff-level agreement on resumption of IMF program will ensure financing needs and open up other financing prospects. Inflation may fall to 5% to 7% range over medium-term as temporary increase in inflation from administered prices subside. The upcoming budget, domestic energy prices and international commodity prices will have an important bearing on inflation trajectory. Going forward, government's nationwide vaccination drive, focus towards widening of tax base and implementation of measures to support economic recovery will be instrumental in sustaining economic activity, creating employment opportunities, and addressing social needs.

روشن شَرِ ریشہ سے ہے خانہء فرہاد!

Hard work always pays rich tribute

ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help and guidance. I also thank the financial institutions and the unit holders for their help, support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. Muhammad Abdul Samad and his management team for their hard work, dedication, and sincerity of purpose.

Iftikhar H. Shirazi
Chairman

Karachi: 29 April 2021

Atlas Money Market Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,
Karachi - 74400

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Samba Bank Limited
Zarai Taraqiati Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
Assets			
Cash and bank balances	4	18,268,649,585	7,522,447,993
Investments	5	4,766,166,531	2,617,567,408
Profit receivable on bank balances		86,762,325	1,373,040
Prepayments and other receivables	6	3,826,939	3,683,919
Total assets		23,125,405,380	10,145,072,360
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	30,887,065	28,444,987
Payable to Central Depository Company of Pakistan Limited - Trustee	8	1,193,336	635,959
Payable to the Securities and Exchange Commission of Pakistan	9	2,540,220	2,295,677
Payable against redemption of units		11,819,414	16,431
Payable against purchase of investments		1,969,218,000	-
Unclaimed dividend		25,152	25,152
Accrued expenses and other liabilities	10	97,747,329	82,173,939
Total liabilities		2,113,430,516	113,592,145
NET ASSETS		21,011,974,864	10,031,480,215
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		21,011,974,864	10,031,480,215
CONTINGENCIES AND COMMITMENTS	11		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		41,524,595	19,854,239
		----- Rupees -----	
NET ASSET VALUE PER UNIT		506.0128	505.2600

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Money Market Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

		For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2021	2020	2021	2020
	Note	----- Rupees -----			
Income					
Profit on savings account and term deposits		303,242,758	469,199,503	128,454,897	113,794,664
Income from government securities		604,267,541	664,122,106	194,313,946	293,304,202
Capital gain on sale of investments - net		3,513,094	10,142,032	2,563,029	5,493,864
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss'		235,910	2,593,415	235,910	5,408,635
		3,749,004	12,735,447	2,798,939	10,902,499
Total Income		911,259,303	1,146,057,056	325,567,782	418,001,365
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	38,669,055	37,370,344	11,053,175	13,555,334
Sindh Sales Tax on remuneration of the Management Company	7.2	5,026,977	4,858,145	1,436,913	1,762,194
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		8,255,714	5,397,938	2,873,825	1,957,992
Sindh Sales Tax on remuneration of the Trustee		1,073,243	701,732	373,597	254,539
Annual fees to the Securities and Exchange Commission of Pakistan		2,540,220	1,660,904	884,254	602,459
Accounting and operational charges	14	12,008,924	11,367,867	2,873,824	4,727,846
Annual rating fee		391,219	323,715	152,282	107,094
Annual listing fee		20,645	20,687	6,782	6,856
Securities transaction cost		137,312	154,696	59,962	56,481
Auditors' remuneration		438,035	477,402	179,887	165,142
Printing charges		65,985	15,080	19,208	-
Legal and professional charges		85,274	128,529	19,494	64,113
Bank charges		102,212	96,747	28,955	30,357
Provision for Sindh Workers' Welfare Fund	10.1	16,848,890	21,669,665	6,112,113	7,894,219
		85,663,705	84,243,451	26,074,271	31,184,626
Net income for the period before taxation		825,595,598	1,061,813,605	299,493,511	386,816,739
Taxation	13	-	-	-	-
Net income for the period after taxation		825,595,598	1,061,813,605	299,493,511	386,816,739
Allocation of net income for the period:					
Net income for the period after taxation		825,595,598	1,061,813,605	299,493,511	386,816,739
Income already paid on units redeemed		(50,073,396)	(77,333,189)	(19,387,370)	(36,610,852)
		775,522,202	984,480,416	280,106,141	350,205,887
Accounting income available for distribution:					
- Relating to capital gains		3,749,004	12,735,447	2,798,939	10,902,499
- Excluding capital gains		771,773,198	971,744,969	277,307,202	339,303,388
		775,522,202	984,480,416	280,106,141	350,205,887

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	----- Rupees -----			
Net income for the period after taxation	825,595,598	1,061,813,605	299,493,511	386,816,739
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	825,595,598	1,061,813,605	299,493,511	386,816,739

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Money Market Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

	31 March 2021		
	Capital value	Undistributed income	Net assets
	Rupees -----		
Capital value	9,951,851,809	-	9,951,851,809
Undistributed income brought forward			-
- Realised income	-	21,477,608	21,477,608
- Unrealised income	-	58,150,798	58,150,798
Net assets at the beginning of the period (Units outstanding: 19,854,239) (Rs. 505.2600 per unit)	9,951,851,809	79,628,406	10,031,480,215
Issue of 50,637,071 units	25,606,387,953	-	25,606,387,953
Redemption of 28,966,715 units	(14,581,149,980)	(50,073,396)	(14,631,223,376)
Total comprehensive income for the period	-	825,595,598	825,595,598
Refund of capital	(73,931,156)	-	(73,931,156)
First interim distribution of Rs. 2.10 per unit declared on 24 July 2020	-	(49,826,179)	(49,826,179)
Second interim distribution of Rs. 2.50 per unit declared on 28 August 2020	-	(73,589,308)	(73,589,308)
Third interim distribution of Rs. 2.60 per unit declared on 25 September 2020	-	(85,292,026)	(85,292,026)
Fourth interim distribution of Rs. 2.60 per unit declared on 23 October 2020	-	(82,163,478)	(82,163,478)
Fifth interim distribution of Rs. 3.10 per unit declared on 27 November 2020	-	(98,682,874)	(98,682,874)
Sixth interim distribution of Rs. 2.50 per unit declared on 24 December 2020	-	(79,162,119)	(79,162,119)
Seventh interim distribution of Rs. 3.40 per unit declared on 29 January 2021	-	(98,251,901)	(98,251,901)
Eighth interim distribution of Rs. 2.50 per unit declared on 26 February 2021	-	(85,897,723)	(85,897,723)
Ninth interim distribution of Rs. 2.65 per unit declared on 26 March 2021	-	(93,468,762)	(93,468,762)
Net assets at end of the period (Units outstanding: 41,524,595) (Rs. 506.0128 per unit)	20,903,158,626	108,816,238	21,011,974,864
Undistributed income carried forward			
- Realised income	-	105,061,057	-
- Unrealised income	-	3,755,181	-
	-	108,816,238	-

	31 March 2020		
	Capital value	Undistributed income	Net assets
	Rupees -----		
Capital value	10,204,508,746	-	10,204,508,746
Undistributed income brought forward			
- Realised income	-	34,995,001	34,995,001
- Unrealised income	-	-	-
Net assets at the beginning of the period (Units outstanding: 20,351,995) (Rs. 503.12 per unit)	10,204,508,746	34,995,001	10,239,503,747
Issue of 38,059,996 units	19,251,687,037	-	19,251,687,037
Redemption of 29,264,072 units	(14,729,549,048)	(77,333,189)	(14,806,882,237)
Total comprehensive income for the period	-	1,061,813,605	1,061,813,605
Refund of capital	(101,954,831)	-	(101,954,831)
First interim distribution of Rs. 4.25 per unit declared on 26 July 2019	-	(90,150,581)	(90,150,581)
Second interim distribution of Rs. 4.85 per unit declared on 23 August 2019	-	(93,826,792)	(93,826,792)
Third interim distribution of Rs. 4.90 per unit declared on 20 September 2019	-	(91,424,999)	(91,424,999)
Fourth interim distribution of Rs. 6.30 per unit declared on 25 October 2019	-	(113,012,086)	(113,012,086)
Fifth interim distribution of Rs. 4.80 per unit declared on 22 November 2019	-	(96,145,088)	(96,145,088)
Sixth interim distribution of Rs. 6.20 per unit declared on 27 December 2019	-	(126,915,944)	(126,915,944)
Seventh interim distribution of Rs. 5.00 per unit declared on 24 January 2020	-	(98,720,119)	(98,720,119)
Eighth interim distribution of Rs. 4.75 per unit declared on 21 February 2020	-	(83,877,996)	(83,877,996)
Ninth interim distribution of Rs. 6.40 per unit declared on 27 March 2020	-	(158,227,469)	(158,227,469)
Net assets at end of the period (Units outstanding: 29,147,919) (Rs. 504.05 per unit)	14,624,691,904	67,174,343	14,691,866,247
Undistributed income carried forward			
- Realised income	-	59,272,981	-
- Unrealised income	-	7,901,362	-
	-	67,174,343	-

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

		For the Nine Months Ended 31 March	
		2021	2020
Note		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
	Net income for the period before taxation	825,595,598	1,061,813,605
	Adjustments for:		
	Profit on savings account and term deposits	(303,242,758)	(469,199,503)
	Income from government securities	(604,267,541)	(664,122,106)
	Capital gain on sale of investments - net	(3,513,094)	(10,142,032)
	Net unrealised appriciation on remeasurement of investments classified as financial assets at fair value through profit or loss'	(235,910)	(2,593,415)
	Provision for Sindh Workers' Welfare Fund	16,848,890	21,669,665
		(894,410,413)	(1,124,387,391)
	(Increase) / Decrease in assets		
	Prepayments and other receivables	(143,020)	2,359,897
	Increase / (Decrease) in liabilities		
	Payable to Atlas Asset Management Limited - Management Company	2,442,078	2,196,391
	Payable to Central Depository Company of Pakistan Limited - Trustee	557,377	13,358
	Payable to the Securities and Exchange Commission of Pakistan	244,543	(9,277,826)
	Accrued expenses and other liabilities	(1,250,348)	6,320,468
		1,993,650	(747,609)
		(66,964,185)	(60,961,498)
	Interest received	217,853,473	456,487,337
	Investments made during the period	-	(88,579,881,097)
	Investments sold / matured during the period	428,635,422	86,990,305,090
	Net cash generated / (used in) from operating activities	579,524,710	(1,194,050,168)
CASH FLOWS FROM FINANCING ACTIVITIES			
	Net receipts from issuance of units	25,606,387,953	19,251,687,037
	Net payments against redemption of units	(14,619,420,393)	(14,793,889,584)
	Refund of capital	(73,931,156)	(101,954,831)
	Cash distribution made during the period	(746,359,522)	(952,301,074)
	Net cash generated from financing activities	10,166,676,882	3,403,541,548
	Net increase in cash and cash equivalents	10,746,201,592	2,209,491,380
	Cash and cash equivalents at the beginning of the period	7,522,447,993	10,339,271,465
	Cash and cash equivalents at the end of the period	18,268,649,585	12,548,762,845

4

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Money Market Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 4 December 2009 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First Supplement dated 23 May 2017. The offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh and Eighth Supplements dated 24 March 2015, 3 August 2015, 30 September 2016, 2 June 2017, 2 October 2019, 30 October 2019, 1 April 2020 and 21 December 2020 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit on 20 January 2010. Thereafter, the units are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the trust deed, the objective of the Fund is to provide its investors competitive returns from a portfolio of low risk, short duration assets while maintaining high liquidity. The Fund aims to deliver this objective mainly by investing in government securities, cash and near cash instruments which include cash in bank accounts, treasury bills, deposits with scheduled banks, certificates of deposit (CODs), certificates of Musharaka (COMs), commercial papers, and reverse repo; with a weighted average time to maturity of not more than 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policy are explained in the Fund's offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020.
- Furthermore, PACRA maintained the stability rating of the Fund at "AA+ (f)" (Double A Plus) [2020: "AA+(f)" (Double A)] on 16 April 2021 subsequently to the balance sheet date.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) 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. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed

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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 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pak Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2020.

3.2 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 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments in Definition of a business
IFRS 9 - Interest rate benchmark Reform
IAS 1- Definition of Material
IFRS 16 - COVID-19 Rent Related Concession
IFRS 16 - Leases

The Conceptual Framework of financial Reporting.

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

		31 March 2021 Un-audited	30 June 2020 Audited
4 CASH AND BANK BALANCES	Note	----- Rupees -----	-----
Balances with banks in savings accounts	4.1	17,726,566,091	7,458,580,094
Cheques in hand	4.2	542,083,494	63,867,899
		<u>18,268,649,585</u>	<u>7,522,447,993</u>

4.1 The rate of return on these accounts range between 5.50% to 7.80% (30 June 2020: 6.00% to 12.50%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 05 April 2021 (30 June 2020: 03 July 2020).

		31 March 2021 Un-audited	30 June 2020 Audited
5 INVESTMENTS	Note	----- Rupees -----	-----
At fair value through profit or loss			
Investment in government securities			
- Market Treasury Bills	5.1	4,766,166,531	2,617,567,408
		<u>4,766,166,531</u>	<u>2,617,567,408</u>

Atlas Money Market Fund

5.1 Market Treasury Bills

Tenor	As at 01 July 2020	Purchased during the period	Sold / matured during the period	As at 31 March 2021	Amortised cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value -----				----- (Rupees) -----		----- (Percentage) -----	
3 Months	125,000,000	73,373,240,000	69,098,240,000	4,400,000,000	4,332,485,284	4,332,298,581	90.90	20.62
6 Months	1,950,000,000	17,145,000,000	18,645,000,000	450,000,000	433,839,952	433,867,950	9.10	2.06
12 Months	592,780,000	17,181,460,000	17,774,240,000	-	-	-	-	-
31 March 2021	<u>2,667,780,000</u>	<u>107,699,700,000</u>	<u>105,517,480,000</u>	<u>4,850,000,000</u>	<u>4,766,325,236</u>	<u>4,766,166,531</u>	<u>100.00</u>	<u>22.68</u>
30 June 2020					<u>2,605,924,677</u>	<u>2,617,567,408</u>	<u>100.00</u>	<u>26.10</u>

5.1.1 The cost of investments as on 31 March 2021 is Rs. 4,762,411,350 (30 June 2020: 2,559,416,610).

5.1.2 These Market treasury bills carry purchase yield of 6.30% to 7.80% (30 June 2020: 7.48% to 11.24%) per annum.

6 PREPAYMENTS AND OTHER RECEIVABLES	Note	31 March 2021 Un-audited	30 June 2020 Audited
		----- Rupees -----	
Prepaid rating Fee		129,931	-
Prepaid Legal & Professional Charges		11,286	-
Other receivables	6.1	3,685,722	3,683,919
		<u>3,826,939</u>	<u>3,683,919</u>

6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

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 28 January 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 Fund 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 on bank deposits by the Fund has been shown as other receivables as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

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7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 March 2021 Un-audited	30 June 2020 Audited
		Rupees -----	
Remuneration of the Management Company	7.1	4,061,703	3,030,437
Sindh Sales Tax (SST) payable on remuneration of the Management Company	7.2	3,648,184	3,514,120
Federal Excise Duty payable on remuneration of the Management Company	7.3	20,428,502	20,428,502
Accounting and operational charges payable	14	2,748,676	1,471,928
		30,887,065	28,444,987

7.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company is entitled to a remuneration equal to an amount not exceeding 2.5% of the average annual net assets in case of money market schemes. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.35% (30 June 2020: 0.45%) per annum of the average net assets till 02 December 2020 and with effect from 03 December 2020 charges the remuneration at the rate of 0.25% of the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.

7.2 During the period, an amount of Rs. 5,026,977 (2020: Rs. 4,858,145) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011 and , an amount of Rs. 4,892,931 (2020: Rs. 4,724,092) has been paid to the Management Company which acts as a collecting agent.

7.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 above, the Management Company is of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 01 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs 20.429 million (30 June 2020: 20.429 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 said provision for FED not been maintained, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 0.49 (30 June 2020: Re. 1.03) per unit.

8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	31 March 2021 Un-audited	30 June 2020 Audited
	Rupees -----	
Remuneration Payable to Trustee	1,056,050	562,796
Sindh Sales Tax (SST) on Trustee fee Payable	137,286	73,163
	1,193,336	635,959

Atlas Money Market Fund

With effect from June 28, 2019, the trustee is entitled to monthly remuneration for services rendered to the fund at a flat rate of 0.065% p.a of Net Assets.

During the year ended 30 June 2020, an amount of Rs 1,073,243 (2019 : Rs 701,732) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 1,009,120 (2020 : Rs. 700,195) was paid to the Trustee which acts as a collecting agent.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	-----
Annual fees payable	9.1	<u>2,540,220</u>	<u>2,295,677</u>

9.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	-----
Auditors' remuneration payable		309,812	500,850
Withholding tax payable		12,668,246	10,043,989
Capital gain tax payable		507,365	4,217,082
Annual listing fee payable		20,644	-
Provision for Sindh Workers' Welfare Fund	10.1	84,233,871	67,373,577
Zakat payable		1,800	38,441
Brokerage Payable		5,591	-
		<u>97,747,329</u>	<u>82,173,939</u>

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 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 the 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 has 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, the MUFAP 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).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

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Had the provision for SWWF not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 2.03 per unit (30 June 2020: Re 3.39 per unit).

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2021 and 30 June 2020.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 0.67% (30 June 2020: 0.98%) which includes 0.20% (30 June 2020: 0.32%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company has charged accrued expenses within the limits of 0.12% of annual average net assets of the fund till 30 November 2020 and within the limit of 0.065% of the average net assets afterwards.

15 EARNINGS PER UNIT

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

16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and repurchase of units, fee on account of managing the affairs of the Fund, sales load and other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Atlas Money Market Fund

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

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

		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
		Rupees	
16.1	Transactions for the period		
	Atlas Asset Management Limited (Management Company)		
	Remuneration of the Management Company	38,669,055	37,370,344
	Remuneration paid	37,637,789	36,339,169
	Sindh Sales Tax on Remuneration of the Management Company	1,073,243	4,858,145
	Accounting and operational charges	12,008,924	11,367,867
	Issue of 435,433 (2020: 441,979) units	220,523,968	223,295,493
	Redemption of 389,738 (2020: 276,931) units	197,500,000	140,000,304
	Dividend declared	4,970,079	2,973,392
	Central Depository Company of Pakistan Limited (Trustee)		
	Remuneration of the Trustee	8,255,714	5,397,938
	Sindh Sales Tax on remuneration of the Trustee	1,073,243	701,732
	Remuneration paid	7,762,460	5,386,117
	Atlas Battery Limited (Group Company)		
	Issue of 1,009,917 (2020: 30) units	510,688,710	14,986
	Redemption of 1,009,197 (2020: 4,157) units	511,616,721	2,100,381
	Dividend declared	11,648,152	17,543
	Batool Benefit Trust		
	Issue of 83,516 (2020: 42,175) units	42,341,636	21,276,628
	Redemption of 15,447 (2020: Nil) units	7,841,961	-
	Dividend declared	2,584,897	1,227,402
	Atlas Fund of Funds (Fund under common management)		
	Issue of 436,380 (2020: 357,975) units	220,830,000	180,580,000
	Redemption of 391,708 (2020: 357,975) units	198,985,984	181,995,687
	Atlas Foundation (Group Company)		
	Issue of 51,744 (2020: 90,397) units	26,180,985	45,780,145
	Redemption of 125,309 (2020: 16,813) units	63,500,000	8,500,000
	Dividend declared	6,052,633	11,789,231
	Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)		
	Issue of 9,781,438 (2020: 2,605,118) units	4,957,640,312	1,316,413,635
	Redemption of 1,000,000 (2020: 1,379,291) units	506,500,000	700,000,000
	Dividend declared	168,121,156	250,362,535
	Atlas Engineering Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Issue of 113 (2020: 17,536) units	56,894	8,869,114
	Redemption of 5,876 (2020: 11,902) units	2,982,267	6,000,000
	Dividend declared	56,894	262,264

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		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
16.1	Transactions for the period (Continued....)	Rupees	
	Atlas Metals (Private) Limited		
	Issue of 131,168 (2020: Nil) units	66,444,862	-
	Redemption of Nil (2020: Nil) units	-	-
	Dividend declared	1,498,471	-
	Atlas Insurance Limited (Group Company)		
	Issue of 261,289 (2020: 2,197,628) units	132,371,693	1,109,556,294
	Redemption of 479,618 (2020: 1,753,486) units	242,710,940	888,913,495
	Dividend declared	2,374,310	29,980,134
	Honda Atlas Cars (Pakistan) limited (Group Company)		
	Issue of Nil (2020: 2,825) units	-	1,423,583
	Redemption of Nil (2020: 2,825) units	-	1,436,692
	Dividend declared	-	-
	Atlas Honda Limited - Non-Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Issue of 730 (2020: 1,907) units	368,992	959,714
	Redemption of 1,972 (2020: 6,907) units	1,000,000	3,500,000
	Dividend declared	368,992	926,513
	Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Issue of 205,524 (2020: 315,334) units	104,138,522	159,524,862
	Redemption of 17,806 (2020: 373,348) units	9,000,000	189,000,000
	Dividend declared	4,648,301	4,057,914
	Atlas Die Casting (Private) Limited (Group Company)		
	Issue of 2 (2020: 80,003) units	1,101	40,546,941
	Redemption of Nil (2020: 79,951) units	-	40,303,317
	Dividend declared	1,296	177,192
	Shirazi Investments (Private) Limited (Group Company)		
	Issue of Nil (2020: 983,554) units	-	495,199,640
	Redemption of 394,861 (2020: Nil) units	200,000,000	-
	Dividend declared	31,207,335	56,418,203
	Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)		
	Issue of 14,348,630 (2020: 7,091,803) units	7,271,794,019	3,591,218,901
	Redemption of 3,789,045 (2020: 6,491,515) units	1,920,000,000	3,278,479,753
	Dividend declared	172,963,665	73,700,870
	Shirazi Trading Company (Private) Limited - (Employee Provident Fund) (Retirement benefit plan of a Group Company)		
	Issue of 9,935 (2020: Nil) units	5,021,222	-
	Redemption of 9,935 (2020: 713,606) units	5,045,592	-
	Dividend declared	23,405	-

16.3

Atlas Money Market Fund

		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
16.1	Transactions for the period (Continued....)	Rupees	
	Shirazi Investment (Private) Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)		
	Issue of 6,870 (2020: 7,810) units	3,479,221	3,943,432
	Redemption of 31,989 (2020: 21,939) units	16,191,157	11,100,000
	Dividend declared	471,050	2,324,990
	Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)		
	Issue of 6,603 (2020: 129,133) units	3,336,886	65,129,765
	Redemption of 59,218 (2020: 118,699) units	30,000,000	60,000,000
	Dividend declared	3,336,886	4,885,227
	Honda Atlas Cars (Pak.) Ltd. - Emp. Prov. Fund		
	Issue of 151,228 (2020: Nil) units	76,648,292	-
	Redemption of 151,218 (2020: Nil) units	76,489,006	-
	Dividend declared	1,404,109	-
	Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
	Issue of 100,812 (2020: Nil) units	51,098,862	-
	Dividend declared	936,073	-
	Directors and their close family members and key management personnel of the Management Company	16.4	
	Issue of 207,929 (2020: 318,790) units	105,170,405	160,913,183
	Redemption of 500,445 (2020: 121,103) units	253,920,212	61,160,299
	Dividend declared	15,217,393	14,536,701
		31 March 2021	30 June 2020
		Un-audited	Audited
16.2	Balances outstanding as at period / year end	Rupees	
	Atlas Asset Management Limited (Management Company)		
	Remuneration payable to the Management Company	4,061,703	3,030,437
	Sindh Sales Tax payable on Remuneration of the Management Company	3,648,184	3,514,120
	Federal Excise Duty payable on Remuneration of the Management Company	20,428,502	20,428,502
	Accounting and operational charges payable	2,748,676	1,471,928
	Outstanding 221,956 (30 June 2020: 1) units - at net asset value	112,312,666	89,020,759
	Central Depository Company of Pakistan Limited (Trustee)		
	Remuneration payable to the Trustee	1,056,050	758,573
	Sindh Sales Tax payable on Remuneration of the trustee	137,286	98,614
	Atlas Foundation (Group Company)		
	Outstanding 186,248 (30 June 2020: 259,800) units - at net asset value	94,243,965	131,265,678
	Atlas Metals (Private) Limited		
	Outstanding 131,168 (30 June 2020: Nil) units - at net asset value	66,372,756	-

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		<div> <div>31 March</div> <div>2021</div> <div>Un-audited</div> </div> <div> <div>30 June</div> <div>2020</div> <div>Audited</div> </div>	
16.2	Balances outstanding as at period / year end (Continued....)	Note	----- Rupees -----
	Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)		
	Outstanding 12,877,771 (30 June 2020: 4,096,035) units - at net asset value		6,516,316,886 2,069,545,461
	Atlas Engineering Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding Nil (30 June 2020: 5,763) units - at net asset value		- 2,911,927
	Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding 104,626 (30 June 2020: 157,231) units - at net asset value		52,942,077 79,441,919
	Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
	Outstanding 12,110 (30 June 2020: 37,227) units - at net asset value		6,127,754 18,809,076
	Atlas Die Casting (Private) Limited (Group Company)		
	Outstanding 55 (30 June 2020: 53) units - at net asset value		27,995 26,851
	MCFSL Trustee Atlas Fund of Funds		
	Outstanding 44,671 (30 June 2020: Nil) units - at net asset value		22,604,306 -
	Shirazi Investments (Private) Limited (Group Company)		
	Outstanding 1,049,122 (30 June 2020: 1,443,983) units - at net asset value		530,869,195 729,580,878
	Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Outstanding 305,298 (30 June 2020: 117,461) units - at net asset value		154,484,553 59,347,713
	Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
	Outstanding 15,816 (30 June 2020: 17,056) units - at net asset value		8,003,083 8,617,857
	Honda Atlas Cars (Pakistan) Ltd Emp. Gratuity. Fund (Retirement benefit plan of a Group Company)		
	Outstanding 100,812 (30 June 2020: Nil) units - at net asset value		51,012,188 -
	Atlas Honda Limited		
	Outstanding 12,877,771 (30 June 2020: Nil) units - at net asset value		6,516,316,961 -
	Batools Benefit Trust (Trust having common Director / Trustee)		
	Outstanding 123,367 (30 June 2020: 55,295) units - at net asset value		62,425,033 27,938,122
	Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)	16.3	
	Outstanding 12,559,585 (30 June 2020: Nil) units - at net asset value		5,343,285,286 -
	Directors and their close family members and key management personnel of the Management Company	16.4	
	Outstanding 510,263 (30 June 2020: 798,559) units - at net asset value		258,199,521 403,476,734

Atlas Money Market Fund

- 16.3** Holding being more than 10% in the reporting period, disclosure is required.
- 16.4** Other balances due to / from related parties / connected persons included in the respective notes to the condensed interim financial statements.

17 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The fair values of government securities are determined by reference to the quotation obtained from the brokers on the Reuters page. The fair values of all other financial assets and liabilities of the Fund, approximate their carrying amounts due to short-term maturities of these instruments.

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 price (unadjusted) in an active market 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);
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 March 2021 and 30 June 2020, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3
	Rupees		
31 March 2021			
At fair value through profit or loss	4,766,166,531		
	4,766,166,531	-	-
30 June 2020			
At fair value through profit or loss	2,617,567,408	-	-
	2,617,567,408	-	-

18 GENERAL

- 18.1** Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2021 and 31 March 2020 have not been subjected to limited scope review by the statutory auditors of the Fund.

18.2 COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided the following relaxation to CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

- The timeline for classification of debt security as non performing has been extended from 15 days to 180 days overdue.

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The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network (“VPN”) connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks.

The Management Company has made an assessment of COVID-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

18.3 Figures have been rounded off to the nearest Rupee unless stated otherwise.

18.4 Number of units have been rounded off to the nearest decimal place.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block ‘B’, S.M.C.H.S, Main Shahrah-e-Faisal,
Karachi - 74400

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Samba Bank Limited
Soneri Bank Limited
Zarai Taraqiati Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- (Rupees) -----	-----
Assets			
Bank balances	4	839,441,018	301,477,720
Investments	5	1,289,262,160	1,867,851,534
Mark-up receivable	6	15,872,474	14,446,366
Prepayments and other receivables		1,001,364	479,185
Total assets		2,145,577,016	2,184,254,805
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	2,631,498	3,660,853
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	136,914	139,491
Payable to the Securities and Exchange Commission of Pakistan	9	321,742	495,192
Accrued expenses and other liabilities	10	12,095,346	96,487,696
Total liabilities		15,185,500	100,783,232
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		2,130,391,516	2,083,471,573
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,130,391,516	2,083,471,573
CONTINGENCIES AND COMMITMENTS	11		
		----- (Number of units) -----	-----
NUMBER OF UNITS IN ISSUE		20,289,960	20,635,634
		----- (Rupees) -----	-----
NET ASSET VALUE PER UNIT		104.9973	100.9600

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Sovereign Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Month Ended		For the Quarter Ended	
	31 March		31 March	
	2021	2020	2021	2020
Note	(Rupees)			
	12,461,060	24,841,314	5,656,788	4,755,663
	114,774,627	207,959,197	37,275,926	58,113,393
	(12,733,743)	62,610,720	(10,349,188)	39,538,038
	(12,899,223)	41,043,846	(3,846,291)	(3,122,238)
	101,602,721	336,455,077	28,737,235	99,284,856
7.1	10,420,846	16,037,870	3,299,154	6,143,195
7.2	1,354,710	2,084,923	428,890	798,615
	1,045,674	1,247,074	354,387	337,612
	135,938	162,120	46,071	43,890
7.4	321,742	383,713	109,042	103,880
	2,734,849	2,596,603	926,860	803,254
	302,250	250,120	117,627	82,767
	20,644	20,663	6,781	6,837
	2,824	46,827	2,824	-
	182,230	228,215	(1,790)	69,101
	11,854	28,809	2,139	-
	115,450	128,529	49,670	64,113
	27,145	35,938	(1,600)	1,908
10.1	1,698,531	6,237,821	467,944	1,790,342
	18,374,687	29,489,225	5,807,999	10,245,514
	83,228,034	306,965,852	22,929,236	89,039,342
13	-	-	-	-
	83,228,034	306,965,852	22,929,236	89,039,342
	83,228,034	306,965,852	22,929,236	89,039,342
	(4,421,650)	(147,864,703)	(1,723,247)	(116,414,604)
	78,806,384	159,101,149	21,205,989	(27,375,262)
	-	103,654,566	-	36,415,800
	78,806,384	55,446,583	21,205,989	(63,791,062)
	78,806,384	159,101,149	21,205,989	(27,375,262)

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Month Ended		For the Quarter Ended	
	31 March		31 March	
	2021	2020	2021	2020
	----- (Rupees) -----			
Net income for the period after taxation	83,228,034	306,965,852	22,929,236	89,039,342
Other comprehensive income / (loss) for the period	-	-	-	-
Total comprehensive income for the period	83,228,034	306,965,852	22,929,236	89,039,342

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Sovereign Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2021

	31 March 2021			31 March 2020		
	Capital value	Undistributed income (Rupees)	Net assets	Capital value	Undistributed income (Rupees)	Net assets
Capital Value	2,073,891,942	-	2,073,891,942	2,298,220,458	-	2,298,220,458
Undistributed income brought forward						
- Realized Income	-	-	-	-	4,865,277	4,865,277
- Un-realized Income / (loss)	-	9,579,631	9,579,631	-	(1,849,044)	(1,849,044)
Net assets at the beginning of the period [Units outstanding: 20,635,634 @ Rs. 100.9600 per unit (2020: 22,936,104 @ Rs. 100.33 per unit)]	2,073,891,942	9,579,631	2,083,471,573	2,298,220,458	3,016,233	2,301,236,691
Issue of 5,969,906 (2020: 13,950,995) units	613,796,833	-	613,796,833	1,476,236,713	-	1,476,236,713
Redemption of 6,315,580 (2020: 22,446,438) units	(645,683,274)	(4,421,650)	(650,104,924)	(2,292,715,704)	(147,864,703)	(2,440,580,407)
Total comprehensive income for the period	-	83,228,034	83,228,034	-	306,965,852	306,965,852
Net assets at end of the period [Units outstanding: 20,289,960 @ Rs. 105.9973 per unit (2020: 14,440,661 @ Rs. 113.84 per unit)]	2,042,005,501	88,386,015	2,130,391,516	1,481,741,467	162,117,382	1,643,858,849
Undistributed income carried forward						
- Realised income	-	87,629,109	-	-	80,401,895	-
- Unrealised income	-	756,906	-	-	81,715,487	-
	-	88,386,015	-	-	162,117,382	-

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

	For the Nine Month Ended	
	31 March	
	2021	2020
Note	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	83,228,034	306,965,852
Adjustments for:		
Interest income	(127,235,687)	(232,800,511)
Loss / (Gain) on sale of investments - net	12,733,743	(62,610,720)
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	12,899,223	(41,043,846)
Provision for Sindh Workers' Welfare Fund	1,698,531	6,237,821
	(99,904,190)	(330,217,256)
Decrease / (Increase) in assets		
Investments	552,956,408	(663,692,895)
Mark-up receivable	125,809,579	112,452,723
Prepayments and other receivables	(522,179)	(132,318)
	678,243,808	(551,372,490)
Decrease in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(1,029,355)	1,909,576
Payable to the Central Depository Company of Pakistan Limited - Trustee	(2,577)	(154,307)
Payable to the Securities and Exchange Commission of Pakistan	(173,450)	(46,709)
Accrued expenses and other liabilities	(86,090,881)	(13,761,895)
	(87,296,263)	(12,053,335)
Net cash used in operating activities	574,271,389	(586,677,229)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	613,796,833	1,476,236,714
Amount paid against redemption of units	(650,104,924)	(2,439,581,506)
Net cash (used in) / generated from financing activities	(36,308,091)	(963,344,792)
Net decrease in cash and cash equivalents	537,963,298	(1,550,022,021)
Cash and cash equivalents at the beginning of the period	301,477,720	1,786,431,695
Cash and cash equivalents at the end of the period	839,441,018	236,409,674

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Sovereign Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Sovereign Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 19 August, 2014 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First and Second Supplemental Trust Deeds dated May 23, 2017 and September 3, 2018 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth and Tenth Supplements dated March 24, 2015, August 3, 2015, June 23, 2016, October 13, 2016, June 2, 2017, April 18, 2018, August 20, 2018, October 8, 2019, October 30, 2019 and 1 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund was launched as a money market scheme. Effective from January 2, 2019 the Funds' category was changed to Income Scheme with approval of the SECP. The Fund is listed on Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis from December 1, 2014 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 The objective of the Fund is to provide unit holders competitive returns by investing in low risk, liquid securities including investments in Government securities, bank deposits including TDRs, money market placements, certificates of deposits (CoDs), certificate of musharikas (CoMs), commercial papers and reverse repo transactions. The investment objectives and policies are more fully defined in Fund's Offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned the management company rating of AM2+ (Stable outlook) on December 24, 2020 and the fund rating of AA-(f) on 16 April 2021 subsequently to the balance sheet date.
- 1.5 The title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 During the current period, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in the consultation with the MUFAP and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the fund.

2 STATEMENT OF COMPLIANCE

- 2.1 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 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
 - the 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 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.

- 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 30 June 2020.

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- 2.3 In compliance of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2021.

The Condensed Interim Financials Statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In Compliance with the Schedule V of the NBFC Regulations, the directives of the Management Company declare that these interim financial statements give a true and fair view of the state of the affairs of the Fund as at March 31, 2021.

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

- 3.1 The accounting policies adopted and the methods of computation of balance 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 30 June 2020.

- 3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2020. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

3.3 Amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2020. 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 Amendments to published accounting and reporting standards that are not yet effective

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2021. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

		31 March 2021 Un-audited	30 June 2020 Audited
4 BANK BALANCES	Note	----- (Rupees) -----	
- Saving accounts	4.1	839,340,698	301,477,720
- Cheque in hand	4.2	100,320	-
		<u>839,441,018</u>	<u>301,477,720</u>

- 4.1 The rate of return on these balances range from 5.00% to 7.80% (30 June 2020: 6.50% to 8.80%) per annum.

- 4.2 The Cheques were received against issue of units which were deposited and cleared subsequent to the period end by 01 April 2021.

		31 March 2021 Un-audited	30 June 2020 Audited
5 INVESTMENTS	Note	----- (Rupees) -----	
At fair value through profit or loss			
Investment in government securities			
Market Treasury Bills	5.1	172,323,017	1,287,200,883
Pakistan Investment Bonds	5.2	1,116,939,143	580,650,651
		<u>1,289,262,160</u>	<u>1,867,851,534</u>

Atlas Sovereign Fund

5.1 Market Treasury Bills - at fair value through profit or loss

Tenor	As at 1 July 2020	Acquired during the year	Sold / matured during the year	As at 31 March 2021	Amortised cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % age -----	
03 Months - T-bills	-	2,254,500,000	2,079,500,000	175,000,000	172,271,633	172,323,017	13.37	8.09
06 Months - T-bills	175,000,000	370,000,000	545,000,000	-	-	-	-	-
12 Months - T-bills	1,143,045,000	570,000,000	1,713,045,000	-	-	-	-	-
March 31, 2021	1,318,045,000	3,194,500,000	4,337,545,000	175,000,000	172,271,633	172,323,017	13.37	8.09
June 30, 2020					1,271,027,821	1,287,200,883	68.91	61.78

5.1.1 The cost of investments as on 31 March 2021 is Rs 172,023,600 (June 30, 2020: 1,198,569,569)

5.1.2 These Market Treasury Bills carry purchase yields ranging from 7.49% to 7.54% (30 June 2020: 7.48% to 14.19%) per annum and will mature between 17 June 2021 (30 June 2020: 27 August 2020 to 11 March 2021).

5.2 Pakistan Investment Bonds - at fair value through profit or loss

Tenor	As at 1 July 2020	Acquired during the year	Sold / matured during the year	As at 31 March 2021	Amortised cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % age -----	
03 Years PIB	470,500,000	175,000,000	325,000,000	320,500,000	325,901,345	321,877,014	24.97	15.11
05 Years PIB	90,000,000	867,500,000	235,000,000	722,500,000	728,499,030	720,174,629	55.86	33.80
10 Years PIB	-	75,000,000	-	75,000,000	75,489,375	74,887,500	5.81	3.52
March 31, 2021	560,500,000	1,117,500,000	560,000,000	1,118,000,000	1,129,889,750	1,116,939,143	86.63	52.43
June 30, 2020					520,932,679	580,650,651	31.09	27.87

5.2.1 The cost of investments as on 31 March 2021 is Rs. 1,116,481,654.00 (30 June 2020: Rs. 520,932,679).

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 8.12% to 12.28% (30 June 2020: 11.52% to 14.59%) per annum and 3 Years PIB will mature on 18 June 2023 and 5 Years PIB will mature on 15 October 2025 and 10 year PIB will mature on 18 June 2030 (30 June 2020: 19 September 2022 and 19 September 2024).

6 MARK-UP RECEIVABLE

Mark-up receivable on:

Banks balances

Pakistan Investment Bonds

	31 March 2021	30 June 2020
	Un-audited	Audited
Note	----- (Rupees) -----	
	3,539,892	62,997
	12,332,582	14,383,369
	15,872,474	14,446,366

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY

Remuneration of the Management Company

Sindh sales tax payable on remuneration of the

Management Company

Federal Excise Duty payable on remuneration of the

Management Company

Accounting and operational charges payable

7.1	1,124,290	2,036,614
7.2	284,985	396,036
7.3	905,341	905,341
7.4	316,882	322,862
	2,631,498	3,660,853

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- 7.1 The management company has charged remuneration at the rate of 10% of the gross earnings calculated on a daily basis subject to a minimum fee of 0.60% of average daily net asset and maximum fee of 1.00% of average annual net assets. The aforementioned limits were revised and are effective since July 01, 2020. Previously, the management fee was charged at the rate of 10% of the gross earnings calculated on a daily basis subject to a minimum fee of 0.45% of average daily net assets and maximum fee of 0.80% of average daily net assets. The amount of the remuneration is being paid on monthly basis in arrears.
- 7.2 During the period, an amount of Rs. 1,354,710 (2020: Rs.4,858,145) was charged on account of sales tax on remuneration of Management Company management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 1,465,761 (2020: Rs. 4,724,092) has been paid to the Management Company which acts as a collecting agent.
- 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 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 0.905 million is being retained in the 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 0.04 (June 30, 2020: Re 0.04) per unit.

- 7.4 In accordance with Regulation 60 of NBFC regulations, the management company entitled to charge fees and expenses related to register services, accounting, operation and valuation services, related to a collective investment scheme (CIS).

The Management Company has charged expenses at the rate 0.17% of the average annual net assets of the Fund for the current. The aforementioned rate was revised in the prior period and is effective since March 05, 2020. Previously, the Management Company has charged expenses at the rate of 0.1% of the average annual net assets of the fund for the period July 01, 2019 to September 30, 2019 and at 0.15% of the average net assets of the fund from October 01, 2019 till March 04, 2020.

8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed. The Fund has charged Trustee Fee at the rate of 0.065% (31 March 2020: 0.065%) of average daily net assets of the Fund during the period.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee payable

	31 March 2021	30 June 2020
	Un-audited	Audited
Note	----- (Rupees) -----	-----
9.1	321,742	495,192

- 9.1 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).

In accordance with the SRO No. 685(I)/2019 dated June 28, 2019, issued by SECP, the fund has charged SECP fee at the rate of 0.02% (31 March 2020 :0.02%) of average net assets of the fund during the period.

Atlas Sovereign Fund

		31 March 2021	30 June 2020
		Un-audited	Audited
10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- (Rupees) -----	-----
Auditors' remuneration payable		168,730	252,450
Printing charges payable		-	8,025
Transaction charges payable		1,204	1,204
Withholding tax payable		233,383	31,010,400
Capital gain tax payable		4,605	511,711
Annual listing fee payable		20,644	-
Dividend payable		-	54,735,658
Other payable	10.1	10,985	10,984
Provision for Sindh Workers' Welfare Fund		11,655,795	9,957,264
		12,095,346	96,487,696

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 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 the 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 has 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, the 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 SWWF Act (i.e. starting from May 21, 2015).

Had the provision for SWWF not been recorded in these condensed interim financial statements of the Fund for the period from May 21, 2015 to March 31, 2021, the net asset value of the Fund as at March 31, 2021 would have been higher by Re. 0.57 (June 30, 2020: Re. 0.48) per unit.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2021 and June 30, 2020.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2021 is 1.14% (June 30, 2020: 1.61%) which includes 0.22% (June 30, 2020: 0.45%) on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

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

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14 EARNINGS PER UNIT

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

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 15.1** Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 15.2** Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 15.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 15.5** Details of transactions with connected persons / related parties during the period are as follows:

	For the Nine Months Ended	
	31 March	
	2021	2020
	Un-audited	Un-audited
	(Rupees) -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	10,420,846	16,037,870
Remuneration paid	11,333,170	14,159,841
Sindh Sales Tax on remuneration of the Management Company	1,354,710	2,084,923
Accounting and operational charges	2,734,849	2,596,603
Redemption of Nil (2020: 416,133) units	-	44,051,586
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,045,674	1,247,074
Remuneration paid	1,047,955	1,383,629
Sindh Sales Tax on Remuneration of the Trustee	135,938	162,120
Atlas Foundation (Group Company)		
Issue of 108,423 (2020: 239,239) units	11,000,000	25,000,000
Redemption of Nil (2020: 145,723) units	-	16,000,000
Atlas Honda Limited (Group Company)		
Issue of 49,072 (2020: 2,894,635) units	5,005,257	300,000,000
Redemption of Nil (2020: 5,497,022) units	-	600,000,000
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Redemption of Nil (2020: 733,667) units	-	80,000,000
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 187,565 (2020: 361,370) units	19,000,000	40,000,000
Redemption of 343,763 (2020: 93,624) units	35,000,000	10,000,000

Atlas Sovereign Fund

For the Nine Months Ended
31 March

2021	2020
Un-audited	Un-audited
----- (Rupees) -----	

Shirazi Investments (Private) Limited (Group Company)

Issue of 50,535 (2020: Nil) units

Redemption of Nil (2020: 4,586,314) units

5,154,393	-
-	500,000,000

Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)

Issue of 13,400 (2020: 7,719) units

Redemption of 102,284 (2020: 12,821) units

1,360,000	800,000
10,552,020	1,400,000

Batools Benefit Trust

Issue of 181,492 (2020: Nil) units

18,500,000	-
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Atlas Metals (Private) Limited

Issue of 389,227 (2020: Nil) units

40,000,000	-
------------	---

Honda Atlas Cars (Pak.) Ltd. - Employees Provident Fund

Issue of 723,875 (2020: Nil) units

Redemption of 723,875 (2020: Nil) units

75,000,000	-
75,952,040	-

Honda Atlas Cars (Pakistan) Ltd.- Employees Gratuity Fund

Issue of 1,171,461 (2020: Nil) units

120,000,000	-
-------------	---

Atlas Insurance (Group Company)

Issue of 986,539 (2020: 9,069,994) units

Redemption of 1,813,662 (2020: 6,846,832) units

100,000,000	963,957,003
184,784,214	743,458,719

Directors, their close family members and key management personnel of the Management Company

Issue of 11,362 (2020: 202,001) units

Redemption of Nil (2020 3,179,911) units

1,158,869	20,876,526
-	345,137,779

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

31 March 2021	30 June 2020
Un-audited	Audited
----- (Rupees) -----	

Atlas Asset Management Limited (Management Company)

Remuneration payable to the Management Company

Sindh Sales Tax payable on Remuneration of the Management Company

Federal Excise Duty payable on Remuneration of the Management Company

Accounting and operational charges payable

1,124,290	2,036,614
284,985	396,036
905,341	905,341
316,882	322,862

Central Depository Company of Pakistan Limited (Trustee)

Remuneration payable to the Trustee

Sindh Sales Tax payable on remuneration of the trustee

121,162	123,443
15,752	16,048

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	31 March 2021 Un-audited	30 June 2020 Audited
	----- (Rupees) -----	
Atlas Foundation (Group Company)		
Outstanding 936,644 (30 June 2020: 828,222) units	98,345,126	83,617,293
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 19,332 (30 June 2020: 108,216) units	2,029,876	10,925,487
Atlas Insurance Limited (Group Company)		
Outstanding Nil (30 June 2020: 827,123) units	-	83,506,338
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 552,692 (30 June 2020: 552,692) units	58,031,130	55,799,784
Atlas Honda Limited (Group Company)		
Outstanding 10,231,645 (30 June 2020: 10,182,572) units	1,074,295,061	1,028,032,469
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 2,959,371 (30 June 2020: 2,908,836) units	310,725,970	293,676,083
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 846,910 (30 June 2020: 1,003,109) units	88,923,295	101,273,885
Batools Benefit Trust		
Outstanding 181,492 (30 June 2020: Nil) units	19,056,220	-
Atlas Metals (Private) Limited		
Outstanding 389,227 (30 June 2020: Nil) units	40,867,801	-
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
Outstanding 1,171,461 (30 June 2020: Nil) units	123,000,228	-
Directors, their close family members and key management Personnel and executive of the Management Company		
Outstanding 731,808 (30 June 2020: 720,446) units	76,837,874	72,736,228

16 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 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.

Atlas Sovereign Fund

16.1 Fair value hierarchy

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

As at March 31, 2021 and June 30, 2020, the Fund held the following financial instruments measured at fair value:

----- Un-audited -----				
As at 31 March 2021				
ASSETS	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets 'at fair value through profit or loss'				
Market Treasury Bills	-	172,323,017	-	172,323,017
Pakistan Investment Bonds	-	1,116,939,143	-	1,116,939,143
	-	1,289,262,160	-	1,289,262,160
----- Audited -----				
As at 30 June 2020				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
Financial assets 'at fair value through profit or loss'				
Market Treasury Bills	-	1,287,200,883	-	1,287,200,883
Pakistan Investment Bonds	-	580,650,651	-	580,650,651
	-	580,650,651	-	580,650,651

17 GENERAL

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

17.2 COVID-19

The COVID – 19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided the following relaxation to CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

- The timeline for classification of debt security as non performing has been extended from 15 days to 180 days overdue.

The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks.

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The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

- 17.3** Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure. There have been no significant reclassifications during the period.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 29, 2021 by the Board of Directors of the Management Company.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,
Karachi - 74400

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Samba Bank Limited
Soneri Bank Limited
Zarai Taraqiati Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- Rupees -----	
Assets			
Bank balances	4	1,824,093,548	1,318,246,149
Receivable against Margin Trading System	5	279,473,271	-
Investments	6	2,351,837,588	2,762,821,946
Interest / profit accrued	7	23,690,458	49,575,012
Deposits, prepayment and other receivables	8	11,820,693	11,555,833
Total assets		4,490,915,558	4,142,198,940
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	9	32,051,321	31,165,608
Payable to the Central Depository Company of Pakistan Limited - Trustee	10	322,421	265,807
Payable to the Securities and Exchange Commission of Pakistan	11	606,994	665,764
Payable against redemption of units		196,810	114,638
Payable against purchase of investments		21,272,740	-
Unclaimed dividend		40,464	291,511,586
Accrued expenses and other liabilities	12	45,493,410	103,021,494
Total liabilities		99,984,160	426,744,897
NET ASSETS		4,390,931,398	3,715,454,043
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,390,931,398	3,715,454,043
CONTINGENCIES AND COMMITMENTS	13		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		8,041,980	7,151,571
		----- Rupees -----	
NET ASSET VALUE PER UNIT		546.0013	519.5298

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

		For the Nine Month Ended		For the Quarter Ended	
		31 March		31 March	
		2021	2020	2021	2020
Note		Rupees			
Income					
Interest income	15	246,381,411	306,716,604	72,448,180	106,387,019
Capital gain on sale of investments - net		9,652,057	50,588,265	7,655,218	31,017,497
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(5,900,271)	56,057,080	(1,742,874)	22,392,396
		3,751,786	106,645,345	5,912,344	53,409,893
Total income		250,133,197	413,361,949	78,360,524	159,796,912
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	9.1	30,349,709	21,130,940	10,727,373	8,199,805
Sindh Sales Tax on remuneration of the Management Company	9.2	3,945,462	2,747,022	1,394,558	1,065,974
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,276,227	1,790,599	804,553	614,985
Sindh Sales Tax on remuneration of the Trustee		295,910	232,778	104,592	79,948
Annual fees to the Securities and Exchange Commission of Pakistan		606,994	477,494	214,548	163,996
Accounting and operational charges	14	5,159,450	3,250,518	1,823,656	1,280,186
Auditors' remuneration		469,853	525,643	180,233	165,491
Annual rating fee		392,643	324,892	152,837	107,510
Annual listing fee		20,644	20,662	6,781	6,837
Securities transaction cost		4,720,548	783,690	2,905,961	501,070
Printing charges		21,506	17,938	4,181	-
Legal and professional charges		753,599	302,429	597,839	150,760
Bank charges		41,990	67,234	5,828	3,321
Provision for Sindh Workers' Welfare Fund	12.1	4,021,573	7,633,802	1,188,751	2,949,140
Total expenses		53,076,106	39,305,641	20,111,689	15,289,023
Net income for the period before taxation		197,057,091	374,056,308	58,248,835	144,507,889
Taxation	17	-	-	-	-
Net income for the period after taxation		197,057,091	374,056,308	58,248,835	144,507,889
Allocation of net income for the period:					
Net income for the period after taxation		197,057,091	374,056,308	58,248,835	144,507,889
Income already paid on units redeemed		(6,775,267)	(6,358,124)	(3,878,791)	(1,795,430)
		190,281,825	367,698,184	54,370,045	142,712,459
Accounting income available for distribution:					
- Relating to capital gains		3,751,786	106,645,345	5,912,344	53,409,893
- Excluding capital gains		186,530,039	261,052,839	48,457,701	89,302,566
		190,281,825	367,698,184	54,370,045	142,712,459

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Month Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	----- Rupees -----			
Net income for the period after taxation	197,057,091	374,056,308	58,248,835	144,507,889
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>197,057,091</u>	<u>374,056,308</u>	<u>58,248,835</u>	<u>144,507,889</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

	31 March 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	3,527,040,520	-	3,527,040,520
Undistributed income brought forward			
- Realised income	-	104,252,481	104,252,481
- Unrealised income	-	84,161,042	84,161,042
Net assets at the beginning of the period (Units outstanding: 7,151,571) (Rs. 519.5300 per unit)	3,527,040,520	188,413,523	3,715,454,043
Issue of 6,916,628 units	3,693,398,089	-	3,693,398,089
Redemption of 6,026,219 units	(3,208,202,559)	(6,775,267)	(3,214,977,826)
Total comprehensive income for the period		197,057,091	197,057,091
Net assets at end of the period (Units outstanding: 8,041,980) (Rs. 546.0013 per unit)	4,012,236,050	378,695,348	4,390,931,398
Undistributed income carried forward			
- Realised income	-	361,655,043	-
- Unrealised income	-	17,040,305	-
	-	378,695,348	-
	31 March 2020		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,848,807,829	-	2,848,807,829
Undistributed income brought forward			
- Realised income	-	154,356,101	154,356,101
- Unrealised loss	-	(14,668,787)	(14,668,787)
Net assets at the beginning of the period (Units outstanding: 5,820,926) (Rs. 513.41 per unit)	2,848,807,829	139,687,314	2,988,495,142
Issue of 2,330,322 units	1,300,751,041	-	1,300,751,041
Redemption of 2,100,810 units	(1,163,279,470)	(6,358,124)	(1,169,637,594)
Total comprehensive income for the period	-	374,056,308	374,056,308
Net assets at end of the period (Units outstanding: 6,050,438) (Rs 577.42 per unit)	2,986,279,400	507,385,498	3,493,664,897
Undistributed income carried forward			
- Realised income	-	479,317,772	-
- Unrealised income	-	28,067,726	-
	-	507,385,498	-

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Third Quarter Report 2020-21

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

For the Nine Months Ended		
31 March		
	2021	2020
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	197,057,091	374,056,308
Adjustments for:		
Interest income	(246,381,411)	(306,716,604)
Capital gain on sale of investments - net	(9,652,057)	(50,588,265)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5,900,271	(56,057,080)
Provision for Sindh Workers' Welfare Fund	4,021,573	7,633,802
	(246,111,624)	(405,728,147)
Decrease in assets		
Interest / profit accrued	25,884,554	-
Deposits, prepayment and other receivables	(264,860)	1,377,666
	25,619,694	1,377,666
Decrease in liabilities		
Payable to Atlas Asset Management Limited - Management Company	885,713	1,116,264
Payable to the Central Depository Company of Pakistan Limited - Trustee	56,614	(91,006)
Payable to the Securities and Exchange Commission of Pakistan	(58,770)	(2,738,643)
Unclaimed dividend	(291,471,122)	(61,568,254)
Accrued expenses and other liabilities	(40,194,745)	(15,172,427)
	(330,782,310)	(78,454,066)
	(354,217,148)	(108,748,239)
Interest received	246,381,411	260,800,114
Investment purchased / sold / redeemed / matured during the period	135,262,873	(968,139,890)
Net cash generated / (used in) generated from operating activities	27,427,136	(816,088,015)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	3,693,398,089	1,300,751,041
Net payments against redemption of units	(3,214,977,826)	(1,169,773,963)
Net cash generated from financing activities	478,420,263	130,977,078
Net increase / (decrease) in cash and cash equivalents	505,847,399	(685,110,937)
Cash and cash equivalents at the beginning of the period	1,318,246,149	1,426,198,107
Cash and cash equivalents at the end of the period	1,824,093,548	741,087,170

4

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on 20 February 2003 between Atlas Asset Management Limited (AAML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. MCBFSL resigned on 11 June 2005 as the trustee and the Central Depository Company of Pakistan Limited (CDC) was appointed in its place with effect from that date. The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 11 June 2005, 29 October 2007, 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the Offering Document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelveth, Thirteenth and Fourteenth Supplements dated 21 June 2005, 29 October 2007, 29 February 2008, 23 June 2010, 12 November 2010, 14 October 2013, 24 March 2015, 3 August 2015, 13 April 2016, 29 September 2016, 2 June 2017, 2 October 2020, 30 October 2020 and 1 April 2020 respectively with the approval of the SECP. The investment activities and administration of the Fund are managed by Atlas Asset Management Limited situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'income scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from 22 March 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio offering good returns and consistent growth. The Fund aims to deliver this objective mainly by investing in Government securities, cash in bank accounts, Certificate of Investments (COIs), money market placements, deposits, Certificates of Deposits (CODs), Certificates of Musharikas (COMs), Term Deposit Receipts (TDRs), commercial papers, reverse repos, term finance certificates (TFCs) / sukuks, transactions on Margin Trading System (MTS), spread transactions and any other instruments that may be allowed by the SECP. The investment objectives and policies are explained in the Fund's offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two plus)] on 24 December 2020.

Furthermore, PACRA maintained the stability rating of "AA- (f)" (Double A minus) to the Fund [2020: "AA- (f)" (Double A minus)] on 16 April 2021 subsequently to the balance sheet date.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) 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. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in 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 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of the 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, 2020.

3.2 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 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reforms

IAS 1 - Definition of Material.

IFRS 16 - COVID-19 Rent Related Concessions.

The Conceptual Framework of Financial Reporting.

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

4 BANK BALANCES

		31 March 2021	30 June 2020
		Un-audited	Audited
Note		----- Rupees -----	
In local currency			
- Profit and loss sharing accounts	4.1	1,813,590,874	1,188,844,960
- Current account		5,000	5,000
- Cheques in hand	4.2	10,497,675	129,396,189
		<u>1,824,093,548</u>	<u>1,318,246,149</u>

4.1 The rate of return on these accounts ranges between 5.50% and 7.80% (30 June 2020: 6.00% and 7.80%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 8 April 2021 (30 June 2020: 08 July 2020).

Atlas Income Fund

		31 March 2021 Un-audited	30 June 2020 Audited
5	RECEIVABLE AGAINST MARGIN TRADING SYSTEM	Note	Rupees

Receivable Against Margin Trading System	5.1	279,473,271	-
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5.1 This represents financing arrangements under MTS system. These carry marks up rates ranging from 8.43% to 14.43% per annum having maturity date on 1 June 2021.

		31 March 2021 Un-audited	30 June 2020 Audited
6	INVESTMENTS	Note	Rupees

At fair value through profit or loss

Term finance certificates - listed	6.1	37,007,782	324,639,911
Term finance certificates - unlisted	6.2	297,846,701	185,418,554
Sukuk certificates	6.3	201,888,971	364,308,040
Government securities - Market Treasury Bills	6.4	605,592,344	1,103,202,480
Government securities - Pakistan Investment Bonds	6.5	906,324,071	785,252,961
Investments in Ordinary shares	6.7	297,406,414	-
Investments in Future Contracts		5,771,305	-
		2,351,837,588	2,762,821,946

6.1 Term finance certificates - Listed

(Certificates having a face value of Rs 5,000 each unless stated otherwise)

Name of Investee Company	Note	As at 01 July 2020	Purchased during the year	Disposed / matured during the year	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
		-----Number of certificates-----			-----Rupees-----		-----Percentage-----			
BANKS										
Habib Bank Limited Tier - II (Face Value Rs. 99,820)		2,945	-	2,945	-	-	-	-	-	-
Soneri Bank Limited (Face Value Rs. 4,989)		7,428	-	-	7,428	36,825,928	37,007,782	1.57	0.84	1.24
TELECOMMUNICATION										
Telecard Limited	6.6.1	4,000	-	-	4,000	-	-	-	-	-
PERSONAL GOODS										
Azgard Nine Limited	6.6.1	5,000	-	-	5,000	-	-	-	-	-
Total - 31 March 2021						36,825,928	37,007,782	1.57	0.84	
Total - 30 June 2020						325,351,311	324,639,911			

6.1.1 The terms and conditions of listed term finance certificates outstanding as at 31 March 2021 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
BANKS					
Sonari Bank Limited	A+	8 years	Semi-annually	July 2023	6 month KIBOR + 1.35%
TELECOMMUNICATION					
Telecard Limited	BBB	15 years	Semi-annually	Dec 2020	6 month KIBOR
PERSONAL GOODS					
Azgard Nine Limited	NPA	7 years	Semi-annually	Sept 2012	6 month KIBOR + 2.40%

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6.2 Term finance certificates - Unlisted

(Certificates having a face value of Rs. 5,000 each unless stated otherwise)

Name of Investee Company	Note	As at 01 July 2020	Purchased during the year	Disposed / matured during the year	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
-----Number of certificates-----				-----Rupees-----			-----Percentage-----			
BANKS										
Askari Bank Limited - V		20,000	-	20,000	-	-	-	-	-	-
Askari Bank Limited - TFC VII (Face Value Rs. 1,000,000)		-	150	-	150	150,075,000	150,231,150	6.39	3.42	2.14
Bank AL Habib Limited (Face Value Rs. 4,991)		20,000	-	20,000	-	-	-	-	-	-
Samba Bank Limited TFC (Face Value Rs. 100,000)		-	950	-	950	95,000,000	95,000,000	4.04	2.16	1.90
The Bank of Punjab Limited - TFC (Face Value Rs. 99,840)		-	527	-	527	50,067,682	52,615,551	2.24	1.20	2.11
CHEMICALS										
Agritech Limited- I	6.6.1	2,000	-	-	2,000	-	-	-	-	-
Agritech Limited - II	6.6.1	8,000	-	-	8,000	-	-	-	-	-
Agritech Limited- IV	6.6.1	2,203	-	-	2,203	-	-	-	-	-
PERSONAL GOODS										
Azgard Nine Limited-V	6.6.1	1,075	-	-	1,075	-	-	-	-	-
Total - 31 March 2021						295,142,682	297,846,701	12.66	6.78	
Total - 30 June 2020						196,372,744	185,418,554			

6.2.1 The terms and conditions of unlisted term finance certificates outstanding as at 31 March 2021 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
BANKS					
Askari Bank Limited - TFC VII	AA	10 years	Quarterly	Mar 2030	3 month KIBOR +1.20%
Samba Bank Limited - TFC	AA-	10 years	Quarterly	Mar 2031	6 month KIBOR +1.35%
The Bank of Punjab Limited - TFC	AA-	10 years	Semi-annually	Dec 2026	6 month KIBOR +1.00%
CHEMICALS					
Agritech Limited - I	NPA	7 years	Semi-annually	Nov 2014	6 month KIBOR + 1.75%
Agritech Limited - II	NPA	7 years	Semi-annually	Jan 2015	6 month KIBOR + 1.75%
Agritech Limited - IV	NPA	3.5 years	Semi-annually	Jan 2015	-
PERSONAL GOODS					
Azgard Nine Limited - V	NPA	5 years	Semi-annually	Mar 2017	Zero Coupon

Atlas Income Fund

6.3 Sukuk Certificates

(Certificates having a face value of Rs 5,000 each unless stated otherwise)

Name of Investee Company	As at 01 July 2020	Purchased during the year	Disposed during the year	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
-----Number of sukuk certificates-----									
-----Rupees-----									
-----Percentage-----									
FERTILIZERS									
Dawood Hercules Corporation Limited Sukuk 2 - Listed (Face Value Rs. 70,000)	2,000	-	2,000	-	-	-	-	-	-
BANKS									
Meezan Bank Limited Tier - II - Unlisted (face value of Rs. 1,000,000 per certificate)	47	-	-	47	48,175,000.00	48,534,221.00	2.06	1.11	0.67
The Hub Power Company Limited Listed (face value of Rs. 100,000 per certificate)	1,500	-	-	1,500	153,233,136	153,354,750	6.52	3.49	2.14
Total - 31 March 2021					201,408,136	201,888,971	8.58	4.60	0.67
Total - 30 June 2020					356,678,782	364,308,040			

6.3.1 The terms and conditions of these sukuk certificates are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
Meezan Bank Limited Tier - II	AA	10 years	Semi -annually	Sept 2026	6 month KIBOR + 0.50%
The Hub Power Company Limited	AA+	4 Years	Quarterly	August 2023	3 month KIBOR + 1.90%

6.4 Government securities - Market Treasury Bills

Tenor	As at 01 July 2020	Purchased during the year	Disposed / Matured during the year	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets
	-----Face value (Rupees)-----				-----Rupees-----		-----Percentage-----	
3 months	-	6,494,930,000	5,879,930,000	615,000,000	605,473,047	605,592,344	25.75	13.79
6 months	300,000,000	1,176,500,000	1,476,500,000	-	-	-	-	-
12 months	835,000,000	977,000,000	1,812,000,000	-	-	-	-	-
Total - 31 March 2021	1,135,000,000	8,648,430,000	9,168,430,000	615,000,000	605,473,047	605,592,344	25.75	13.79
Total - 30 June 2020					1,088,005,268	1,103,202,480		

6.4.1 Market treasury bills carry purchase yield of 7.00% to 7.54% (30 June 2020: 7.48% to 13.30%) per annum and will mature 07 June 2021 (30 June 2020: 24 September 2020 and 25 March 2021). The cost of investments these treaury Bill is Rs. 604,606,960 (30 June 2020: Rs. 1,045,141,985).

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6.5 Government securities - Pakistan Investment Bonds

Tenor	As at 01 July 2020	Purchased during the year	Disposed / matured during the year	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets
	-----Face value (Rupees)-----				-----Rupees-----		-----Percentage-----	
3 Years	684,000,000	50,000,000	445,000,000	289,000,000	296,910,085	291,267,265	12.38	6.63
5 Years	75,000,000	705,000,000	235,000,000	545,000,000	544,701,535	540,169,306	22.97	12.30
10 Years	-	75,000,000	-	75,000,000	75,489,375	74,887,500	3.18	1.71
Total - 31 March 2021	759,000,000	830,000,000	680,000,000	909,000,000	917,100,995	906,324,071	38.54	20.64
Total - 30 June 2020					702,441,841	785,252,961		

- 6.5.1** Pakistan Investment Bonds carry purchase yield of 7.25% to 9.50% (30 June 2020: 11.52% to 12.65%) per annum and will mature between 12 July 2021 and 18 June 2030 (30 June 2020: 12 July 2021 and 19 September 2024). The cost of these investments is Rs. 894,063,802 (30 June 2020: Rs. 702,513,897).

6.6 Particulars of non-compliant investments

- 6.6.1** The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated 07 July 2010, prescribed certain disclosures for the schemes holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The following are the details of non-compliant investments:

Non-compliant investment	Type of investment	Value before provision	Provision held	Net carrying value	Net assets	Gross assets
		-----Rupees-----			-----age %-----	
Listed						
Azgard Nine Limited	Term finance certificate	7,871,511	7,871,511	-	-	-
Telecard Limited	Term finance certificate	4,668,900	4,668,900	-	-	-
		12,540,411	12,540,411	-	-	-
Unlisted						
Agritech Limited-I	Term finance certificate	7,494,000	7,494,000	-	-	-
Agritech Limited-II	Term finance certificate	29,976,000	29,976,000	-	-	-
Agritech Limited-IV	Term finance certificate	11,015,000	11,015,000	-	-	-
Azgard Nine Limited-V	Term finance certificate	5,375,000	5,375,000	-	-	-
		53,860,000	53,860,000	-	-	-
Unlisted						
Agritech Limited	Sukuk certificate	15,225,000	15,225,000	-	-	-
Total as at 31 March 2021		81,625,411	81,625,411	-	-	-
Total as at 30 June 2020		81,625,501	81,625,501			

- 6.6.2** The securities stated above have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with SECP's Circular 33 of 2012 dated 24 October 2012, and an aggregate provision of Rs. 81.63 million (30 June 2020: Rs 81.63 million), has been made in accordance with the provisioning requirements specified by the SECP.

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6.7 Investments in Ordinary shares

Name of Investee Company	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
	----- Number of shares -----			----- Rupees -----			----- Percentage -----			
Banks										
United Bank Limited	-	500	-	500	-	-	-	-	-	-
	-	500	-	500	-	-	-	-	-	-
Industrial Engineering										
International Steels Limited	-	58,000	-	-	58,000	5,025,300	4,963,634	0.21	0.11	0.0133
Mughal Iron And Steel Industries Ltd	-	2,500	-	-	2,500	223,375	232,700	0.01	0.01	0.0010
	-	60,500	-	-	60,500	5,248,675	5,196,334	0.22	0.12	
Cement										
DG. Khan Cement Company Limited	-	133,500	-	133,500	-	-	-	-	-	-
Fauji Cement Company Limited	-	3,794,000	-	3,794,000	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	-	616,500	-	30,000	586,500	27,037,407	26,275,200	1.12	0.60	0.0534
Pioneer Cement Limited	-	5,000	-	-	5,000	622,500	609,000	0.03	0.01	0.0022
	-	4,549,000	-	3,957,500	591,500	27,659,907	26,884,200	1.14	0.61	
Power Generation & Distribution										
The Hub Power Company Limited	-	261,000	-	261,000	-	-	-	-	-	-
	-	261,000	-	261,000	-	-	-	-	-	-
Oil & Gas Marketing Companies										
Sui Northern Gas Pipelines Limited	-	10,000	-	-	10,000	390,625	392,200	1.67	0.01	0.0016
	-	10,000	-	-	10,000	390,625	392,200	1.67	0.01	
Oil & Gas Exploration Companies										
Oil & Gas Development Company Limited (Note 5.3)	-	197,000	-	197,000	-	-	-	-	-	-
	-	197,000	-	197,000	-	-	-	-	-	-
Textile Composite										
Nishat (Chunian) Limited	-	1,107,500	-	907,500	200,000	9,560,011	9,220,000	0.39	0.21	0.0544
Nishat Mills Limited	-	80,500	-	-	80,500	7,889,000	7,447,860	0.32	0.17	0.0229
	-	1,188,000	-	907,500	280,500	17,449,011	16,667,860	0.71	0.38	
AUTOMOBILE ASSEMBLER										
Pak Suzuki Motor Company Limited	-	31,000	-	27,500	3,500	1,098,980	1,102,080	0.05	0.03	0.0043
	-	31,000	-	27,500	3,500	1,098,980	1,102,080	0.05	0.03	
Fertilizer										
Fauji Fertilizer Bin Qasim Limited	-	1,838,000	-	1,745,000	93,000	2,575,350	2,548,200	0.11	0.06	0.0072
	-	1,838,000	-	1,745,000	93,000	2,575,350	2,548,200	0.11	0.06	
Chemicals										
Engro Polymer & Chemicals Limited	-	1,107,500	-	1,107,500	-	-	-	-	-	-
Lotte Chemical Pakistan Limited	-	85,000	-	85,000	-	-	-	-	-	-
	-	1,192,500	-	1,192,500	-	-	-	-	-	-
Transport										
Pakistan International Bulk Terminal Limited	-	3,893,500	-	893,500	3,000,000	32,450,424	31,350,000	1.33	0.71	0.1680
	-	3,893,500	-	893,500	3,000,000	32,450,424	31,350,000	1.33	0.71	
Foods & Personal Care Products										
Unify Foods Limited	-	12,281,500	-	6,751,500	5,530,000	214,914,099	213,265,540	9.07	4.86	0.5563
	-	12,281,500	-	6,751,500	5,530,000	214,914,099	213,265,540	9.07	4.86	
Total as at 31 March 2021						301,787,071	297,406,414	14.30	6.77	

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		31 March 2021	30 June 2020
		Un-audited	Audited
7 INTEREST / PROFIT ACCRUED	Note	----- Rupees -----	
Interest / profit on:			
Savings and term deposits		7,957,869	358,431
Margin Trading System		1,595,350	-
Term finance certificates		3,217,210	24,582,029
Pakistan Investment Bonds		9,142,981	19,550,246
Sukuk certificates		1,777,049	5,084,306
		23,690,458	49,575,012

8 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
National Clearing Company of Pakistan Limited (NCCPL)		2,750,000	2,750,000
Prepayments		136,404	101,582
Other receivables	8.1	8,834,289	8,604,251
		11,820,693	11,555,833

8.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

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 28 January 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 Fund 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 on bank deposits by the Fund has been shown as other receivables as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		31 March 2021	30 June 2020
		Un-audited	Audited
9 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	----- Rupees -----	
Remuneration of the Management Company	9.1	3,804,351	3,123,029
Sindh Sales Tax payable on remuneration of the Management Company	9.2	4,017,261	3,928,692
Federal Excise Duty payable on remuneration of the Management Company	9.3	23,582,971	23,582,971
Accounting and operational charges payable	14	646,738	530,916
		32,051,321	31,165,608

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- 9.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 1.00% of the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.
- 9.2 During the period, an amount of Rs. 3,945,462 (2020: Rs. 2,747,022) was charged on account of sales tax on remuneration of management company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 3,856,893 (2020: Rs. 2,644,041) has been paid to the Management Company which acts as a collecting agent.
- 9.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board (as explained in note 8.2 above) which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 01 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 23.583 million (30 June 2020: Rs 23.583 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Has the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 2.93 per unit (30 June 2020: Rs 3.30 per unit).

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
Trustee fee payable	10.1	285,326	234,227
Sindh sales tax payable on trustee fee		37,095	30,450
Settlement charges payable		-	1,000
Sindh sales tax payable on settlement charges		-	130
		322,421	265,807

- 10.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% per annum of the average annual net Net Assets of the Fund based on the letter no.CDC/ CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.
- 10.2 During the year an amount of Rs. 295,910 (2020: Rs. 232,778) was charged on accounts of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs 289,265 (2020: 242,598) was paid to trustee which acts as collecting agent.

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		31 March 2021	30 June 2020
		Un-audited	Audited
11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- Rupees -----	-----
Annual fees payable	11.1	606,994	665,764

- 11.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% of net assets per annum.

		31 March 2021	30 June 2020
		Un-audited	Audited
12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- Rupees -----	-----
Auditors' remuneration payable		306,022	499,646
NCCPL charges payable		-	61,366
Printing charges payable		-	5,294
Brokerage payable		1,847,408	84,374
Annual rating fee payable		20,644	-
Withholding tax payable		33,286	62,697,926
Capital gain tax payable		105,774	513,001
Zakat payable		465	1,649
Other payables		334,343	334,343
Provision for Sindh Workers' Welfare Fund	12.1	42,845,469	38,823,895
		45,493,410	103,021,494

- 12.1 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, was 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 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 the 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 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 SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

In view of the above developments regarding the applicability of WWF and SWWF on CISs / mutual funds, MUFAP has recommended the following to all its members on 12 January 2017:

- based on legal opinion, the entire provision against WWF held by the CISs till 30 June 2015 should be reversed on 12 January 2017; and
- as a matter of abundant caution, the provision in respect of SWWF should be made with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015) on 12 January 2017.

Accordingly, on 12 January 2017 the provision for WWF was reversed and the provision for SWWF was made for the period from 21 May 2015 to 12 January 2017. Thereafter, the provision is being made on a daily basis going forward.

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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 and supported by adequate disclosures in the financial statements of the CISs/ mutual funds.

Had the provision for SWWF not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 5.33 per unit (30 June 2020: Rs 5.43 per unit).

Accordingly, necessary adjustments in this respect were recorded in the books of the Fund on 12 January 2017 whereby the entire provision for WWF was reversed and the provision for SWWF was made for the period from 21 May 2015 to 12 January 2017. Thereafter, the provision for SWWF is being made by the Fund on a daily basis going forward.

13 CONTINGENCIES AND COMMITMENTS

- 13.1** Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part 1 of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). The management company believes that distribution of income by collective investment schemes includes (a) the income already distributed upon redemption of units and (b) the remaining amount of income distributed by way of cash dividend.

Open end mutual funds continuously offer issuance and redemption of units at prevailing Net Assets Value (NAV) applicable at the time of offer and redemption. The unit-holder who invests in the open end mutual fund during the year and redeems during the same year has effectively taken his due share of income for the year and the differential amount (proceeds received less original investment) is and should be treated as "distribution of profit". In case of unit holder who existed at the beginning of the year and makes redemption during the year, the amount representing his due share of income from the current year's income is and should be considered as "distribution of profit".

In assessment for TY 2018, the said exemption has been denied by The Additional Commissioner — Audit (AC), on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income as per criteria envisaged under Clause 99 of Part 1 of the Second Schedule of the Ordinance and AC due to commented that the distribution by the Fund fell short of 90% distribution threshold.

In response to the order, the Fund filed appeal with Commissioner Appeals office. In judgment dated 2018 Commissioner Appeals upheld Assessment Order passed by AC. The Fund has now initiated appeal in Appellate Tribunal, which is pending adjudication.

Meanwhile, Fund filed petition for stay in High Court of Sindh (SHC), and stay order dated January 14, 2021 has been granted by SHC. In its judgment, SHC held that since the subject matter is pending before Appellate Tribunal, therefore, the recovery of impugned demand of Rs. 138 Million will not be enforced till the final decision of Tribunal.

Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open end mutual fund. SECP agrees with MUFAPs interpretation and is also actively following up with FBR to resolve the matter at the earliest.

The management believes that the Fund has distributed required amount of income to be eligible for tax exemption under clause 99 of Part 1 of the Second Schedule of the Income Tax Ordinance 2001 and hence, no provision for taxation is required to be made in these financial statements.

- 13.2** There were no commitments outstanding as at 31 March 2021 and 30 June 2020.

14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

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The Management Company charged actual expenses within the limit of 0.17% of average annual net assets of the fund.

15 INTEREST INCOME

		For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
		2021	2020	2021	2020
		Un-audited		Un-audited	
Note		Rupees		Rupees	
Interest on:					
Saving and term deposits		22,703,275	47,727,853	9,378,521	6,312,417
Margin Trading System		27,995,982	1,065,284	3,785,971	1,063,758
Term finance certificates	15.1	41,712,670	77,240,414	10,462,723	26,392,661
Sukuk certificates		21,918,621	38,652,155	6,192,821	13,760,429
Government Securities		132,050,864	140,471,556	42,628,145	58,857,754
Commercial Papers		-	1,559,342	-	-
		246,381,411	306,716,604	72,448,180	106,387,019

15.1 This includes mark-up received on non-performing term finance certificates amounting to Rs. Nil (31 March 2020: Rs. Nil million). Furthermore in accordance with the requirements specified by the SECP, mark-up on non performing securities amounting to Rs. 83.80 million (31 March 2020: Rs. 73.99 million) based on outstanding principal has not been recognised during the period.

16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 1.75% (30 June 2020: 1.67%) which includes 0.30% (30 June 2020: 0.45%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

17 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

18 EARNINGS PER UNIT

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

19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

		For the Nine Months Ended 31 March	
		2021	2020
		----- Rupees -----	
19.1 Transactions during the period			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company		30,349,709	21,130,940
Remuneration paid		29,668,387	20,338,764
Sindh Sales Tax on remuneration of the Management Company		3,945,462	2,747,022
Accounting and operational charges		5,159,450	3,250,518
Issue of Nil (2020: 1) units		-	304
Central Depository Company of Pakistan Limited (Trustee)			
Trustee fee		2,276,227	1,790,599
Sindh Sales Tax on remuneration of the Trustee		295,910	232,778
Trustee fee paid		2,225,127	1,866,135
Settlement charges		-	33,983
Sindh Sales Tax on settlement charges		-	4,418
Atlas Foundation (Trust having common Director / Trustee)			
Issue of 63,320 (2020: 40,743) units		33,000,000	22,326,805
Redemption of 30,426 (2020: 23,074) units		16,500,000	12,000,000
Atlas Honda Limited (Group Company)			
Issue of Nil (2020: 135) units		-	71,923
Atlas Metals (Private) Limited			
Issue of 74,930 (2020: Nil) units		40,000,000	-
Atlas Insurance Limited			
Issue of Nil (2020: 885,988) units		-	488,844,039
Redemption of Nil (2020: 885,988) units		-	488,994,657
Batool Benefit Trust (Trust having common Director / Trustee)			
Issue of 56,853 (2020: 1) units		30,041,703	627
Redemption of 5,814 (2020: 30,427) units		3,036,000	16,368,393
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)			
Issue of 48,470 (2020: Nil) units		25,500,000	-
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund (Retirement benefit plan of Group Company)			
Issue of 225,117 (2020: Nil) units		120,000,000	-
Atlas Honda Limited - Non-Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)			
Issue of 1,855 (2020: Nil) units		1,000,000	-
Shirazi Investments (Private) Limited (Group Company)			
Issue of 3,868 (2020: 1,983) units		2,015,774	1,054,011
Atlas Autos (Private) Limited			
Issue of 840,232 (2020: Nil) units		450,000,000	-
Directors and their close family members and key management personnel of the Management Company			
Issue of 20,291 (2020: 936) units		10,751,301	500,000
Redemption of 48,440 (2020: 996) units		25,943,742	252,845

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19.2 Balances as at period / year end	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	3,804,351	3,123,029
Sindh Sales Tax payable on remuneration of the Management Company	4,017,261	3,928,692
Federal Excise Duty payable on remuneration of the Management Company	23,582,971	23,582,971
Accounting and operational charges payable	646,738	530,916
Outstanding 100,335 (30 June 2020: 100,335) units - at net asset value	54,782,851	52,126,862
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	285,326	234,227
Sindh Sales Tax payable on remuneration of the trustee	37,095	30,450
Settlement charges payable	-	1,000
Sindh Sales Tax payable on settlement charges	-	130
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 555,827 (30 June 2020 : 522,933) units - at net asset value	303,482,196	271,679,336
Atlas Honda Limited (Group Company)		
Outstanding 564,023 (30 June 2020: 564,023) units - at net asset value	307,957,344	293,026,919
Atlas Insurance Limited (Group Company)		
Outstanding 98,569 (30 June 2020: 98,569) units - at net asset value	53,819,025	51,209,765
Atlas Autos (Private) Limited		
Outstanding 840,232 (30 June 2020: Nil) units - at net asset value	458,767,499	-
Atlas Metals (Private) Limited		
Outstanding 74,930 (30 June 2020: Nil) units - at net asset value	40,911,693	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Outstanding 48,470 (30 June 2020: Nil) units - at net asset value	26,464,875	-
Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of group company)		
Outstanding 30,924 (30 June 2020: 32,779) units - at net asset value	16,884,490	17,029,710
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of group company)		
Outstanding 67,449 (30 June 2020: 67,449) units - at net asset value	36,827,283	35,041,818
Batool Benefit Trust (Trust having common Director / Trustee)		
Outstanding 67,448 (30 June 2020: 16,408) units - at net asset value	36,826,536	8,524,427
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of group company)		
Outstanding 262,130 (30 June 2020: 37,012) units - at net asset value	143,123,207	19,229,093
Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund (Retirement benefit plan of group company)		
Outstanding 152,336 (30 June 2020: 152,336) units - at net asset value	83,175,386	79,142,868
Shirazi Investments (Private) Limited (Group company)		
Outstanding 3,925,631 (30 June 2020: 3,921,763) units - at net asset value	2,143,399,432	2,037,473,329
Key Management Personnel of Management Company		
Outstanding 126,785 (30 June 2020: 154,935) units -at net asset value	69,225,035	80,493,240

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20 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The investments of the Fund in debt securities are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities. In the determination of the rates MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan. The investment of the Fund in equity securities is valued on the basis of rates quoted on Stock Exchange. The estimated fair values of all other financial assets and liabilities are considered not to be significantly different from carrying values.

Fair value hierarchy

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

- Level 1: Quoted price (unadjusted) in an active market 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).

21 GENERAL

21.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2021 and 31 March 2020 have not been subjected to limited scope review by the statutory auditors of the Fund.

21.2 Figures have been rounded off to the nearest Rupee unless otherwise stated.

21.3 COVID-19 impact

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided the following relaxation to CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

- The timeline for classification of debt security as non performing has been extended from 15 days to 180 days

The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks. The Management Company has made an assessment of COVID-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

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21.4 Units have been rounded off to the nearest decimal places.

22 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block ‘B’, S.M.C.H.S, Main Shahrah-e-Faisal,
Karachi - 74400

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Bank Alfalah Limited
Habib Bank Limited
MCB Bank Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
Note		-----Rupees-----	
Assets			
Cash and Bank balances	4	27,309,581	75,706,293
Investments	5	8,927,260,040	6,990,442,843
Dividend receivable		138,355,370	-
Profit receivable on bank balances		1,113,891	413,904
Receivable against sale of investments		67,414,240	-
Advances, deposits, prepayments and other receivables	6	13,529,987	13,529,987
Total assets		9,174,983,109	7,080,093,027
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	46,622,570	39,612,278
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	972,042	736,735
Payable to the Securities and Exchange Commission of Pakistan	9	1,324,768	1,245,447
Payable against redemption of units		27,915,383	132,732,432
Payable against purchase of investments		8,404,930	-
Unclaimed dividend		401,733	401,733
Accrued expenses and other liabilities	10	103,966,448	63,694,863
Total liabilities		189,607,875	238,423,488
NET ASSETS		8,985,375,235	6,841,669,539
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,985,375,235	6,841,669,539
CONTINGENCIES AND COMMITMENTS	11		
		-----Number of units-----	
NUMBER OF UNITS IN ISSUE		12,908,815	13,240,837
		-----Rupees-----	
NET ASSET VALUE PER UNIT		696.0651	516.7100

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	Note	For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2021	2020	2021	2020
		Rupees -----			
Income					
Profit on bank balances		6,464,413	11,914,278	2,370,674	4,251,008
Dividend income		332,197,407	267,966,537	155,565,874	90,497,169
Capital gain on sale of investments - net		1,097,665,947	174,771,865	385,948,928	3,291,846
Net unrealised appreciation / (diminution) on re-measurement of investments classified as "financial assets at fair value through profit or loss"		1,303,165,853	(1,161,307,357)	(199,361,964)	(2,165,025,083)
		2,400,831,801	(986,535,492)	186,586,965	(2,161,733,237)
Total income / (loss)		2,739,493,620	(706,654,677)	344,523,512	(2,066,985,060)
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	158,975,168	99,139,217	55,472,907	42,850,937
Sindh sales tax on remuneration of the Management Company	7.2	20,666,772	12,888,098	7,211,478	5,570,622
Remuneration of Central Depository Company of Pakistan Limited - Trustee		7,374,650	5,351,236	2,557,947	2,034,090
Sindh sales tax on remuneration of the trustee		958,705	695,661	332,534	264,432
Annual fee to the Securities and Exchange Commission of Pakistan		1,324,793	919,974	462,274	357,091
Accounting and operational charges	14	15,219,886	6,394,797	6,934,113	2,768,407
Auditors' remuneration		374,074	493,074	166,434	153,952
Annual listing fee		20,644	20,663	6,792	6,838
Securities transaction cost		12,395,340	10,137,751	4,177,091	4,084,251
Printing charges		41,375	23,502	9,472	-
Legal and professional charges		131,560	195,500	30,780	97,447
Provision for Sindh Workers' Welfare Fund	10.1	50,438,056	-	5,343,146	(25,643,549)
Bank charges		107,846	87,882	4,402	6,335
Total expenses		268,028,870	136,347,355	82,709,371	32,550,853
Net income / (loss) for the period before taxation		2,471,464,750	(843,002,032)	261,814,141	(2,099,535,913)
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		2,471,464,750	(843,002,032)	261,814,141	(2,099,535,913)
Allocation of net income / (loss) for the period					
Net income / (loss) for the period after taxation		2,471,464,750		261,814,141	
Income already paid on units redeemed		(449,695,399)		(281,026,514)	
		2,021,769,351		(19,212,373)	
Accounting income available for distribution:					
- Relating to capital gains		2,400,831,801		186,586,965	
- Excluding capital gains		(379,062,450)		(205,799,338)	
		2,021,769,351		(19,212,373)	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	-----Rupees-----			
Net income / (loss) for the period after taxation	2,471,464,750	(843,002,032)	261,814,141	(2,099,535,913)
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income / (loss) for the period	<u>2,471,464,750</u>	<u>(843,002,032)</u>	<u>261,814,141</u>	<u>(2,099,535,913)</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2021

[illegible]

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

		For the Nine Months Ended	
		31 March	
		2021	2020
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Profit / (loss) for the period after taxation		2,471,464,750	(843,002,032)
Adjustment for:			
Profit on bank balances		(6,464,413)	(11,914,278)
Dividend income		(332,197,407)	(267,966,537)
Capital gain on sale of investments - net		(1,097,665,947)	(174,771,865)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(1,303,165,853)	1,161,307,357
Provision for Sindh Workers' Welfare Fund		50,438,056	-
		(2,689,055,564)	706,654,677
(Increase) / Decrease in assets			
Receivable against sale of investments		(67,408,683)	53,064,695
Advances, deposits, prepayments and other receivables		-	(6,839)
		(67,408,683)	53,057,856
(Decrease) / Increase in liabilities			
Payable to Atlas Asset Management Limited - Management Company		7,010,292	4,713,425
Payable to the Central Depository Company of Pakistan Limited - Trustee		235,307	96,776
Payable to the Securities and Exchange Commission of Pakistan		79,321	(4,515,650)
Payable against redemption of units		(104,817,049)	-
Payable against purchase of investments		8,404,930	17,512,402
Accrued expenses and other liabilities		(10,166,471)	4,427,611
		(99,253,669)	22,234,564
Profit received on bank balances		5,764,426	11,229,244
Dividend received		193,842,036	190,019,531
Investments made during the period		(5,585,611,704)	(4,688,497,266)
Investments sold during the period		6,049,620,749	3,342,014,224
Net cash generated / (used in) operating activities		279,362,341	(1,206,289,202)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units		4,282,393,582	1,862,566,743
Net payments against redemption of units		(4,610,152,636)	(858,286,027)
Net cash (used) / generated from financing activities		(327,759,054)	1,004,280,716
Net decrease in cash and cash equivalents		(48,396,712)	(202,008,486)
Cash and cash equivalents at the beginning of the period		75,706,293	266,018,200
Cash and cash equivalents at the end of the period	4	27,309,580	64,009,714

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Stock Market Fund (the Fund) is an open ended Mutual Fund constituted under a trust deed entered into on 29 May 2004 between Atlas Asset Management Limited (AAML) as the management company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth, Fifth and Sixth Supplemental Trust Deeds dated 21 June 2005, 24 July 2006, 29 October 2007, 6 March 2008, 4 December 2009 and 23 May 2017 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteen and Fourteen Supplements dated 21 June 2005, 24 July 2006, 29 October 2007, 6 March 2008, 4 December 2009, 14 October, 2013, 24 March 2015, 03 August 2015, 29 September 2016, 2 June 2017, 25 May 2018, 5 September 2020, 25 November 2020 and 01 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'equity scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The Fund 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. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio of equity securities offering consistent returns and growth. The Fund aims to deliver this objective mainly by investing in equity securities of companies that are paying regular dividend, have growth prospects or are actively traded. Any amounts which have not been invested in equity securities may be invested in liquid instruments including bank deposits (excluding TDRs) and treasury bills not exceeding 90 days maturity. The investment objectives and policies are more fully defined in the Fund's Offering Document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two plus)] on 24 December 2020.
- 1.5 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS FOR 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. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed

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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 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2020.

3.2 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 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reform

IAS 1 - Definition of Material

IFRS 16 - COVID-19 Rent Related Concessions

The Conceptual Framework for Financial Reporting

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	Rupees
4 CASH AND BANK BALANCES			
In local currency			
- Profit and loss sharing accounts	4.1	22,017,109	74,051,293
- Current account		5,000	5,000
- Cheque in hand	4.2	5,287,472	1,650,000
		27,309,581	75,706,293
4.1	This rate of return on these accounts ranges between 4.00% and 7.80% (30 June 2020: 6.00% and 6.50%) per annum.		
4.2	These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 06 April 2021 (30 June 2020: 06 July 2020).		

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	Rupees
5 INVESTMENTS			
At fair value through profit or loss			
- Investment in listed equity securities	5.1	8,927,260,040	6,990,442,843

Atlas Stock Market Fund

5.1 At fair value through profit or loss - Listed equity securities

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

Name of Investee Company	Note	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Carrying Cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
<div>----- Number of shares ----- ----- Rupees ----- ----- % age -----</div>											
COMMERCIAL BANKS											
Bankislami Pakistan Limited	5.3	8,284,250	-	-	8,284,250	-	-	-	-	-	-
Bank Alfalah Limited		3,307,500	4,012,631	-	7,318,007	2,124	74,530	64,740	0.00	0.00	0.00
Bank Al Habib Limited		5,975,175	500,000	-	4,175,058	2,300,117	123,888,324	149,599,610	1.68	1.66	0.21
The Bank Of Punjab		5,174,500	-	-	5,174,500	-	-	-	-	-	-
Faysal Bank Limited		5,100,943	1,700,000	-	5,139,000	1,661,943	25,464,031	26,890,238	0.30	0.30	0.11
Habib Bank Limited (Note 5.3)		3,633,600	1,383,800	-	152,000	4,865,400	515,372,017	565,262,172	6.33	6.29	0.33
Habib Metropolitan Bank Limited		4,211,500	1,015,500	-	100,000	5,127,000	150,914,935	184,418,190	2.07	2.05	0.49
MCB Bank Limited		415,300	1,053,115	-	630,500	837,915	144,835,003	144,247,067	1.62	1.61	0.07
Meezan Bank Limited		3,161,135	1,431,200	200,063	1,271,500	3,520,898	260,910,127	398,495,236	4.46	4.43	0.25
United Bank Limited (Note 5.3)	5.3	2,078,325	3,090,138	-	125,000	5,043,463	565,092,590	599,869,489	6.72	6.68	0.41
		41,342,228	14,186,384	200,063	32,369,815	23,358,860	1,786,551,558	2,068,846,741	23.17	23.02	
INSURANCE											
Adamjee Insurance Company Limited		1,576,500	785,500	-	1,692,000	670,000	30,614,172	26,284,100	0.29	0.29	0.19
EFU Life Assurance Limited		-	173,700	-	173,700	-	-	-	-	-	-
Jubilee Life Insurance Company Limited		-	143,300	-	48,100	95,200	35,517,131	35,009,800	0.39	0.39	0.11
Pakistan Reinsurance Company Limited		1,028,500	150,000	-	-	1,178,500	28,170,840	31,041,690	0.35	0.35	0.39
		2,605,000	1,252,500	-	1,913,800	1,943,700	94,302,143	92,335,590	1.03	1.03	
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited		1,850,000	500,000	-	2,350,000	-	-	-	-	-	-
Interloop Limited		3,000	1,176,500	-	756,500	423,000	29,712,687	27,968,760	0.31	0.31	0.05
Kohinoor Textile Mills Limited		1,507,500	931,000	-	854,500	1,584,000	68,578,073	97,162,560	1.09	1.08	0.53
Nishat (Chunian) Limited		869,500	-	-	869,500	-	-	-	-	-	-
Nishat Mills Limited		650,000	1,835,500	-	653,000	1,832,500	173,220,997	169,542,900	1.90	1.89	0.52
		4,880,000	4,443,000	-	5,483,500	3,839,500	271,511,756	294,674,220	3.30	3.28	
CEMENT											
Attock Cement Pakistan Limited		388,600	273,500	-	148,500	513,600	70,720,570	87,152,784	0.98	0.97	0.37
Cherat Cement Company Limited		1,309,400	300,000	-	755,000	854,400	100,638,200	137,216,640	1.54	1.53	0.44
D.G. Khan Cement Company Limited		987,500	955,000	-	317,500	1,625,000	175,369,874	195,828,750	2.19	2.18	0.37
Fauji Cement Company Limited		30,500	7,783,500	-	-	7,814,000	170,802,855	178,315,480	2.00	1.98	0.57
Kohat Cement Company Limited		551,500	225,000	-	236,500	540,000	91,920,226	111,898,800	1.25	1.25	0.27
Lucky Cement Limited		740,500	107,000	-	109,500	738,000	361,164,043	603,381,420	6.76	6.72	0.23
Maple Leaf Cement Factory Limited		45,000	-	-	45,000	-	-	-	-	-	-
Pioneer Cement Limited		3,609,000	-	-	3,394,500	214,500	13,522,080	26,126,100	0.29	0.29	0.09
		7,662,000	9,644,000	-	5,006,500	12,299,500	984,137,848	1,339,919,974	15.01	14.91	
REFINERY											
Attock Refinery Limited		-	600,000	-	200,000	400,000	91,423,331	102,152,000	1.14	1.14	0.38
		-	600,000	-	200,000	400,000	91,423,331	102,152,000	1.14	1.14	
POWER GENERATION AND DISTRIBUTION											
K-Electric Limited (face value Rs. 3.5 per share)		6,750,000	2,750,000	-	-	9,500,000	32,406,501	37,810,000	0.42	0.42	0.03
Kot Addu Power Company Limited		-	2,408,500	-	1,873,500	535,000	22,780,135	21,260,900	0.24	0.24	0.06
Lalpur Power Limited		2,950,000	5,014,000	-	500,000	7,464,000	106,216,845	127,932,960	1.43	1.42	1.97
Nishat Chunian Power Limited		619,000	-	-	619,000	-	-	-	-	-	-
Pakgen Power Limited		4,208,500	250,000	-	1,210,500	3,248,000	41,274,156	99,713,600	1.12	1.11	0.87
The Hub Power Company Limited		6,148,820	1,325,000	-	1,253,000	6,220,820	463,647,827	504,757,335	5.65	5.62	0.48
		20,676,320	11,747,500	-	5,456,000	26,967,820	666,325,464	791,474,795	8.87	8.81	
OIL & GAS MARKETING COMPANIES											
Byco Petroleum Pakistan Limited	5.3	-	2,500,000	-	2,500,000	-	-	-	-	-	-
Hi-Tech Lubricants Limited		2,000	1,051,000	-	1,053,000	-	-	-	-	-	-
Pakistan State Oil Company Limited		1,169,153	559,024	-	407,500	1,320,677	225,657,264	304,587,737	3.41	3.39	0.28
Shell Pakistan Limited		264,700	-	-	264,700	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited		1,565,200	3,788,100	-	3,924,202	1,429,098	57,888,518	56,049,224	0.63	0.62	0.23
		3,001,053	7,898,124	-	8,149,402	2,749,775	283,545,782	360,636,960	4.04	4.01	

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Name of Investee Company	Note	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Carrying Cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
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----- Number of shares ----- Rupees ----- % age -----

OIL & GAS EXPLORATION COMPANIES

Mari Petroleum Company Limited		353,669	-	-	97,120	256,549	317,261,321	392,853,484	4.40	4.37	0.19
Oil & Gas Development Company Limited		3,003,100	997,000	-	630,000	3,370,100	369,001,213	342,435,861	3.84	3.81	0.08
Pakistan Oilfield Limited		533,020	59,000	-	334,000	258,020	91,903,822	98,019,218	1.10	1.09	0.09
Pakitsan Petroleum Limited (Note 5.3)		2,148,602	1,064,000	-	635,000	2,577,602	234,387,584	225,101,983	2.52	2.51	0.09
		6,038,391	2,120,000	-	1,696,120	6,462,271	1,012,553,940	1,058,410,545	11.86	11.78	

INDUSTRIAL ENGINEERING

Agha Steel Industries Limited		-	3,163,867	-	3,163,867	-	-	-	-	-	-
Aisha Steel Mills Limited		-	8,400,000	-	7,500,000	900,000	21,645,770	21,375,000	0.24	0.24	0.12
Crescent Steel & Allied Products Limited		-	405,000	-	-	405,000	35,969,364	26,774,550	0.30	0.30	0.52
International Industries Limited		300,000	140,000	-	440,000	-	-	-	-	-	-
International Steels Limited		-	940,000	-	741,500	198,500	17,498,883	16,987,630	0.19	0.19	0.05
Mughal Iron And Steel Industries Limited		213	330,000	52,834	-	383,047	28,683,955	31,931,331	0.36	0.36	0.15
		300,213	13,378,867	52,834	11,845,367	1,886,547	103,797,971	97,068,511	1.09	1.08	

AUTOMOBILE ASSEMBLER

Indus Motor Company Limited		71,060	6,400	-	5,000	72,460	73,687,345	83,767,383	0.94	0.93	0.09
Pak Suzuki Motor Company Limited		-	203,300	-	-	203,300	58,042,427	64,015,104	0.72	0.71	0.25
Millat Tractors Limited		84,850	10,000	-	4,850	90,000	56,492,800	98,977,500	1.11	1.10	0.16
		155,910	219,700	-	9,850	365,760	188,222,573	246,759,987	2.76	2.75	

AUTOMOBILE PARTS AND ACCESSORIES

Thal Limited (face value of Rs. 5 per share)		248,000	147,700	-	-	395,700	144,435,853	145,649,256	1.63	1.62	0.49
Panther Tyres Limited		-	881,863	-	-	881,863	58,448,480	56,836,070	0.64	0.63	0.63
		248,000	1,029,563	-	-	1,277,563	202,884,333	202,485,326	2.27	2.25	

CABLES & ELECTRICAL GOODS

Pak Elektron Limited		-	2,963,000	-	2,963,000	-	-	-	-	-	-
TPL Corporation Limited		-	1,198,500	-	1,198,500	-	-	-	-	-	-
Waves Singer Pakistan Limited	5.3	-	611,500	-	611,500	-	-	-	-	-	-
		-	4,773,000	-	4,773,000	-	-	-	-	-	-

TRANSPORT

Pakistan International Bulk Terminal Limited		4,897,500	2,000,000	-	1,397,500	5,500,000	57,189,730	57,475,000	0.64	0.64	0.31
		4,897,500	2,000,000	-	1,397,500	5,500,000	57,189,730	57,475,000	0.64	0.64	

TECHNOLOGY AND COMMUNICATIONS

Avanceon Limited		-	1,470,500	-	1,470,000	500	-	-	-	-	-
Pakistan Telecommunication Company Limited		-	4,776,000	-	-	4,776,000	47,211,447	44,321,280	0.50	0.49	0.13
Systems Limited		1,627,050	500	44,000	1,187,550	484,000	80,826,312	227,736,520	2.55	2.53	0.35
TRG Pakistan Limited - Class 'A'		-	6,310,000	-	5,000,000	1,310,000	162,158,673	196,775,100	2.20	2.19	0.24
		1,627,050	12,557,000	44,000	7,657,550	6,570,500	290,196,432	468,832,900	5.25	5.22	

FERTILIZER

Engro Corporation Limited		1,126,700	935,001	-	520,000	1,541,701	462,785,374	427,544,521	4.79	4.76	0.27
Engro Fertilizers Limited (Note 5.3)	5.3	3,163,500	650,000	-	2,400,000	1,413,500	86,852,500	88,202,400	0.99	0.98	0.11
Fauji Fertilizer Bin Qasim Limited		1,520,500	1,700,000	-	1,520,500	1,700,000	46,120,995	46,580,000	0.52	0.52	0.13
Fauji Fertilizer Bin Qasim Limited - LoR		-	-	581,340	581,340	-	-	-	-	-	-
Fauji Fertilizer Company Limited		1,146,000	372,800	-	618,800	900,000	98,237,454	94,041,000	1.05	1.05	0.07
		6,956,700	3,657,801	581,340	5,640,640	5,555,201	693,996,323	656,367,921	7.35	7.30	

PHARMACEUTICALS

Abbott Laboratories (Pakistan) Limited		129,200	-	-	129,200	-	-	-	-	-	-
AGP Limited		523,000	423,400	-	523,000	423,400	51,620,774	48,322,642	0.54	0.54	0.15
Ferozsons Laboratories Limited		-	40,000	-	-	40,000	13,466,005	12,178,000	0.14	0.14	0.11
Glaxosmithkline Pakistan Limited		362,000	411,000	-	402,200	370,800	67,185,785	58,245,264	0.65	0.65	0.12
Highnoon Laboratories Limited		132,320	93,400	-	-	225,720	124,071,486	146,602,883	1.64	1.63	0.65
The Searle Company Limited		706,602	258,429	-	370,185	594,846	126,217,644	146,944,807	1.65	1.64	0.25
		1,853,122	1,226,229	-	1,424,585	1,654,766	382,561,693	412,293,596	4.62	4.59	

Atlas Stock Market Fund

Name of Investee Company	Note	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Carrying Cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
		Number of shares			Rupees			% age			
CHEMICALS											
Archroma Pakistan Limited		113,450	-	-	113,450	-	-	-	-	-	-
Berger Paints Pakistan Limited		-	489,000	-	489,000	-	-	-	-	-	-
Engro Polymer & Chemicals Limited		5,340,000	578,000	-	4,118,000	1,800,000	55,011,054	98,982,000	1.11	1.10	0.20
ICI Pakistan Limited		72,000	30,000	-	52,000	50,000	36,456,278	41,584,500.00	0.47	0.46	0.05
Lotte Chemical Pakistan Limited		5,500,000	500,000	-	6,000,000	-	-	-	-	-	-
Sitara Chemical Industries Limited		-	161,000	-	161,000	-	-	-	-	-	-
		11,025,450	1,758,000	-	10,933,450	1,850,000	91,467,331	140,566,500	1.57	1.56	
PAPER & BOARD											
Packages Limited		57,200	174,800	-	32,000	200,000	83,328,193	101,154,000	1.13	1.13	0.22
		57,200	174,800	-	32,000	200,000	83,328,193	101,154,000	1.13	1.13	
LEATHER AND TANNERIES											
Bata Pakistan Limited		59,600	4,100	-	1,840	61,860	84,123,325	122,730,240	1.37	1.37	0.03
Service Industries Limited		80,475	15,500	20,118	-	116,093	77,541,143	130,103,103	1.46	1.45	0.10
		140,075	19,600	20,118	1,840	177,953	161,664,468	252,833,343	2.83	2.81	
FOODS & PERSONAL CARE PRODUCTS											
At-Tahur Limited		2,462,500	-	246,250	450,000	2,258,750	35,380,255	37,766,300	0.42	0.42	1.27
Unity Foods Limited		53,000	7,300,000	-	4,153,000	3,200,000	90,065,546	95,168,000	1.07	1.06	0.32
		2,515,500	7,300,000	246,250	4,603,000	5,458,750	125,445,801	132,934,300	1.49	1.48	
GLASS AND CERAMICS											
Shabbir Tiles & Ceramics Limited (face value Rs.5)		-	1,594,500	-	1,156,500	438,000	9,974,855	10,345,560	0.12	0.12	0.27
Tariq Glass Industries Limited		230,250	-	-	230,250	-	-	-	-	-	-
		230,250	1,594,500	-	1,386,750	438,000	9,974,855	10,345,560	0.12	0.12	
MISCELLANEOUS											
Synthetic Products Enterprises Limited		900,000	-	-	900,000	-	-	-	-	-	-
TPL Properties Limited		-	4,357,000	-	-	4,357,000	43,012,659	39,692,270	0.44	0.44	1.33
Tri-Pack Films Limited		-	16,500	-	16,500	-	-	-	-	-	-
		900,000	4,373,500	-	916,500	4,357,000	43,012,659	39,692,270	0.44	0.44	
Total 31 March 2021							7,624,094,187	8,927,260,040	100.00	99.35	
Total 30 June 2020							7,113,226,257	6,990,442,843			

5.2 The cost of listed equity securities as at 31 March 2021 is Rs. 8,126,601,337.27 (30 June 2020: Rs. 7,557,777,485).

5.3 The above investments include following shares which have been pledged with the 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:

	31 March 2021	30 June 2020	31 March 2021	30 June 2020
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Engro Fertilizers Limited	425,000	425,000	26,520,000	25,619,000
Habib Bank Limited	60,000	60,000	6,970,800	5,812,200
United Bank Limited	170,000	100,000	20,219,800	10,336,000
Oil & Gas Development Company	100,000	-	10,161,000	-
Pakistan Petroleum Limited	297,000	297,000	25,937,010	25,773,660
	1,052,000	882,000	89,808,610	67,540,860

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	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	----- Rupees -----
6 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Security deposits with:			
- National Clearing Company of Pakistan Limited (NCCPL)		2,500,000	2,500,000
- Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
Other Receivables	6.1	10,929,987	10,929,987
		13,529,987	13,529,987

- 6.1** As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholders.

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 28 January 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 Fund 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 on bank deposits by the Fund has been shown as other receivables as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	----- Rupees -----
7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)			
Remuneration of the Management Company	7.1	18,606,803	13,608,253
Sindh Sales Tax payable on remuneration of the Management Company	7.2	5,387,930	4,738,119
Federal Excise Duty payable on remuneration of the Management Company	7.3	20,301,988	20,301,988
Accounting and operational charges payable	14	2,325,849	963,918
		46,622,570	39,612,278

- 7.1** As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to collective investment scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 2.4% (30 June 2020: 2.4%) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

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- 7.2

During the period, an amount of Rs. 20,016,961 (2020: Rs.12,888,098) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 20,016,961 (2020: Rs. 12,396,284) has been paid to the Management Company which acts as a collecting agent.
- 7.3

The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 20.302 million (30 June 2020: Rs 20.302 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 1.57 (30 June 2020: Rs. 1.53) per unit.

	31 March 2021 Un-audited	30 June 2020 Audited
	----- Rupees -----	
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY		
Remuneration Payable to Trustee	860,215	648,978
SST on Trustee fee payable	111,828	84,367
Payable to against CDS charges	-	3,000
SST on CDS Charges	-	390
	972,042	736,735

- 8.1

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

up to Rs 1,000 million

Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher

On an amount exceeding Rs 1,000 million

Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding Rs 1,000 million.
- 8.2

During the year, an amount of Rs. 958,704 (2020: Rs.695,661) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 934,961 (2020 : 684,527) was paid to the Trustee which acts as a collecting agent.

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	31 March 2021 Un-audited	30 June 2020 Audited
	----- Rupees -----	
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
Annual fees payable	1,324,768	1,245,447

In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

	31 March 2021 Un-audited	30 June 2020 Audited
	----- Rupees -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	289,031	481,582
NCCPL charges payable	25,000	25,000
Withholding and capital gain tax payable	1,640,497	15,621,799
Transaction charges payable	6,912,850	2,919,420
Sales load payable	65,909	27,614
Annual listing fee payable	20,644	-
Zakat payable	2,975	48,075
Provision for Sindh Workers' Welfare Fund	95,009,542	44,571,373
	103,966,448	63,694,863

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, was 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 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 the 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 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 SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

In view of the above developments regarding the applicability of WWF and SWWF on CISs / mutual funds, MUFAP has recommended the following to all its members on 12 January 2017:

- based on legal opinion, the entire provision against WWF held by the CISs till 30 June 2015 should be reversed on 12 January 2017; and
- as a matter of abundant caution, the provision in respect of SWWF should be made with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015) on 12 January 2017.

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Accordingly, on 12 January 2017 the provision for WWF was reversed and the provision for SWWF was made for the period from 21 May 2015 to 12 January 2017. Thereafter, the provision is being made on a daily basis going forward.

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 and supported by adequate disclosures in the financial statements of the CISs/ mutual funds.

Had the provision for SWWF not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 December 2020 would have been higher by Rs. 7.36 per unit (30 June 2020: Rs. 3.37 per unit).

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2021 and 30 June 2020.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 4.04% (30 June 2020: 3.13%) which includes 1.14% (30 June 2020: 0.46%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these condensed interim financial statements.

14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2020 dated 20 June 2019.

The Management Company charged actual expenses within the limit of 0.17% of average annual net assets of the fund upto 2 December 2020 and charged expenses at the rate of 0.30% of the average annual net assets afterwards.

15 EARNING PER UNIT

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

16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management

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Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
		----- Rupees -----	
16.1 Transactions during the period			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company		158,975,168	99,139,217
Sindh Sales Tax on remuneration of the Management Company		20,666,772	12,888,098
Remuneration paid		153,976,618	95,356,029
Accounting and operational charges		15,219,886	6,394,797
Issue of 28,121 (2020: 109,653) units		14,984,586	59,799,878
Redemption of 151,059 (2020: 93,695) units		98,000,000	60,000,000
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee		7,374,650	5,351,236
Sindh Sales Tax on remuneration of the Trustee		958,705	695,661
Remuneration paid		7,163,414	5,265,594
Settlement charges		435,007	284,624
Sindh Sales Tax on settlement charges		56,551	37,001
Atlas Battery Limited (Group Company)			
Redemption of Nil (2020: 5) units		-	2,347
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund			
Redemption of 11,310 (2020: Nil) units		7,246,299	-
Atlas Foundation			
Issue of 23,822 (2020: Nil) units		14,000,000	-
Atlas Insurance Limited (Group Company)			
Issue of 162,581 (2020: 31,588) units		100,000,000	20,000,000
Redemption of 49,863 (2020: Nil) units		35,000,000	-
Atlas Metals (Private) Limited (Group Company)			
Issue of 58,099 (2020: Nil) units		40,000,000	-
Atlas Honda Limited (Group Company)			
Issue of Nil (2020: 1,146) units		-	537,873

Atlas Stock Market Fund

		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
		----- Rupees -----	
16.1	Transactions during the period (Continued....)		
	Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)		
	Redemption of 14,380 (2020: Nil) units	10,000,000	-
	Honda Atlas Cars (Pakistan) Ltd. - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Issuance of 92,485 (2020: Nil) units	60,000,000	-
	Atlas Insurance Limited - Non-Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Redemption of 2,782 (2020: Nil) units	2,000,000	-
	Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Issue of 7,613 (2020: 20,672) units	5,350,000	11,000,000
	Redemption of 19,161 (2020: 24,389) units	12,470,000	14,500,000
	Shirazi Investments (Private) Limited (Group Company) (Unit Holder with more than 10% holding)		
	Redemption of 900,747 (2020: Nil) units	600,000,000	-
	Sindh Province Pension Fund (Unit Holder with more than 10% holding)		
	Issue of Nil (2020: 961,763) units	-	536,000,000
	Sindh General Provident Investment Fund (Unit Holder with more than 10% holding)		
	Issue of Nil (2020: 1,099,069) units	-	504,000,000
	Directors and their close family members and key management personnel of the Management Company		
	Issue of 194,868 (2020: 348,248) units	137,639,304	183,510,106
	Redemption of 16,028 (2020: 551) units	11,275,000	279,369
		31 March 2021	30 June 2020
16.2	Details of balances with related parties as at the period / year end are as follows:	Un-audited	Audited
		----- Rupees -----	
	Atlas Asset Management Limited (Management Company)		
	Remuneration payable to the management company	18,606,803	13,608,253
	Sindh Sales tax payable on remuneration of the Management Company	5,387,930	4,738,119
	Federal Excise Duty payable on remuneration of the Management Company	20,301,988	20,301,988
	Accounting and operational charges payable	2,325,849	963,918
	Outstanding 83,623 (30 June 2020: 206,561) units - at net asset value	58,206,872	106,731,932

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16.2	Details of balances with related parties as at the period / year end are as follows: (Continued....)	31 March 2021	30 June 2020
		Un-audited ----- Rupees -----	Audited
	Central Depository Company of Pakistan Limited (Trustee)		
	Remuneration payable to the Trustee	860,215	648,978
	Sindh Sales tax payable on remuneration of trustee	111,828	84,367
	Settlement charges payable	-	3,000
	Sindh Sales tax payable on settlement charges	-	390
	Atlas Honda Limited (Group Company)		
	Outstanding 28,216 (30 June 2020: 28,216) units - at net asset value	19,639,908	14,579,293
	Atlas Foundation (Group Company)		
	Outstanding 892,898 (30 June 2020: 869,076) units - at net asset value	621,515,091	449,060,074
	Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Outstanding 122,678 (30 June 2020: 134,226) units - at net asset value	85,391,638	69,355,779
	Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)		
	Outstanding 85,415 (30 June 2020: 99,795) units - at net asset value	59,454,094	51,565,041
	Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Outstanding 19,454 (30 June 2020: 22,236) units - at net asset value	13,541,382	11,489,720
	Atlas Insurance Limited (Group Company)		
	Outstanding 226,047 (30 June 2020: 113,329) units - at net asset value	157,343,516	58,558,370
	Atlas Metals (Private) Limited		
	Outstanding 58,099 (30 June 2020: Nil) units - at net asset value	40,440,461	-
	Batools Benefit Trust (Trust having common Director / Trustee)		
	Outstanding 213,744 (30 June 2020: 213,744) units - at net asset value	148,779,811	110,443,716
	Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)		
	Outstanding 124,520 (30 June 2020: 32,035) units - at net asset value	86,674,270	16,553,033
	Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)		
	Outstanding 15,239 (30 June 2020: 26,549) units - at net asset value	10,607,070	13,717,917
	Shirazi Investments (Private) Limited (Group Company) (Unit Holder with more than 10% holding)		
	Outstanding 3,829,218 (30 June 2020: 4,729,966) units - at net asset value	2,665,385,281	2,444,020,517
	Directors and their close family members and key management personnel of the Management Company		
	Outstanding 1,411,148 (30 June 2020: 1,232,151) units - at net asset value	982,250,979	636,664,632

Atlas Stock Market Fund

17 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The fair values of listed equity securities quoted on the stock exchange are valued at the closing prices determined by such exchange. The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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 price (unadjusted) in an active market 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 31 March 2021 and 30 June 2020, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3
	Rupees		
<u>31 March 2021</u>			
At fair value through profit or loss	8,927,260,040	-	-
	<u>8,927,260,040</u>	<u>-</u>	<u>-</u>
<u>30 June 2020</u>			
At fair value through profit or loss	6,990,442,843	-	-
	<u>6,990,442,843</u>	<u>-</u>	<u>-</u>

18 GENERAL

18.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2021 and 31 March 2020 have not been subjected to limited scope review by the statutory auditors of the Fund.

18.2 COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided the following relaxation CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

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The timeline for classification of debt security as non-performing has been extended from 15 days to 180 days overdue.

The management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted services to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all the cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for the critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber attacks.

The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

18.3 Figures have been rounded off to the nearest Rupee unless otherwise stated.

18.4 Number of units have been rounded off to the nearest decimal places.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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Atlas Islamic Money Market Fund

Atlas Islamic Income Fund

Atlas Islamic Stock Fund

Atlas Islamic Fund of Funds

Atlas Islamic Dedicated Stock Fund

THIRD QUARTER REPORT

31 MARCH 2021

(UN-AUDITED)



Managed By

Atlas Asset Management

**Rated AM2+ by PACRA
(as of December 24, 2020)**



Vision

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

Mission

We are committed to offering our investors the best possible risk adjusted returns on a diverse range of products, providing a stimulating and challenging environment for our employees, and committing to the highest ethical and fiduciary standards. We firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders and the communities in which we operate.

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ORGANISATION

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman	Mr. Iftikhar H. Shirazi <i>(Non-Executive Director)</i>
Directors	Mr. Tariq Amin <i>(Independent Director)</i> Ms Zehra Naqvi <i>(Independent Director)</i> Mr. Frahim Ali Khan <i>(Non-Executive Director)</i> Mr. Ali H. Shirazi <i>(Non-Executive Director)</i> Mr. M. Habib-ur-Rahman <i>(Non-Executive Director)</i>

Chief Executive Officer Mr. Muhammad Abdul Samad
(Executive Director)

Company Secretary Ms Zainab Kazim

Board Committees

Audit Committee

Chairman	Mr. Tariq Amin
Members	Mr. Frahim Ali Khan Mr. M. Habib-ur-Rahman
Secretary	Mr. M. Uzair Uddin Siddiqui

Human Resource & Remuneration Committee

Chairperson	Ms. Zehra Naqvi
Members	Mr. Frahim Ali Khan Mr. Ali H. Shirazi Mr. Muhammad Abdul Samad
Secretary	Ms Zainab Kazim

Investment Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Ali H. Shirazi Mr. Khalid Mahmood Mr. Muhammad Umar Khan Mr. Fawad Javaid
Secretary	Mr. Faran-ul-Haq

Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Khalid Mahmood Ms Qurrat-ul-Ain Jafari Ms Mishaal H. Shirazi Mr. Tariq Ahmed Siddiqui Ms Ayesha Farooq Ms Zainab Kazim Mr. M. Kamran Ahmed Mr. Najam Shehzad
Secretary	Mr. Muhammad Umar Khan

Risk Management Committee

Chairman	Mr. Muhammad Abdul Samad
Members	Mr. Khalid Mahmood
Secretary	Mr. Shaikh Owais Ahmed

Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

Registered Office

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CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Fund of Funds (AIFO) and Atlas Islamic Dedicated Stock Fund (AIDSF) for the nine months ended March 31, 2021 of FY21.

THE ECONOMY

During the nine months of FY21, domestic recovery continued to gain traction on the back of accommodative monetary policy, financing facilities by State Bank of Pakistan and government's fiscal stimulus. Large-scale manufacturing (LSM) registered encouraging growth of 10.8% YoY and 9.1% YoY in Dec'20 and Jan'21, respectively. LSM has grown by 7.9% in first seven months of FY21 compared to contraction of 3.2% during same period last year. During Jul-Feb FY21, the Current Account posted surplus of US \$0.88 billion as compared to deficit of US \$2.74 billion in same period last year. The Current Account largely benefitted from 26.2% YoY increase in Jul-Mar FY21 Worker's Remittances that stood at US \$21.47 billion. During Jul-Mar FY21, Imports increased by 13.6% YoY to US \$39.52 billion whereas Jul-Mar FY21 Exports increased by 7.1% YoY to stand at US \$18.69 billion. Total Foreign Exchange Reserves increased by 10.3% on YTD basis in FY21 to US \$20.80 billion (SBP's share stood at US \$13.67 billion) primarily due to record growth in remittances, improvement in Current Account balance, resumption of IMF program, inflows from World Bank to avert COVID based economic erosion, and extension of debt suspension on part of G-20 debt relief deal. Recent inflation out-turns have remained volatile, with lowest CPI reading in over last two years clocking in at 5.7% for Jan'21 followed by a sharp rise in Feb'21 CPI of 8.7%. The headline CPI inflation averaged at 8.3% during Jul-Mar FY21. The SBP kept policy rate unchanged at 7.00% in its latest Monetary Policy Committee meeting to support economic recovery and ensure funding availability for households and businesses.

FUND OPERATIONS - AIMF

The Atlas Islamic Money Market Fund (AIMF) was launched on January 07, 2021. Since inception, AIMF's provided an absolute return of 1.43% as on March 31, 2021 with annualized total return of 6.22%. The AIMF exposure in Islamic Commercial Paper stood at 13.14%, exposure in Bai Muajjal stood at 25.61% and the remaining 61.25% in high yielding Shariah Compliant Bank Deposits/Others. The Net Assets of the Fund stood at Rs. 585.38 million, with 1.17 million units outstanding as on March 31, 2021.

FUND OPERATIONS - AIIF

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 4.54% to Rs. 527.82 as on March 31, 2021, providing an annualized total return of 6.05%. The AIIF's exposure in Sukuks stood at 27.84%, exposure in Bai Muajjal stood at 9.59%, exposure in Islamic Commercial Paper stood at 1.83% and the remaining 60.75% in high yielding Shariah Compliant Bank Deposits/Others. The Net Assets of the Fund stood at Rs. 2.09 billion, with 3.96 million units outstanding as on March 31, 2021.

FUND OPERATIONS - AISF

The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) increased by 31.54% to Rs. 599.39 as on March 31, 2021. The benchmark KMI-30 index increased by 32.81% during the period under review. KMI-30 index increased from 54,995.25 points as on June 30, 2020 to 73,039.96 points as on March 31, 2021. AISF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiples with earnings growth prospects. AISF's equity exposure was 96.31% that mainly comprised of Oil & Gas Exploration, Cement, Islamic Commercial Banks, Fertilizer and Pharmaceutical sectors. The Net Assets of the Fund stood at Rs. 2.35 billion, with 3.92 million units outstanding as on March 31, 2021.

FUND OPERATIONS - AIFO

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) increased by 23.93% to Rs. 592.33 as on March 31, 2021. AAAIP was 26.93% and 72.71% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAI) increased by 18.23% to Rs. 585.67 as on March 31, 2021. AMAIP was 46.95% and 52.19% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 11.66% to Rs. 578.14 as on March 31, 2021. ACAIP was 72.07% and 27.81% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan (AICPP) increased by 10.24% to Rs. 549.53 as on March 31, 2021. AICPP was 86.40% and 12.68% invested in AIIF and AIDSF, respectively. The Atlas Islamic Dividend Plan (AIDP) provided an absolute return of 3.96% as on March 31, 2021 with annualized total return of 5.27%. AIDP was 87.38% invested in AIIF as on March 31, 2021. The Net Assets of AIFO stood at Rs. 925.09 million as on March 31, 2021.

FUND OPERATIONS - AIDSF

The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) increased by 32.42% to Rs. 584.88 as on March 31, 2021. The benchmark KMI-30 index increased by 32.81% during the period under review. The KMI-30 index increased from 54,995.25 points as on June 30, 2020 to 73,039.96 points as on March 31, 2021. AIDSF strategy

Atlas Meraj

will continue to focus on dividend plays and stocks that are trading at relatively cheap multiples with earnings growth prospects. AIDSF's equity exposure was 96.10% that mainly comprised of Oil & Gas Exploration, Cement, Islamic Commercial Banks, Fertilizer and Pharmaceutical sectors. The Net Assets of the Fund stood at Rs. 360.03 million, with 0.62 million units outstanding as on March 31, 2021.

MUTUAL FUND TAXATION

SINDH WORKER'S WELFARE FUND (SWWF)

After 18th amendment to the Constitution of Pakistan, Workers' Welfare Fund became a provincial subject. In May 2015, the Sindh Assembly passed the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) imposing SWWF on many entities, including financial institutions. The Sindh Revenue Board (SRB) demanded the SWWF from mutual funds on the plea that mutual funds are defined as financial institution under The Financial Institutions (Recovery of Finances) Ordinance, 2001. MUFAP has collectively on behalf of asset management companies contested that mutual funds are not financial institutions or industrial establishments but were pass through investment vehicles and did not employ workers. Mutual funds are also not included in the definition of financial institutions in the Companies Act, 2017. MUFAP has taken up the matter with the Sindh Finance Division for resolution of the matter. Although, based on legal opinion, SWWF is not applicable on mutual funds MUFAP has recommended that the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e., starting from May 21, 2015). Accordingly, the provision for SWWF is being made daily going forward.

FEDERAL EXCISE DUTY (FED)

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

WITHHOLDING TAX

With effect from July 01, 2015, FBR has required all entities whose income are exempt from income tax to obtain income tax exemption certificates from concerned Commissioner of Income Tax (CIT) by virtue of provision in section 159 of the Income Tax Ordinance, 2001 (Ordinance). After the promulgation of circular dated May 12, 2015, any person required to withhold income tax, may only allow exemption if a valid exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 issued by the concerned Commissioner of Inland Revenue, is produced before him. So far, Mutual Funds and approved Pension Funds were automatically allowed exemption from withholding tax by virtue of clause 47(B) of Part IV of the Second Schedule to Ordinance. The Company along with other AMCs filed a petition in the Honorable Sindh High Court against the new requirement of FBR. The Honorable Sindh High Court decided that the requirement of obtaining exemption certificate will apply to those entities as well whose income are otherwise exempt from tax. Thereafter, a petition was filed in the Supreme Court of Pakistan (SCP) on January 28, 2016 by the Company along with other AMCs. The SCP granted the petitioners leave to appeal from initial judgement of the SHC. Pending resolution to the matter, the amount of tax withheld is shown in Other Receivables, which is refundable. In the meanwhile, Mutual Funds are obtaining exemption certificates from Commissioner of Income Tax.

Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). However, in assessment for TY 2018, the said exemption has been denied by The Additional Commissioner - Audit (AC) for Funds of various AMC's, on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income and commented that the distribution by the Fund fell short of 90% threshold. The issue was taken to Commissioner Appeal's office, which upheld the AC decision, later subject matter was taken in Tribunal, which is pending adjudication. Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open-ended mutual fund. SECP agrees with MUFAPs interpretation and is also actively following up with FBR to resolve the matter at the earliest.

RATINGS

• ASSET MANAGER RATING

The Pakistan Credit Rating Agency Limited (PACRA) has maintained "AM2+" (AM Two Plus) asset manager rating for Atlas Asset Management Limited (AAML). The rating denotes high quality as the asset manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors.

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- **FUND STABILITY RATING - AIMF**

PACRA has assigned a stability rating of "AA (f)" (Double A fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and low exposure to risks.

- **FUND STABILITY RATING - AIIF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and low exposure to risks.

FUTURE OUTLOOK

Economic growth in FY21 is expected to be higher than previously anticipated 2.0% due to improved business sentiment, employment and manufacturing prospects. In the short-term, economic outlook largely depends on COVID trajectory whereas sustainable growth in medium-long term will derive from the ongoing nationwide vaccination program, adequate structural reforms and policy measures. The FY21 Current Account deficit will likely remain below 1.0% of GDP taking support from remittances that clocked over \$2 billion for the last nine months, and the on-going pickup in exports. The recent staff-level agreement on resumption of IMF program will ensure financing needs and open up other financing prospects. Inflation may fall to 5% to 7% range over medium-term as temporary increase in inflation from administered prices subside. The upcoming budget, domestic energy prices and international commodity prices will have an important bearing on inflation trajectory. Going forward, government's nationwide vaccination drive, focus towards widening of tax base and implementation of measures to support economic recovery will be instrumental in sustaining economic activity, creating employment opportunities, and addressing social needs.

روشن شہرِ ریشہ سے ہے خانہء فرہاد!

Hard work always pays rich tribute

ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help and guidance. I also thank the financial institutions and the unit holders for their help, support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. Muhammad Abdul Samad and his management team for their hard work, dedication, and sincerity of purpose.

Karachi: 29 April 2021

Iftikhar H. Shirazi
Chairman

Atlas Islamic Money Market Fund

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Karachi - 74400

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Dubai Islamic Bank Pakistan Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2021

	Note	31 March 2021 Rupees
Assets		
Bank balances	4	356,118,788
Investments	5	227,076,281
Profit receivable on deposit with banks	6	2,135,071
Prepaid and other receivables	7	741,467
Total assets		586,071,607
Liabilities		
Payable to Atlas Asset Management Limited - Management Company	8	73,554
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	35,277
Payable to the Securities and Exchange Commission of Pakistan	10	23,679
Accrued expenses and other liabilities	11	555,292
Total liabilities		687,803
NET ASSETS		585,383,804
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		585,383,804
CONTINGENCIES AND COMMITMENTS	12	Number of units
NUMBER OF UNITS IN ISSUE		1,170,768
		-----Rupees-----
NET ASSET VALUE PER UNIT		500.0000

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Money Market Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE PERIOD FROM 07 JANUARY 2021 TO 31 MARCH 2021

		For the period from 07 January 2021 to 31 March 2021
	Note	-----Rupees-----
Income		
Mark up Income	14	8,028,067
Capital gain / (loss) on sale of investments at fair value through income statement - net		(21,632)
		(21,632)
Total income		8,006,434
Expenses		
Payable to Atlas Asset Management Company 'I- Management Company	8.1	59,198
Sindh sales tax on remuneration of the Management Company	8.2	7,696
Accounting & Operational charges	15	70,573
Remuneration to the Central Depository Company of Pakistan Limited	9.1	76,958
Sindh sales tax on remuneration of the Trustee	9.2	10,005
Annual fee - Securities and Exchange Commission of Pakistan	10	23,679
Auditor's remuneration		87,341
Transaction Charges		4,380
Amortization of preliminary expenses and floatation costs		19,419
Annual Listing fee		92,855
Fund Rating Fee		37,348
Shariah advisory fee		20,000
Bank charges		3,315
Provision for Sindh Workers' Welfare Fund	11.1	149,873
Total expenses		662,639
Net income for the period before taxation		7,343,796
Taxation	17	-
Net income for the period after taxation		7,343,796
Allocation of net income for the period:		
Net income for the period after taxation		7,343,796
Income already paid on units redeemed		-
		7,343,796
Accounting income available for distribution:		
- Relating to capital gains		-
- Excluding capital gains		7,343,796
		7,343,796

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD FROM 07 JANUARY 2021 TO 31 MARCH 2021

For the period
from 07
January 2021 to
31 March 2021
-----Rupees-----

Net income for the period after taxation

7,343,796

Other comprehensive income for the period

-

Total comprehensive income for the period

7,343,796

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Money Market Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE PERIOD FROM 07 JANUARY 2021 TO 31 MARCH 2021

	For the period from 07 January 2021 to 31 March 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Issue of 1,249,641 units	624,820,550	-	624,820,550
Redemption of 78,873 units	(39,436,746)	-	(39,436,746)
Dividend Distributions	-	(7,343,796)	(7,343,796)
Total comprehensive income for the period	-	7,343,796	7,343,796
Net assets at end of the period (Units outstanding: 1,170,768) (Rs. 500.00 per unit)	585,383,804	-	585,383,804
Undistributed income carried forward			
- Realised income	-	-	-
- Unrealised income	-	-	-
	-	-	-

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD FROM 07 JANUARY 2021 TO 31 MARCH 2021

	Note	For the period from January 07, 2021 to March 31, 2021 ---- Rupees ----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation		7,343,796
Adjustments for:		
Interest income		(8,028,067)
Loss on sale of investments at fair value through income statement - net		21,632
Amortization of preliminary expenses and floatation costs		19,419
Provision for Sindh Workers' Welfare Fund		149,873
		(7,837,143)
Increase in assets		
Prepaid and other receivables		(741,467)
		(741,467)
Decrease in liabilities		
Payable to Atlas Asset Management Company - Management Company		73,554
Payable to Central Depository Company of Pakistan Limited - Trustee		35,277
		23,679
		386,001
		518,511
Investments-net		(227,097,908)
Profit on Bank deposit		5,892,996
		(221,204,912)
Net cash used in from operating activities		(221,921,215)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units		624,820,545
Dividend Distribution		(7,343,796)
Payments against redemption of units		(39,436,746)
Net cash generated from financing activities		578,040,003
Net increase in cash and cash equivalents		356,118,788
Cash and cash equivalents at the beginning of the period		-
Cash and cash equivalents at the end of the period	4	356,118,788

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Money Market Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM 07 JANUARY 2021 TO 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 17 September 2020 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant money market scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 07 January 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 The objective of Atlas Islamic Money Market Fund (AIMF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consist of Shariah Compliant money market instruments.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

Moreover, PACRA maintained the stability rating of the Fund at "AA(f)" on 21 April 2021 subsequently to the balance sheet date.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) 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. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.2 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 March 31, 2021.

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3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim financial statements are set out below:

3.1 Financial assets

3.1.1 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 fair value through profit or loss:

- 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 fair value through other comprehensive income only if it meets both of the following conditions and is not designated as at fair value through profit or loss:
- 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
- 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.

Atlas Islamic Money Market Fund

‘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 fair value through profit or loss

After initial measurement, such debt instruments are subsequently measured at FVTPL.

Impairment of financial assets

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under IAS 39. The expected credit loss model 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.

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 will be followed.

3.2 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.

3.3 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.

3.4 Financial instruments

All the financial assets and financial liabilities are recognized at the time when the Fund becomes a party to the contractual provisions of the instrument. Financial assets are derecognized when the contractual rights to receive cash flows related to the asset expire. Financial liabilities are derecognized when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expired. Any gain or loss on derecognition of the financial assets and financial liabilities is taken to the income statement in the period in which it arises.

3.5 Preliminary expenses and floatation costs

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment

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and authorization of the Fund as preliminary expenses and floatation costs which are to be amortized by the Fund over a period of five years commencing from January 07, 2021 in accordance with the Trust Deed and the NBFC Regulations.

3.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that day. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors and the Management Company. Transaction costs are recorded as the income of the Fund.

Units redeemed are recorded at the redemption price, applicable on units for which the distributors receive redemption applications during business hours on that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

3.7 Accrued expenses and other liabilities

Accrued expenses and other liabilities are recognised initially at fair value and subsequently stated at amortised cost.

3.8 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.

3.9 Other assets

Other assets are stated at cost less impairment losses, if any.

3.10 Net assets 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 year 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 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Mark-up on government securities is recognised using effective interest rate method.
- Income on debt securities (including government securities) is recognised using effective interest rate method.
- Unrealised gains / (losses) arising on remeasurement of investments classified as 'at fair value through profit or loss' and derivatives are included in the Income Statement in the period in which they arise.
- Profit on bank deposits and term deposit receipts is recognised on an accrual basis.

3.13 Expenses

The expenses including Management fee are recognised in the Income Statement on accrual basis.

Atlas Islamic Money Market Fund

3.14 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. Based on the above, no provision for taxation has been made in these condensed interim financial statements.

3.15 Net asset value per unit

The net asset value per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

3.16 Earnings per unit

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

3.17 Cash and cash equivalents

Cash and cash equivalents comprise of deposits and current 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.

3.18 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result 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.

Judgments made by management in the application of accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment are explained in note 4.1.

3.19 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.20 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.

3.21 The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current period.

Standard or Interpretation

IFRS 3 - Definition of a Business (Amendments);
IFRS 9 / IAS 39 / IFRS 7 - Interest Rate Benchmark Reform (Amendments);
IFRS 14 - Regulatory Deferral Accounts;

Standard or Interpretation

IAS 1 / IAS 8 - Definition of Material (Amendments);
IFRS 16 - COVID 19 Related Rent Concessions (Amendments); and

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The Conceptual Framework for Financial Reporting - revised

Improvements to Accounting Standards Issued by the IASB (2018 - 2020 cycle)

IFRS 3 Business Combinations - Previously held Interests in a joint operation

IFRS 11 Joint Arrangements - Previously held Interests in a joint operation

IAS 12 Income Taxes - Income tax consequences of payments on financial instruments classified as equity

IAS 23 Borrowing Costs - Borrowing costs eligible for capitalisation

The adoption of the above standards, amendments and improvements to accounting standards did not have any material effect on the Fund's condensed interim financial statements.

3.22 New accounting standards / amendments and IFRS interpretations 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:

Standard or Interpretation	Effective date (annual periods beginning on or after)
Covid-19-Related Rent Concessions - Amendment to IFRS 16	01 June 2020
Classification of Liabilities as Current or Non-current - Amendments to IAS 1	01 January 2023
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Interest Rate Benchmark Reform – Phase 2 – Amendments to IFRS 9, IAS 39,	01 January 2021
Reference to the Conceptual Framework – Amendments to IFRS 3	01 January 2022
AIP IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 and IAS 28	Not yet finalized

The above amendments are not likely to have a material impact on the Fund's financial statements.

Standard	IASB Effective date (annual periods beginning on or after)
IFRS 1 – First time adoption of IFRSs	01 July 2009
IFRS 17 – Insurance Contracts	01 January 2023

31 March
2021

Un-audited

----- Rupees -----

4 BANK BALANCES

In local currency

- Profit and loss sharing accounts

356,118,788

356,118,788

4.1 These carry expected profit rate of 6.75% per annum.

Atlas Islamic Money Market Fund

31 March
2021
Un-audited

Note ---- Rupees ----

5 INVESTMENTS

At fair value through profit or loss

Commerical Paper	5.1	77,005,510
Bai Muajjal	5.2	150,070,771
		227,076,281

5.1 Commerical Paper

Name of the Investee Company	As at 01 July 2020	Purchases during the period	Sales during the period	As at 31 March 2021	Carrying Value as at 31 March 2021	Market Value as at 31 March 2021	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
		-----Number of Certificates-----			-----Rupees-----		-----%-----	
K-Electric Limited - CP-16 (Note 5.1.1)	-	80	-	80	77,005,510	77,005,510	13.15	33.91
Total as at 31 March 2021						77,005,510	13.15	33.91

5.1.1 The nominal value of these commercial papers is Rs 1,000,0000 per certificate with 8.48% expected profit rate.

5.1.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.

5.2 The Fund entered in Bai Muajjal Transactions with Pak Kuwait Investment Company Limited and with Pak Oman Investment Company Limited, on February 15, 2021 and on February 17, 2021 against K-Electric Limited Commercial Paper XII (issued on September 19, 2019) at an expected effective profit rate of 7.00% each. The final payment is agreed to be received on May 18, 2021 and May 19, 2021 respectively. The final transaction price is Rs. 74.696 million and 76.731 million which includes deferred profit of Rs.1.295 million and 1.316 million respectively.

5.2.1 The carrying amount of the Bai Muajjal receivable includes accrued profit amounting to Rs. 1.255 million.

31 March
2021
Un-audited

Note ---- Rupees ----

6 MARKUP ACCRUED

Markup accrued on:

- Profit and loss sharing accounts

2,135,071
2,135,071

7 SECURITY DEPOSIT AND OTHER RECEIVABLES

Prepaid listing fee		201,185
Nav Certification charges		38,210
Loss - Bai Muajjal		23,368
Prepaid rating fee		134,412
Other receivable	7.1	344,291
		741,467

7.1 As per Clause 47(B) or part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151. However, several banks deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholders.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds 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 favor of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs

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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 cumulative amount of withholding tax deducted from profit on bank deposits by the banks has been shown as other receivable as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		31 March 2021 Un-audited ---- Rupees ----
8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED	Note	
- Management Company		
Remuneration of the Management Company		24,014
Sindh Sales Tax on remuneration of the Management Company		3,123
Accounting and operational charges reimbursable by the Fund	8.1	26,999
Preliminary Expenses and Flotation Cost		19,419
		73,554

8.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the maximum limit of 1% of average annual net assets, within allowed expense ratio. With effect from 07 January 2020 Management Company decided the management fee 0.5%. The fee is payable to the Management Company monthly in arrears.

8.2 During the year, an amount of Rs. 7,696 was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 4,573 has been paid to the Management Company which acts as the collecting agent.

		31 March 2021 Un-audited ---- Rupees ----
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	
Payable To Trustee	9.1	31,219
SST on Trustee fee Payable	9.2	4,058
		35,277

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.065% p.a. of Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.

9.2 During the year, an amount of Rs. 10,005 was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 5,947 was paid to the Trustee which acts as a collecting agent.

		31 March 2021 Un-audited ---- Rupees ----
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	
Annual fees payable	10.1	23,679

10.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP). With effect from 01 July 2019, the SECP vide SRO No.685(1) 2019 dated 28 June 2019 revised the rate of annual fee to 0.02% of net assets on all categories of CISs.

Atlas Islamic Money Market Fund

		31 March 2021 Un-audited ---- Rupees ----
11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	
Auditors' remuneration payable		71,552
Shariah advisory fee payable		20,000
Withholding tax payable		313,610
Other payable		255
Provision for Sindh Workers' Welfare Fund	11.1	149,876
		555,292

- 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, was 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 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 the 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 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 SWWF Act, 2014 (i.e. starting from 21 May 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

Had the provision for SWWF not been recorded in the financial statements of the Fund for the period from 21 May 2015 to 30 June 2019, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 0.1280 per unit

12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2021.

	From 07 January 2021 to 31 March 2021 Un-audited ---- Rupees ----
13 MARKUP INCOME	
Markup income on:	
- Profit and loss sharing accounts	6,487,506
- Bai Muajjal	1,540,561
	8,028,067

15 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company has charged actual expenses within the limit of Rs. 300,000 for one year.

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16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 0.56% which includes 0.16% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

17 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. The Fund intends to distribute such income at the year end in order to avail this tax exemption. Accordingly, no provision is made for current and deferred taxation in these financial statements.

18 EARNINGS PER UNIT

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

19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

**For the period from
07 January 2021 to
31 March 2021
Un-audited
----- Rupees -----**

19.1 Transactions during the period

Atlas Asset Management Limited (Management Company)*

Remuneration for the period	59,198
Sindh sales tax on remuneration of the Management Company	7,696
Remuneration paid	35,184
Formation cost	19,419
Accounting & operational charges	70,573
Issue of 202,240 units	101,119,752
Redemption of 53,000 units	26,500,000
Dividend Declared	1,317,353

Central Depository Company of Pakistan Limited

Remuneration of the Trustee	76,958
Sindh Sales Tax on remuneration of the Trustee	10,005
Remuneration paid	45,739

Atlas Islamic Money Market Fund

For the period from
07 January 2021 to
31 March 2021

Un-audited

----- Rupees -----

19.1 Transactions during the period

Atlas Foundation

Issue of 101,202 units

50,600,827

Dividend Declared

706,855

Atlas Honda Limited (Emp.Prov.Fund)

(Retirement Benefit plan of a Group Company)

Issue of 101,415 units

50,707,584

Dividend Declared

707,584

Atlas Group of Companies, M.S.G.Fund

(Retirement Benefit plan of a Group Company)

Issue of 40,504 units

20,252,140

Dividend Declared

252,140

Atlas Honda Limited (Group Company)

Issue of 60,721 units

30,360,497

Dividend Declared

424,113

Shirazi Investments (Private) Limited (Group Company)

Issue of 404,807 units

202,403,307

Dividend Declared

2,827,419

The University of Lahore

(Unit Holder with more than 10% holding)

Issue of 130,529 units

65,264,728

Dividend Declared

264,728

Atlas Insurance Ltd., Staff Provident Fund Trust

(Retirement Benefit plan of a Group Company)

Issue of 12,146 units

6,072,775

Dividend Declared

72,775

19.2 Details of balances with related parties as at the period / year end are as follows:

31 March

2021

Un-audited

----- Rupees -----

Atlas Asset Management Limited (Management Company)

Remuneration payable to the management company

24,014

Sindh Sales tax payable on remuneration of the Management Company

3,123

Accounting and operational charges reimbursable by the Fund

26,999

Preliminary Expenses and Flotation Cost

19,419

Outstanding 149,240 units

74,619,752

Central Depository Company of Pakistan Limited (Trustee)

Trustee fee payable

31,219

Sindh Sales tax payable on remuneration of trustee

4,058

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31 March
2021
Un-audited
----- Rupees -----

Atlas Foundation

Outstanding 101,202 units

50,600,827

Atlas Honda Limited (Emp.Prov.Fund)

(Retirement Benefit plan of a Group Company)

Outstanding 101,415 units

50,707,584

Atlas Group of Companies, M.S.G.Fund

(Retirement Benefit plan of a Group Company)

Outstanding 40,504 units

20,252,140

Atlas Honda Limited (Group Company)

Outstanding 60,721 units

30,360,497

Shirazi Investments (Private) Limited (Group Company)

Outstanding 404,807 units

202,403,307

Atlas Insurance Ltd., Staff Provident Fund Trust

(Retirement Benefit plan of a Group Company)

Outstanding 12,146 units

6,072,775

The University of Lahore

(Unit Holder with more than 10% holding)

Outstanding 130,529 units

65,264,728

20. 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).

Atlas Islamic Money Market Fund

As at March 31, 2021, the Fund held the following instruments measured at fair values:

March 31, 2021 (Un-audited)	Fair value		
	Level 1	Level 2	Level 3
	(Rupees)		
Financial assets measured at fair value			Total
- Debt securities	-	227,076,281	-
	-	227,076,281	227,076,281

21. GENERAL

21.1. Figures have been rounded off to the nearest Rupee unless otherwise stated.

21.2. COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe , including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange of Pakistan (SECP) had provided the following relaxation CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31 ,2021.

The timeline for classification of debt security as non-performing has been extended from 15 days to 180 days overdue.

The management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted services to the customers.Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all the cyber security risk during these times from its information security protocols.The remote work capabilities were enabled for the critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections.Further, the management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber attacks.

The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

22 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,
Karachi - 74400

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Allied Bank Limited - Islamic Banking
Askari Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic Banking
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking
Meezan Bank Limited
Soneri Bank Limited - Islamic Banking

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- Rupees -----	----- Rupees -----
Assets			
Cash and bank balances	4	1,257,465,164	1,584,796,999
Investments	5	827,371,418	555,713,327
Mark-up accrued	6	22,401,379	19,728,961
Security deposits, prepayments and other receivables	7	711,568	578,941
Total assets		2,107,949,530	2,160,818,228
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	8	3,100,710	3,093,850
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	149,842	149,403
Payable to the Securities and Exchange Commission of Pakistan	10	312,971	373,481
Payable against redemption of units		825,020	-
Unclaimed dividend		277,785	332,890
Accrued expenses and other liabilities	11	11,176,593	22,267,509
Total liabilities		15,842,921	26,217,133
NET ASSETS		2,092,106,610	2,134,601,095
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,092,106,610	2,134,601,095
CONTINGENCIES AND COMMITMENTS	12		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		3,963,667	4,227,883
		----- Rupees -----	
NET ASSET VALUE PER UNIT		527.8209	504.8865

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

		For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
		2021	2020	2021	2020
Income	Note	-----Rupees-----			
Mark-up income	13	107,117,283	169,726,867	35,959,038	65,219,213
Capital (loss) / gain on investments - net		(175,607)	10,000	87,986	-
Net unrealised (diminution) / appreciation / on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(640,699)	2,957,861	1,494,832	2,283,227
		(816,306)	2,967,861	1,582,818	2,283,227
Total income		106,300,977	172,694,728	37,541,856	67,502,440
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	8.1	6,259,423	4,509,627	2,019,367	2,006,751
Sindh Sales Tax on remuneration of the Management Company	8.2	813,725	586,252	262,518	260,878
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		1,173,641	975,309	378,631	376,266
Sindh Sales Tax on remuneration of the Trustee		152,573	126,790	49,222	48,915
Annual fees to the Securities and Exchange Commission of Pakistan		312,971	260,082	100,970	100,338
Accounting and operational charges	14	2,660,255	1,798,994	858,231	787,083
Auditors' remuneration		191,843	231,037	99,996	83,243
Securities transaction cost		283,563	145,142	127,673	44,998
Annual listing fee		20,644	20,661	6,781	6,760
Annual rating fee		272,669	225,650	106,105	74,669
Printing charges		49,643	20,141	11,403	-
Shariah advisory fee		135,000	135,000	45,046	45,000
Bank charges		28,018	41,157	7,314	8,673
Legal and professional charges		196,177	235,460	75,417	117,427
Provision for Sindh Workers' Welfare Fund		1,875,017	3,267,667	667,864	1,270,827
Total expenses		14,425,162	12,578,969	4,816,538	5,231,828
Net income for the period before taxation		91,875,816	160,115,759	32,725,319	62,270,612
Taxation	16	-	-	-	-
Net income for the period after taxation		91,875,816	160,115,759	32,725,319	62,270,612
Allocation of net income for the period:					
Net income for the period after taxation		91,875,816	160,115,759	32,725,319	62,270,612
Income already paid on units redeemed		(14,316,508)	(25,200,602)	(4,688,738)	(12,472,490)
		77,559,307	134,915,157	28,036,580	49,798,122
Accounting income available for distribution:					
- Relating to capital gains		-	2,967,861	1,582,818	2,283,227
- Excluding capital gains		77,559,307	131,947,296	26,453,762	47,514,895
		77,559,307	134,915,157	28,036,580	49,798,122

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	----- Rupees -----			
Net income for the period after taxation	91,875,816	160,115,759	32,725,319	62,270,612
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	91,875,816	160,115,759	32,725,319	62,270,612

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Third Quarter Report 2020-21

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2021

	31 March 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,122,558,890	-	2,122,558,890
Undistributed income brought forward			
- Realised income	-	43,071,903	43,071,903
- Unrealised (loss)	-	(31,029,698)	(31,029,698)
Net assets at the beginning of the period (Units outstanding: 4,227,883) (Rs. 504.8865 per unit)	2,122,558,890	12,042,205	2,134,601,095
Issue of 4,508,203 units	2,326,050,535	-	2,326,050,535
Redemption of 4,772,419 units	(2,446,104,327)	(14,316,508)	(2,460,420,835)
Total comprehensive income for the period	-	91,875,816	91,875,816
Net assets at end of the period (Units outstanding: 3,963,667) (Rs. 527.8209 per unit)	2,002,505,098	89,601,512	2,092,106,610
Undistributed income carried forward			
- Realised income	-	92,504,087	-
- Unrealised (loss)	-	(2,902,575)	-
	-	89,601,512	-
	31 March 2020		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	1,384,052,950	-	1,384,052,950
Undistributed income brought forward			
- Realised income	-	8,274,469	8,274,469
- Unrealised loss	-	(101,200)	(101,200)
Net assets at the beginning of the period (Units outstanding: 2,762,766) (Rs. 503.92 per unit)	1,384,052,950	8,173,269	1,392,226,219
Issue of 4,252,645 units	2,270,647,050	-	2,270,647,050
Redemption of 2,887,880 units	(1,516,987,262)	(25,200,602)	(1,542,187,863)
Total comprehensive income for the period	-	160,115,758	160,115,758
Net assets at end of the period (Units outstanding: 4,127,532) (Rs. 552.58 per unit)	2,137,712,738	143,088,425	2,280,801,164
Undistributed income carried forward			
- Realised income	-	129,226,665	-
- Unrealised income	-	13,861,761	-
	-	143,088,425	-

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

		For the Nine Months Ended 31 March	
		2021	2020
		----- Rupees -----	-----
Note			
CASH FLOWS FROM OPERATING ACTIVITIES			
	Net income for the period before taxation	91,875,816	160,115,759
	Adjustments for:		
	Mark-up income	(107,117,283)	(169,726,867)
	Capital loss / (gain) on sale of investments - net	175,607	(10,000)
	Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	640,699	(2,957,861)
	Provision for Sindh Workers' Welfare Fund	1,875,017	3,267,667
		(104,425,961)	(169,427,061)
	Increase in assets		
	Security deposits, prepayments and other receivables	(132,627)	(111,601)
	Decrease in liabilities		
	Payable to Atlas Asset Management Limited - Management Company	6,860	746,793
	Payable to Central Depository Company of Pakistan Limited - Trustee	439	(14,863)
	Payable to the Securities and Exchange Commission of Pakistan	(60,510)	(441,192)
	Payable against redemption of units	825,020	-
	Unclaimed dividend	(55,105)	(327,727)
	Accrued expenses and other liabilities	(12,965,933)	(2,322,088)
		(12,249,229)	(2,359,077)
	Mark-up received	104,444,865	138,099,106
	Investments made during the period	(573,164,398)	(214,345,101)
	Investments sold / matured during the period	300,690,000	13,350,000
	Net cash used in from operating activities	(192,961,535)	(74,677,975)
CASH FLOWS FROM FINANCING ACTIVITIES			
	Net receipts from issuance of units	2,326,050,535	2,270,647,050
	Net payments against redemption of units	(2,460,420,835)	(1,460,553,740)
	Net cash (used in) / generated from financing activities	(134,370,300)	810,093,310
	Net (decrease) / increase in cash and cash equivalents	(327,331,835)	735,415,335
	Cash and cash equivalents at the beginning of the period	1,584,796,999	1,308,448,955
	Cash and cash equivalents at the end of the period	1,257,465,164	2,043,864,290

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Third Quarter Report 2020-21

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Income Fund (the Fund) is an open ended Fund constituted under a trust deed entered into on 7 May 2008 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First, Second and third Supplemental Trust Deeds dated 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh Eighth, Ninth, Tenth, Eleventh and Twelveth supplements dated 23 June 2010, 12 November 2010, 20 September 2013, 24 March 2015, 3 August 2015, 30 September 2016, 2 June 2017, 2 October 2020, 30 October 2020, 1 April 2020, 1 June 2020 and 21 December 2020 respectively with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant income scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 14 October 2008, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors with a good and stable rate of current income consistent with long term preservation of capital in a Shariah Compliant manner. A secondary objective is to take advantage of opportunities to realise capital appreciation. The Fund shall seek to provide the investors with a rate of return consistent with a broadly diversified portfolio of long medium, and short term, high quality Islamic income instruments.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020.
- Moreover, PACRA maintained the stability rating of the Fund at "AA- (f)" [2020: "AA- (f)"] on 16 April 2021 subsequently to the balance sheet date.
- 1.5 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) 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. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed

Atlas Islamic Income Fund

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 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2020.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reforms

IAS 01 - Definition of Material.

IFRS 16 - COVID-19 Rent Related Concessions.

The Conceptual Framework of Financial Reporting.

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- Rupees -----	-----
4 CASH AND BANK BALANCES			
Balances with banks in:			
- Profit and loss sharing accounts	4.1	1,243,319,799	1,574,256,099
- Current account		5,000	5,000
Cheques in hand	4.2	14,140,366	10,535,900
		1,257,465,164	1,584,796,999
4.1	The rate of return on these profit & loss sharing accounts ranges between 5.00% to 6.75% (30 June 2020: 6.00% to 7.50%) per annum.		
4.2	These denote cheques received against issue of units which were cleared latest by 05 April 2020 (30 June 2020: 07 July 2020).		

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- Rupees -----	-----
5 INVESTMENTS			
At fair value through profit or loss			
Debt securities - Sukuk certificates	5.1	242,195,725	298,635,827
Commercial Papers	5.2	38,502,938	-
Bai Muajjal	5.3	202,107,755	-
Government of Pakistan - Ijarah Sukuk	5.4	344,565,000	257,077,500
		827,371,418	555,713,327

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5.1 Debt securities - Sukuk Certificates

Particulars	Note	As at 01 July 2020	Acquired during the period	Disposed during the period	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Unrealised appreciation as at 31 March 2021	Market Value as % of Net Assets as at 31 March 2021	Market Value as % of Total Investments as at 31 March 2021
----- Number of certificates -----						----- Rupees -----		----- % age -----		
BANKS										
Meezan Bank Limited - Tier I (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	-	50	51,250,000	51,632,150	382,150	2.47%	6.24%
Meezan Bank Limited - Tier II (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	-	50	50,717,800	51,875,000	1,157,200	2.48%	6.27%
Fertilizers										
Dawood Hercules Corporation Limited Sukuk 2 (Face Value Rs. 70,000)		1,000	-	1,000	-	-	-	-	-	-
Dawood Hercules Corporation Limited Sukuk 1 (Face Value Rs. 70,000)		835	-	835	-	-	-	-	-	-
Power Generation & Distribution										
The Hub Power Company Limited (Face Value Rs. 100,000)	5.1.1 & 5.1.2	550	-	-	550	56,192,824	56,230,075	37,251	2.69%	6.80%
Hub Power Holding Limited (Face Value Rs. 100,000)	5.1.1 & 5.1.2	-	1,000	-	1,000	82,458,500	82,458,500	-	3.94%	9.97%
Total - March 31, 2021						240,619,124	242,195,725	1,576,601	11.58%	29.27%
Total - June 30, 2020						292,654,575	298,635,827	5,981,252	53.74%	13.99%

5.1.1 The cost of these investments at 31 March 2021 amounted to Rs. 237,458,500 (30 June 2020: Rs. 324,243,025).

5.1.2 These carry quarterly and semi annually rate of return ranging from "3 months Kibor + 1%" to "3 months Kibor + 1.9%" and "6 months Kibor + 0.5%" (30 June 2020: "3 months Kibor + 1.00% to "3 months Kibor + 1.90%" and "6 months Kibor + 0.5% to "6 months Kibor + 0.90%) respectively, having maturity upto 09 January 2030 (30 June 2020: 09 January 2030).

5.2 Commercial Papers

Particulars	Note	As at 01 July 2020	Acquired during the period	Disposed during the period	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market Value as % of Net Assets of Fund	Market Value as a % of total value of investments of fund
----- Number of certificates -----						----- Rupees -----		----- %age -----	
K-Electric Limited - CP-16	(Note 5.2.1)	-	40	-	40	38,502,938	38,502,938	1.84%	4.65%
Total - March 31, 2021						38,502,938	38,502,938	1.84%	4.65%
Total - June 30, 2020						-	-	-	-

5.2.1 The nominal value of these commercial papers is Rs 1,000,0000 per certificate with 8.48% expected profit rate.

5.2.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.

Atlas Islamic Income Fund

5.3 The Fund entered in Bai Muajjal Transactions with Pak Kuwait Investment Company Limited and with Pak Oman Investment Company Limited, on February 16, 2021 and on February 18, 2021 against K-Electric Limited Commercial Paper XII (issued on September 19, 2019) at an expected effective profit rate of 7.00% each. The final payment is agreed to be received on May 18, 2021 and May 19, 2021 respectively. The final transaction price is Rs. 101.951 million and 101.983 million which includes deferred profit of Rs.1.748 million and 1.731 million respectively.

5.3.1 The carrying amount of the Bai Muajjal receivable includes accrued profit amounting to Rs. 1.653 million.

5.4 Government of Pakistan - Ijarah Sukuk

Script	As at 01 July 2020	Acquired during the year	Disposed during the year	As at 31 March 2021	Carrying Value as at 31 March 2021	Market Value as at 31 March 2021	Unrealised (diminution) / appreciation as at 31 March 2021	Market Value as % of Net Assets as at 31 March 2021	Market Value as % of Total Investments as at 31 March 2021
----- Face Value - Rupees -----					----- Rupees -----		----- % age -----		
Government of Pakistan Ijarah Sukuks	262,500,000	390,000,000	300,000,000	352,500,000	346,782,300	344,565,000	(2,217,300)	16.47%	41.65%
Total - 31 March 2021					346,782,300	344,565,000	(2,217,300)	16.47%	41.65%
Total - 30 June 2020					262,500,000	257,077,500	(5,422,500)	46.26%	12.04%

5.4.1 Investment in GOP Ijarah Sukuks carried mark up ranging between 5.95% to 8.37% (30 June 2020: 6.63% to 7.65%) per annum and were due to mature between 30 April 2025 to 29 July 2025 (30 June 2020: 30 April 2025 to 29 May 2025). As at 31 March 2021, the cost of investments amounted to Rs. 352,204,800 (30 June 2020: Rs. 262,500,000).

6 MARK-UP ACCRUED

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

Mark-up accrued on:

- Profit and loss sharing accounts
- GoP Ijarah
- Sukuk certificates

31 March 2021	30 June 2020
Un-audited	Audited
6,897,032	9,257,007
7,749,449	-
7,754,898	10,471,954
22,401,379	19,728,961

7 SECURITY DEPOSIT AND OTHER RECEIVABLES

Deposit with Central Depository Company of Pakistan Limited
Prepayments
Loss on Bai Muajjal
Other receivable

7.1

100,000	100,000
100,818	-
31,809	-
478,941	478,941
711,568	578,941

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 (CISs) are exempt from withholding tax under sections 150 and 151. However, several Companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

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 favor of FBR. On 28 January 2016, the Board of Directors of the

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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 cumulative amount of withholding tax deducted from profit on bank deposits by the Funds has been shown as other receivable as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	
8	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	
	Remuneration of the Management Company	8.1	707,215
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	359,531
	Federal Excise Duty payable on remuneration of the Management Company	8.3	1,733,902
	Accounting and operational charges reimbursable by the Fund	14	300,062
			3,100,710
			3,093,850

- 8.1** As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company is entitled to receive a remuneration at the rate not exceeding 1% of the average annual net assets in case of income schemes. Keeping in view this maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.40% (30 June 2020: 0.40%) per annum of the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.
- 8.2** During the nine months period ended 31 March 2021, an amount of Rs. 813,725 (2020: Rs. 586,252) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 813,109 (2020: Rs. 525,869) has been paid to the Management Company which acts as the collecting agent.
- 8.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 8.2 above, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 1.734 million (30 June 2020: Rs 1.734 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 0.44 per unit (30 June 2020: Rs. 0.41 per unit).

Atlas Islamic Income Fund

9 PAYABLE TO CENTRAL DEPOSITORY OF COMPANY PAKISTAN LIMITED - TRUSTEE		31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	
Remuneration Payable to Trustee		132,603	131,715
SST on Trustee fee Payable		17,239	17,123
Payable to against CDC Charges		-	500
SST on CDC Charges		-	65
		149,842	149,403

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% p.a. of Net Assets.

9.2 During the year, an amount of Rs 152,573 (2020: Rs 126,790) was charged on an account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs 152,457 (2020:Rs 128,500) was paid to trustee which acts as a collecting agent.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	
Annual fee payable	10.1	312,971	373,481

10.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	
Auditors' remuneration payable		186,443	320,490
Payable to Shariah Advisor		45,046	45,000
Withholding tax payable		217,175	13,172,128
Capital Gain Tax		151,332	-
Provision for Sindh Workers' Welfare Fund		10,009,509	8,134,880
Annual listing fee payable	11.1	20,644	-
Zakat payable		1,891	50,457
Other payable		544,554	544,554
		11,176,593	22,267,509

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 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 the 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 has 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, the MUFAP 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).

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In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2018, mutual funds have not been included in the definition of “financial institutions”. The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

Had the provision for SWWF not been recorded in the financial statements of the Fund for the period from 21 May 2015 to 31 March 2021, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 2.53 per unit (30 June 2020: Rs. 1.92 per unit).

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2021 and as at 30 June 2020.

13 MARK-UP INCOME

Mark-up income on:

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	Un-audited	Un-audited	Un-audited	Un-audited
	----- Rupees -----		----- Rupees -----	
- Profit and loss sharing accounts	57,840,813	144,569,830	16,585,408	54,089,939
- Bai Muajjal	1,653,055	-	1,653,055	-
- Term Deposit Receipt	1,664,384	-	1,664,384	-
- Commercial Papers	142,973	2,209,019	142,973	1,637,260
- Government of Pakistan (GoP) ijarah sukuks	21,363,590	-	5,630,585	-
- Sukuk certificates	24,452,468	22,948,018	10,282,633	9,492,014
	107,117,283	169,726,867	35,959,038	65,219,213

14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company charged actual expenses within the limit of 0.17% of average annual net assets of the fund till 31 March 2021.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 0.92% (30 June 2020: 0.96%) which includes 0.20% (30 June 2020: 0.30%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

16 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

17 EARNINGS PER UNIT

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

18 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository

Atlas Islamic Income Fund

Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and repurchase of units, fee on account of managing the affairs of the Fund, sales load and other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

		For the Nine Months Ended 31 March	
		2021	2020
		Un-audited	Un-audited
		----- Rupees -----	
18.1 Transactions during the period			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company		6,259,423	4,509,627
Remuneration paid		6,254,688	4,045,152
Sindh Sales Tax on remuneration of the Management Company		813,725	586,252
Accounting and operational charges		2,660,255	1,798,994
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee		1,173,641	975,309
Remuneration paid to the Trustee		1,172,754	988,462
Sindh Sales Tax on remuneration of the Trustee		152,573	126,790
Settlement charges		-	46,161
Atlas Insurance Limited Window Takaful Operations			
Issue of 98,415 (2020: 78,570) units		50,000,000	40,000,000
Redemption of 98,415 (2020: 78,570) units		50,388,503	42,024,750
Shirazi Investments (Private) Limited (Group Company)			
Issue of Nil (2020: 32) units		-	16,628
Redemption of 3,983 (2020: Nil) units		2,019,812	-
CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Issue of 12,382 (2020: 18,044) units		6,360,000	9,640,000
Redemption of 1,185 (2020: 28,861) units		600,000	15,400,000
CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Issue of 17,540 (2020: 22,746) units		8,990,000	12,120,000
Redemption of 4,147 (2020: 34,049) units		2,100,000	18,150,000
CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Issue of 15,027 (2020: 22,166) units		7,720,000	11,840,000
Redemption of 11,256 (2020: 34,900) units		5,700,000	18,600,000
CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)			
Issue of 157,966 (2020: 588,186) units		81,500,000	-
Redemption of 34,559 (2020: 68,831) units		17,500,000	34,000,000

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		For the Nine Months Ended	
		31 March	
		2021	2020
		Un-audited	Un-audited
18.1	Transactions during the period	Note	Rupees
CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)			
Issue of 19,287 (2020: 198,568) units		9,900,000	109,200,000
Redemption of 20,124 (2020: Nil) units		10,350,000	-
Directors and their close family members and key management personnel of the Management Company		18.3	
Issue of 5,117 (2020: 3,320) units		2,627,087	1,781,697
Redemption of 9,484 (2020: 2,577) units		4,846,824	1,392,536
		31 March 2021	30 June 2020
18.2	Details of balances with related parties as at the period / year end are as follows:	Un-audited	Audited
		Rupees	
Atlas Asset Management Limited (Management Company)			
Remuneration payable to the Management Company		707,215	702,480
Sindh Sales Tax payable on Remuneration of the Management Company		359,531	358,916
Federal Excise Duty payable on Remuneration of the Management Company		1,733,902	1,733,901
Accounting and operational charges payable		300,062	298,553
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration payable to the Trustee		132,603	131,715
Sindh Sales Tax payable on Remuneration of the trustee		17,239	17,123
Settlement charges payable		-	500
Sindh Sales Tax payable on settlement charges		-	65
Atlas Honda Limited (Group Company)			
Outstanding 37 (30 June 2020: 37) units - at net asset value		19,385	18,543
Honda Atlas Power Product (Pvt) Limited (Group Company)			
Outstanding 72 (30 June 2020: 72) units - at net asset value		38,141	36,484
Shirazi Investments (Private) Limited (Group Company)			
Outstanding Nil (30 June 2020: 3,983) units - at net asset value		-	2,010,840
CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Outstanding 63,708 (30 June 2020: 52,511) units - at net asset value		33,626,369	26,512,035
CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Outstanding 119,256 (30 June 2020: 105,864) units - at net asset value		62,945,978	53,449,498
CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)			
Outstanding 193,334 (30 June 2020: 189,564) units - at net asset value		102,045,896	95,708,773

Atlas Islamic Income Fund

		31 March 2021	30 June 2020
		Un-audited	Audited
18.2	Details of balances with related parties as at the period / year end are as follows:	----- Rupees -----	
	CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)		
	Outstanding 821,896 (30 June 2020: 698,489) units - at net asset value	18.3 433,813,923	352,660,251
	CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)		
	Outstanding 44,612 (30 June 2020: 45,449) units - at net asset value	23,547,131	22,946,705
	Directors and their close family members and key management personnel of the Management Company		
	Outstanding 4,635 (30 June 2020: 9,001) units - at net asset value	2,446,512	4,544,698

18.3 Holding being more than 10% in the reporting period, disclosure is required.

19 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in an arm's length transaction. 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.

The fair value of government securities is determined with reference to the quotation obtained from the brokers on the Reuters page. Listed and unlisted debt securities, other than government securities, are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP) which are calculated in accordance with the provisions contained in various circulars issued by the Securities and Exchange Commission of Pakistan. The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

Fair value hierarchy

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

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

As at 31 March 2021 and 30 June 2020, the Fund had financial assets at fair value through profit or loss measured using the level 2 valuation technique.

20 GENERAL

20.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2021 and 31 March 2020 have not been subjected to limited scope review by the statutory auditors of the Fund.

20.2 COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities

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and Exchange of Pakistan (SECP) had provided the following relaxation CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

The timeline for classification of debt security as non-performing has been extended from 15 days to 180 days overdue.

The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted services to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all the cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for the critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber attacks.

The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

20.3 Figures have been rounded off to the nearest Rupee unless otherwise stated.

20.4 Units have been rounded off to the nearest decimal place.

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal
Karachi - 74400

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Al-Baraka Bank (Pakistan) Limited
Bank Alfalah Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	----- Rupees -----	
Assets			
Bank balances	4	61,863,749	42,077,624
Investments	5	2,351,915,083	1,834,162,742
Receivable against sale of investment		17,673,966	-
Dividend receivable		5,141,924	138,000
Profit receivable on bank balances		255,425	261,877
Security deposits, prepayment and other receivables	6	5,197,419	5,197,419
Total assets		2,442,047,566	1,881,837,662
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	18,214,413	16,364,057
Payable to Central Depository Company of Pakistan Limited - Trustee	8	328,739	266,731
Payable to the Securities and Exchange Commission of Pakistan	9	349,219	289,352
Payable against purchase of investments		24,966,883	-
Payable against redemption of units		12,761,588	17,508,280
Accrued expenses and other liabilities	10	35,236,266	24,094,124
Total liabilities		91,857,108	58,522,544
NET ASSETS		2,350,190,458	1,823,315,118
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,350,190,458	1,823,315,118
CONTINGENCIES AND COMMITMENTS	11		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		3,920,993	4,001,515
		----- Rupees -----	
NET ASSET VALUE PER UNIT		599.3866	455.6562

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

		For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2021	2020	2021	2020
	Note	-----Rupees-----			
Income					
Profit on bank balances		2,100,793	4,904,063	733,621	1,818,055
Dividend income		70,594,120	55,950,372	17,687,643	10,588,941
Capital gain on sale of investments - net		291,935,685	75,764,231	130,616,189	12,038,094
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		319,025,429	(226,945,638)	(50,899,172)	(450,760,553)
		610,961,114	(151,181,407)	79,717,017	(438,722,459)
Total income / (loss)		683,656,027	(90,326,972)	98,138,281	(426,315,463)
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	41,906,400	21,698,364	14,836,315	8,799,093
Sindh Sales Tax on remuneration of the Management Company	7.2	5,447,832	2,820,787	1,928,721	1,143,882
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		2,496,785	1,762,813	864,755	615,117
Sindh Sales Tax on remuneration of the Trustee		324,582	229,166	112,418	79,966
Annual fee to the Securities and Exchange Commission of Pakistan		349,219	202,318	123,635	73,326
Accounting and operational charges	14	4,032,881	1,394,865	1,854,542	568,145
Shariah advisory fee		150,000	225,000	50,000	75,000
Auditors' remuneration		233,166	305,446	115,467	97,503
Securities transaction cost		3,732,006	2,293,030	1,076,286	992,900
Annual listing fee		20,646	20,661	6,782	6,837
Printing charges		44,479	(19,227)	11,815	-
Legal and professional charges		131,560	195,500	30,780	97,447
Bank charges		14,598	43,956	4,058	19,302
Provision for Sindh Workers Welfare Fund		12,495,437	-	1,542,454	(6,347,687)
Total expenses		71,379,591	31,172,679	22,558,028	6,220,831
Net income / (loss) for the period before taxation		612,276,436	(121,499,651)	75,580,253	(432,536,294)
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		612,276,436	(121,499,651)	75,580,253	(432,536,294)
Allocation of net income / (loss) for the period					
Net income / (loss) for the period after taxation		612,276,436		75,580,253	
Income already paid on units redeemed		(137,893,728)		(65,493,666)	
		474,382,709		10,086,588	
Accounting income available for distribution:					
- Relating to capital gains		610,961,114		79,717,017	
- Excluding capital gains		(136,578,406)		(69,630,430)	
		474,382,709		10,086,588	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2021	2020	2021	2020
	----- Rupees -----			
Net income / (loss) for the period after taxation	612,276,436	(121,499,651)	75,580,253	(432,536,294)
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income / (loss) for the period	612,276,436	(121,499,651)	75,580,253	(432,536,294)

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

	31 March 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	1,452,346,030	-	1,452,346,030
Undistributed income brought forward			
- Realised income	-	410,531,817	410,531,817
- Unrealised loss	-	(39,562,729)	(39,562,729)
Net assets at the beginning of the period (Units outstanding: 4,001,514) (Rs. 455.6600 per unit)	-	370,969,088	1,823,315,118
Issue of 2,388,162 units	1,318,182,170	-	1,318,182,170
Redemption of 2,468,684 units	(1,262,989,112)	(137,893,728)	(1,400,882,840)
Total comprehensive income for the period	-	612,276,436	612,276,436
Shariah non-compliant income set-aside for charity	-	(2,700,426)	(2,700,426)
Net assets at end of the period (Units outstanding: 3,920,993) (Rs. 599.3866 per unit)	55,193,058	842,651,371	2,350,190,458
Undistributed income carried forward			
- Realised income	-	554,258,979	-
- Unrealised gain	-	288,392,392	-
	-	842,651,371	-

	31 March 2020		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	982,676,383	-	982,676,383
Undistributed income brought forward			
- Realised income	-	429,780,302	429,780,302
- Unrealised income	-	(207,463,077)	(207,463,077)
Net assets at the beginning of the period (Units outstanding: 2,803,109) (Rs. 429.88 per unit)	982,676,383	222,317,225	1,204,993,608
Issue of 1,910,123 units	876,368,556	-	876,368,556
Redemption of 1,585,903 units	(741,855,398)	(40,669,107)	(782,524,505)
Total comprehensive loss for the period	-	(121,499,651)	(121,499,651)
Shariah non-compliant income set-aside for charity	-	(1,127,796)	(1,127,796)
Net assets at end of the period (Units outstanding: 3,127,329) (Rs. 376.11 per unit)	1,117,189,541	59,020,671	1,176,210,212
Undistributed income carried forward			
- Realised income	-	382,270,939	-
- Unrealised loss	-	(323,250,268)	-
	-	59,020,671	-

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

	For the Nine Months Ended March 31	
	2021	2020
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	612,276,436	(121,499,651)
Adjustments for:		
Profit on bank balances	(2,100,793)	(4,904,063)
Dividend income	(70,594,120)	(55,950,372)
Capital gain on sale of investments - net	(291,935,685)	(75,764,231)
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(319,025,429)	226,945,638
	(683,656,027)	90,326,972
(Increase) / Decrease in assets		
Receivable against sale of investment	(17,673,978)	72,714,091
Security deposits, prepayment and other receivables	-	(6,839)
	(17,673,978)	72,707,252
Increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	1,850,356	220,439
Payable to the Central Depository Company of Pakistan Limited - Trustee	62,008	(15,710)
Payable to the Securities and Exchange Commission of Pakistan	59,867	(1,360,906)
Payable against purchase of investments	24,966,883	22,909,128
Payable against redemption of units	(4,746,692)	-
Accrued expenses and other liabilities	11,142,142	(400,317)
	33,334,564	21,352,634
Profit received on bank balances	2,107,245	4,799,129
Dividend received	65,590,196	46,070,352
Investments made during the period	(1,633,226,778)	(985,373,468)
Investments sold during the period	1,726,435,563	879,803,334
	160,906,226	(54,700,653)
Net cash generated from operating activities	105,187,221	8,186,554
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	1,330,317,515	876,368,556
Shariah non-compliant income set-aside for charity	(2,700,426)	-
Net payments against redemption of units	(1,413,018,185)	(972,928,687)
Net cash used in financing activities	(85,401,096)	(96,560,131)
Net increase / (decrease) in cash and cash equivalents	19,786,125	(88,373,577)
Cash and cash equivalents at the beginning of the period	42,077,624	156,269,884
Cash and cash equivalents at the end of the period	61,863,749	67,896,307

4

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Stock Fund (the Fund) is an open-ended collective investment scheme constituted under a trust deed entered into on 12 September 2006 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010 and 23 May 2017, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). In addition, the Offering Document of the Fund was also revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth and Thirteen Supplements dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010, 20 September 2013, 24 March 2015, 29 September 2016, 2 June 2017, 25 May 2018, 5 September 2019, 25 November 2019, 01 April 2020 and 01 June 2020 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant equity scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The Fund 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. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis from 15 January 2007 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide one window facility to investors to invest in diversified and professionally managed investment portfolio of shariah compliant securities such as equities, cash and/or near cash Shariah Compliant instruments including cash in bank accounts (excluding term deposit receipts) and Shariah Compliant government securities not exceeding 90 days' maturity. The investment objectives and policies are fully defined in the Fund's Offering Document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two plus)] on 24 December 2020.
- 1.5 The titles of the assets of the Fund are held in the name of the 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. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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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 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES THEREIN

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2020.

3.2 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 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reforms

IAS 01 - Definition of Material.

IFRS 16 - COVID-19 Rent Related Concessions.

The Conceptual Framework of Financial Reporting.

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financials statements.

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
4 BANK BALANCES			
Balances with banks in:			
- Profit and loss sharing accounts	4.1	59,163,904	38,649,598
- Current account		1,423,461	79,208
Cheques in hand	4.2	1,276,384	3,348,818
		61,863,749	42,077,624

4.1 The rate of return on these accounts range between 5.00% and 6.85% (30 June 2020: 7.35% and 7.75%) per annum.

4.2 These denote cheques received against issue of units which were cleared latest by April 06, 2021 (30 June 2020: 20 July 2020).

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
5 INVESTMENTS			
At fair value through profit or loss			
- Listed equity securities	5.1	2,351,915,083	1,834,162,742

Atlas Islamic Stock Fund

5.1 Listed equity securities

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

Name of Investee Company	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
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-----Number of shares----- Rupees----- % age-----

BANKS

Bankislami Pakistan Limited	3,122,100	1,700,000	-	4,822,100	-	-	-	-	-	-
Meezan Bank Limited	2,043,692	849,100	160,319	902,000	2,151,111	158,552,224	243,462,743	10.35	10.36	-
	5,165,792	2,549,100	160,319	5,724,100	2,151,111	158,552,224	243,462,743	10.35	10.36	

TEXTILE COMPOSITE

Interloop Limited	438	530,000	-	358,000	172,438	11,930,132	11,401,601	0.48	0.49	-
Kohinoor Textile Mills Limited	400,500	269,500	-	235,500	434,500	17,847,973	26,652,230	1.13	1.13	0.15
Nishat Mills Limited	425,000	616,000	-	406,500	634,500	58,991,587	58,703,940	2.50	2.50	0.18
	825,938	1,415,500	-	1,000,000	1,241,438	88,769,692	96,757,771	4.11	4.12	

CEMENT

Attock Cement Pakistan Limited	170,400	120,000	-	71,700	218,700	30,082,747	37,111,203	1.58	1.58	0.16
Cherat Cement Company Limited	333,500	60,000	-	230,000	163,500	18,929,003	26,258,100	1.12	1.12	0.08
D.G. Khan Cement Company Limited	356,500	280,000	-	220,000	416,500	47,344,488	50,192,415	2.13	2.14	0.10
Fauji Cement Company Limited	500,000	2,752,000	-	445,000	2,807,000	56,349,023	64,055,740	2.72	2.73	0.20
Kohat Cement Company Limited	200,450	45,000	-	138,400	107,050	18,077,459	22,182,901	0.94	0.94	0.05
Lucky Cement Limited	343,000	137,500	-	151,500	329,000	175,032,258	268,987,110	11.44	11.45	0.10
Ghribwal Cement Limited	-	806,500	-	806,500	-	-	-	-	-	-
	1,903,850	4,201,000	-	2,063,100	4,041,750	345,814,978	468,787,469	19.93	19.95	

Refinery

Attock Refinery Limited	-	195,000	-	40,000	155,000	35,584,923	39,583,900	1.68	1.68	0.15
	-	195,000	-	40,000	155,000	35,584,923	39,583,900	1.68	1.68	

POWER GENERATION & DISTRIBUTION

K-Electric Limited (face value Rs.5)	3,200,000	1,500,000	-	-	4,700,000	16,144,000	18,706,000	0.80	0.80	0.02
The Hub Power Company Limited	2,393,280	1,126,000	-	2,190,591	1,328,689	110,224,964	107,809,825	4.58	4.59	0.10
	5,593,280	2,626,000	-	2,190,591	6,028,689	126,368,964	126,515,825	5.38	5.38	

OIL & GAS MARKETING COMPANIES

Attock Petroleum Limited	66,800	-	-	66,800	-	-	-	-	-	-
Hi-Tech Lubricants Limited	37,000	489,500	-	526,500	-	-	-	-	-	-
Pakistan State Oil Company Limited	476,012	254,000	-	312,000	418,012	72,751,545	96,406,108	4.10	4.10	0.09
Shell Pakistan Limited	101,300	10,000	-	111,300	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	840,200	737,276	-	1,337,200	240,276	9,679,676	9,423,625	0.40	0.40	0.04
	1,521,312	1,490,776	-	2,353,800	658,288	82,431,221	105,829,733	4.50	4.50	

OIL & GAS EXPLORATION COMPANIES

Mari Petroleum Company Limited	85,790	14,400	-	10,400	89,790	113,373,093	137,495,427	5.85	5.85	0.07
Oil & Gas Development Company Limited	1,973,712	489,465	-	378,000	2,085,177	227,250,005	211,874,835	9.01	9.02	0.05
Pakistan Oilfields Limited	165,700	87,800	-	167,500	86,000	31,496,251	32,670,540	1.39	1.39	0.03
Pakistan Petroleum Limited	882,970	942,500	-	397,000	1,428,470	133,853,614	124,748,285	5.30	5.31	0.05
	3,108,172	1,534,165	-	952,900	3,689,437	505,972,963	506,789,087	21.5	21.6	

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Name of Investee Company	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
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----- Number of shares ----- Rupees ----- % age -----

ENGINEERING

Agha Steel Industries Limited	-	968,967	-	968,967	-	-	-	-	-	-
International Steel Limited	-	742,000	-	642,000	100,000	8,518,782	8,558,000	0.36	0.36	0.02
International Industries Limited	75,500	-	-	75,500	-	-	-	-	-	-
Mughal Iron And Steel Industries Limited	-	100,000	12,800	5,000	107,800	8,430,808	9,132,136	0.39	0.39	0.04
	75,500	1,810,967	12,800	1,691,467	207,800	16,949,590	17,690,136	0.75	0.75	

AUTOMOBILE ASSEMBLER

Indus Motor Company Limited	-	29,000	-	6,500	22,500	26,770,272	26,011,125	1.11	1.11	0.03
Pak Suzuki Motor Company Limited	-	85,000	-	-	85,000	24,966,883	26,764,800	1.14	1.14	0.10
Millat Tractors Limited	37,000	8,000	3,750	15,000	33,750	24,016,694	37,116,563	1.58	1.58	0.06
	37,000	122,000	3,750	21,500	141,250	75,753,849	89,892,488	3.82	3.82	

AUTOMOBILE PARTS & ACCESSORIES

Panther Tyres Limited	-	246,506	-	-	246,506	16,348,095	15,887,312	0.68	0.68	0.18
Thal Limited (face value Rs.5)	-	113,000	-	-	113,000	51,159,186	41,593,040	1.77	1.77	14.00
	-	359,506	-	-	359,506	67,507,281	57,480,352	2.44	2.45	

CABLES & ELECTRICAL GOODS

Pak Elektron Limited	-	475,000	-	475,000	-	-	-	-	-	-
Pak Elektron Limited-LOR	-	75,000	-	75,000	-	-	-	-	-	-
Waves Singer Pakistan Limited	-	250,000	-	250,000	-	-	-	-	-	-
	-	800,000	-	800,000	-	-	-	-	-	-

TECHNOLOGY & COMMUNICATIONS

Avanceon Limited	-	395,000	-	395,000	-	-	-	-	-	-
Pakistan Telecommunication Company Limited	-	2,398,000	-	440,000	1,958,000	19,285,129	18,170,240	0.77	0.77	0.05
Systems Limited	328,000	23,000	12,000	231,000	132,000	22,380,996	62,109,960	2.64	2.64	0.10
	328,000	2,816,000	12,000	1,066,000	2,090,000	41,666,125	80,280,200	3.41	3.42	

FERTILIZER

Engro Corporation Limited	5.3	421,656	357,284	-	108,000	670,940	200,872,407	186,065,081	7.91	7.92	0.12
Engro Fertilizers Limited		1,284,681	661,760	-	1,428,350	518,091	32,876,891	32,328,878	1.37	1.38	0.04
Fatima Fertilizer Company Limited		69,000	-	-	69,000	-	-	-	-	-	-
		1,775,337	1,019,044	-	1,605,350	1,189,031	233,749,298	218,393,959	9.29	9.29	

PHARMACEUTICALS

Abbott Laboratories (Pakistan) Limited		55,000	-	-	55,000	-	-	-	-	-	-
AGP Limited		500	112,500	-	6,000	107,000	12,936,559	12,211,910	0.52	0.52	0.04
Glaxosmithkline Pakistan Limited		85,000	134,900	-	90,000	129,900	23,485,295	20,404,692	0.87	0.87	0.04
Hightnoon Laboratories Limited		59,855	34,000	-	-	93,855	50,886,520	60,957,884	2.59	2.59	0.27
The Searle Company Limited		187,872	38,000	-	73,500	152,372	32,002,995	37,640,455	1.60	1.60	0.06
The Searle Company Limited - LOR		-	-	19,678	19,678	-	-	-	-	-	-
		388,227	319,400	19,678	244,178	483,127	119,311,369	131,214,941	5.58	5.58	

Atlas Islamic Stock Fund

Name of Investee Company	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
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CHEMICALS

	Number of shares				Rupees			% age		
Berger Paints Pakistan Limited	-	140,000	-	140,000	-	-	-	-	-	-
Dyneen Pakistan Limited	-	33,000	-	33,000	-	-	-	-	-	-
Engro Polymer & Chemicals Limited	1,862,500	420,000	-	1,452,500	830,000	29,356,285	45,641,700	1.94	1.94	0.09
ICI Pakistan Limited	20,000	16,000	-	22,400	13,600	10,130,656	11,310,984	0.48	0.48	0.02
Lotte Chemical Pakistan Limited	1,000,000	900,000	-	1,900,000	-	-	-	-	-	-
Sitara Chemical Industries Limited	-	49,000	-	49,000	-	-	-	-	-	-
	2,882,500	1,558,000	-	3,596,900	843,600	39,486,941	56,952,684	2.42	2.42	

PAPER & BOARD

Packages Limited	33,500	68,500	-	26,500	75,500	31,642,639	38,185,635	1.62	1.62	0.08
	33,500	63,500	-	-	75,500	31,642,639	38,185,635	1.62	1.62	

LEATHER & TANNERIES

Bata Pakistan Limited	16,000	500	-	-	16,500	22,506,660	32,736,000	1.39	1.39	0.22
	16,000	500	-	-	16,500	22,506,660	32,736,000	1.39	1.39	

FOODS & PERSONAL CARE PRODUCTS

At-Tahur Limited	697,500	387,000	99,750	-	1,184,250	19,733,785	19,800,660	0.80	0.79	0.67
Unity Foods Limited	-	2,415,000	-	1,690,000	725,000	21,087,152	21,561,500	0.92	0.92	0.07
	697,500	2,802,000	99,750	1,690,000	1,909,250	40,820,937	41,362,160	1.72	1.71	

GLASS & CERAMICS

Tariq Glass Industries Limited	155,000	-	-	155,000	-	-	-	-	-	-
Shabbir Tiles and Ceramics Limited	-	695,000	-	695,000	-	-	-	-	-	-
	155,000	695,000	-	850,000	-	-	-	-	-	-

MISCELLANEOUS

Siddiqsons Tin Plate Limited	-	200,000	-	200,000	-	-	-	-	-	-
Synthetic Products Enterprises Limited	163,500	-	-	163,500	-	-	-	-	-	-
	163,500	200,000	-	363,500	-	-	-	-	-	-

Total as at 31 March 2021

2,032,889,654 2,351,915,083 99.96 100.02

Total as at 30 June 2020

1,781,020,716 1,834,162,742

5.2 The cost of listed equity securities as at 31 March 2021 is Rs. 2,063,522,690.10 (30 June 2020: Rs. 1,873,725,471).

5.3 The above investments include following shares which have been pledged with the 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:

	31 March 2021	30 June 2020	31 March 2021	30 June 2020
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Lucky Cement Limited	75,000	75,000	61,319,250	34,618,500
Pakistan State Oil Company Limited	110,000	110,000	25,369,300	17,397,600
Pakistan Petroleum Limited	135,000	135,000	11,789,550	11,715,300
Engro Corporation Limited	55,000	-	15,252,600	-
The Hub Power Company Limited	-	200,000	-	14,500,000
	375,000	520,000	113,730,700	78,231,400

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6 SECURITY DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES	Note	31 March 2021 Un-audited	30 June 2020 Audited
		----- Rupees -----	----- Rupees -----
Security deposit held with:			
- the National Clearing Company of Pakistan Limited (NCCPL)		2,500,000	2,500,000
- the Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
Other receivable	6.1	2,597,419	2,597,419
		5,197,419	5,197,419

- 6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

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 28 January 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 Fund 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 on bank deposits by the Fund has been shown as other receivables as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)	Note	31 March 2021 Un-audited	30 June 2020 Audited
		----- Rupees -----	----- Rupees -----
Remuneration of the Management Company	7.1	4,943,795	3,625,897
Sindh Sales Tax payable on remuneration of the Management Company	7.2	2,199,258	2,027,926
Federal Excise Duty payable on remuneration of the Management Company	7.3	10,453,385	10,453,385
Accounting and operational charges	14	617,975	256,849
		18,214,413	16,364,057

- 7.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 2.4% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.
- 7.2 During the period, an amount of Rs.5,447,832 (2020: Rs. 2,820,787) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 5,276,500 (2020: Rs. 2,802,055) has been paid to the Management Company which acts as the collecting agent.

Atlas Islamic Stock Fund

- 7.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 above, the Management Company is of the view that further levy of FED is not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 10.453 million (30 June 2020: Rs 10.453 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs 2.67 per unit (30 June 2020: Rs 2.61 per unit).

8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	31 March 2021	30 June 2020
	Un-audited	Audited
	----- Rupees -----	
Remuneration Payable to Trustee	290,923	233,046
SST on Trustee fee Payable	37,816	30,295
Payable to against CDC Charges	-	3,000
SST on CDC Charges	-	390
	328,739	266,731

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

On net assets:

up to Rs 1,000 million Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher

On an amount exceeding Rs 1,000 million Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding Rs 1,000 million.

- 8.2 During the year, an amount of Rs.324,582 (2020: Rs. 229,166) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 317,061 (2020: Rs. 230,714) was paid to the Trustee which acts as a collecting agent.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	
Annual fees payable	9.1	349,219	289,352

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- 9.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

	Note	31 March 2021 Un-audited	30 June 2020 Audited
		Rupees	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		213,671	355,967
Ranking fee payable		140,000	140,000
Listing fee payable		20,646	-
Charity payable	10.1	362,950	261,000
Transaction charges payable		1,965,284	238,712
Withholding and capital gain tax payable		247,482	3,318,111
Payable to Shariah Advisor		50,000	66,667
Provision for Sindh Workers' Welfare Fund	10.2	31,866,360	19,370,923
Sales load payable		98,077	-
Zakat payable		1,812	72,760
Payable against Time Barred Cheques		269,984	269,984
		35,236,266	24,094,124

- 10.1 The Shariah Advisor of the Fund, has certified an amount of Rs. 2,700,426 (30 June 2020: Rs. 1,388,796) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.

- 10.2 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, was 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 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 the 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 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 SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

In view of the above developments regarding the applicability of WWF and SWWF on CISs / mutual funds, MUFAP has recommended the following to all its members on 12 January 2017:

- based on legal opinion, the entire provision against WWF held by the CISs till 30 June 2015 should be reversed on 12 January 2017; and
- as a matter of abundant caution, the provision in respect of SWWF should be made with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015) on 12 January 2017.

Accordingly, on 12 January 2017 the provision for WWF was reversed and the provision for SWWF was made for the period from 21 May 2015 to 12 January 2017. Thereafter, the provision is being made on a daily basis going forward.

Atlas Islamic Stock Fund

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 and supported by adequate disclosures in the financial statements of the CISs/ mutual funds.

Had the provision for SWWF not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 8.13 per unit (30 June 2020: Rs. 4.84 per unit)

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2021 and as at 30 June 2020.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 4.08% (30 June 2020: 3.46%) which includes 1.10% (30 June 2020: 0.64%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these condensed interim financial statements.

14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company charged actual expenses within the limit of 0.1% of average annual net assets of the fund till 30 September 2019 and within the limit of 0.15% of the average annual net assets afterwards.

15 EARNING PER UNIT

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

16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

		For the Nine Months Ended	
		31 March	
		2021	2020
		Un-audited	Un-audited
		----- Rupees -----	
16.1 Transactions during the period			
Atlas Asset Management Limited (Management Company)			
Remuneration of the Management Company	41,906,400	21,698,364	
Remuneration paid	40,588,502	21,554,270	
Sindh Sales Tax on remuneration of the Management Company	5,447,832	2,820,787	
Accounting and operational charges	4,032,881	1,394,865	
Issue of Nil (2020: 99) units	-	39,723	
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration of the Trustee	2,496,785	1,762,813	
Sindh Sales Tax on remuneration of the Trustee	324,582	229,166	
Remuneration paid	2,438,908	1,774,715	
Settlement charges	143,445	30,164	
Sindh sales tax on settlement charges	18,648	3,764	
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)			
Issue of 3,377 (2020: 24,066) units	2,150,000	11,000,000	
Redemption of 3,138 (2020: 30,082) units	1,969,716	15,500,000	
Atlas Honda Limited (Group Company)			
Issue of Nil (2020: 534) units	-	214,321	
Atlas Honda Limited (Emp.Prov.Fund)			
Redemption of 16,748 (2020: Nil) units	10,000,000	-	
Atlas Insurance Limited (Group Company)			
Issue of Nil (2020: 325,917) units	-	120,000,000	
Redemption of 32,137 (2020: Nil) units	20,000,000	-	
Key Management Personnel of the Management Company			
Issue of 3,177 (2020: 14,831) units	1,925,000	6,246,386	
Redemption of 3,032 (2020: 14,113) units	1,910,000	6,361,155	
16.2 Balances as at period / year end			
Atlas Asset Management Limited (Management Company)			
Remuneration payable to the Management Company	4,943,795	3,625,897	
Sindh Sales Tax payable on remuneration of the management company	2,199,258	2,027,926	
Federal Excise Duty payable on remuneration of the Management Company	10,453,385	10,453,385	
Accounting and operational charges payable	617,975	256,849	
Outstanding 58,081 (30 June 2020:80) units at net asset value	34,812,805	16,789,185	
		31-March 2021	30 June 2020
		Un-audited	Audited
		----- Rupees -----	

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		31-March 2021 Un-audited ----- Rupees -----	30 June 2020 Audited -----
Note			
	Central Depository Company of Pakistan Limited (Trustee)		
	Remuneration payable to the Trustee	290,923	233,046
	Sindh sales tax payable on remuneration of the Trustee	37,816	30,295
	Settlement charges payable	-	3,000
	Sindh sales tax payable on settlement charges	-	390
	Atlas Foundation (Group company)		
	Outstanding 104,833 (30 June 2020: 103,650) units - at net asset value	62,835,227	47,229,030
	Atlas Insurance Limited (Group Company)		
	Outstanding 583,959 (30 June 2020: 641,787) units - at net asset value	350,015,303	292,436,618
	Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
	Outstanding 142,217 (30 June 2020: 154,208) units - at net asset value	85,242,953	70,266,580
	Atlas Honda Limited (Group Company)		
	Outstanding 178,081 (30 June 2020: 178,081) units - at net asset value	106,739,264	81,144,311
	Atlas Honda Limited (Emp.Prov.Fund)		
	Outstanding 99,439 (30 June 2020: Nil) units - at net asset value	59,602,235	-
	Batools Benefit Trust (Trust having common Director / Trustee)		
	Outstanding 110,706 (30 June 2020: 110,706) units - at net asset value	66,355,774	50,444,358
	Atlas Honda Limited Employee Provident Fund (Retirement benefit plan of group company)		
	Outstanding Nil (30 June 2020: 116,187) units - at net asset value	-	52,941,568
	Shirazi Investments (Private) Limited (Group Company)*		
	Outstanding 442,192 (30 June 2020: 442,192) units - at net asset value	265,043,908	201,489,168
	Shirazi Investments (Private) Limited -Employee Provident Fund		
	Outstanding 17,700 (30 June 2020: 30,826) units - at net asset value	10,609,093	14,045,961
	Sindh Province Pension Fund (Unit Holder with more than 10% holding)		
	Outstanding 450,638 (30 June 2020: Nil) units - at net asset value	270,106,593	-
	Hamdard Laboratories (WAQF) Pakistan (Unit Holder with more than 10% holding)		
	Outstanding 405,403 (30 June 2020: Nil) units - at net asset value	242,992,887	-
	Directors and their close family members and key management personnel of the Management Company		
16.3	Outstanding 142,587 (30 June 2020: 134,720) units - at net asset value	85,464,553	61,386,454

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- 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 MEASUREMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The fair values of listed equity securities quoted on the stock exchange are valued at the closing prices determined by such exchange. The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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 price (unadjusted) in an active market 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);
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at 31 March 2021 and 30 June 2021, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3
	Rupees		
<u>31 March 2021</u>			
At fair value through profit or loss	2,351,915,083	-	-
	<u>2,351,915,083</u>	<u>-</u>	<u>-</u>
<u>30 June 2020</u>			
At fair value through profit or loss	1,834,162,742	-	-
	<u>1,834,162,742</u>	<u>-</u>	<u>-</u>

18 GENERAL

- 18.1** Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.
- 18.2** Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2021 and 31 March 2020 have not been subjected to limited scope review by the statutory auditors of the Fund.
- 18.3 COVID-19 impact**

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided the following relaxation to CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

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- The timeline for classification of debt security as non performing has been extended from 15 days to 180 days

The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network (“VPN”) connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks. The Management Company has made an assessment of COVID-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

18.4 Figures have been rounded off to the nearest Rupee unless otherwise stated.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

Corporate Information

Trustee	Central Depository Company of Pakistan Limited 99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal, Karachi - 74400
Shariah Advisor	
	Dr. Mufi Muhammad Wasih Fasih Butt
Auditors	
	EY Ford Rhodes Chartered Accountants
Legal Advisers	
	Bawaney & Partners
Bankers	
	Al-Baraka Bank (Pakistan) Limited Allied Bank Limited - Islamic Banking Bank Al Habib Limited - Islamic Banking BankIslami Pakistan Limited Dubai Islamic Bank Pakistan Limited MCB Bank Limited - Islamic Banking

Atlas Islamic Fund of Funds

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT 31 MARCH 2021

31 March 2021 (Un Audited)										30 June 2020 (Audited)													
Aggressive Allocation		Moderate Allocation		Conservative Allocation		Capital Preservation Plan		Islamic Dividend Plan		Total		Aggressive Allocation		Moderate Allocation		Conservative Allocation		Capital Preservation Plan		Islamic Dividend Plan		Total	
Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan		Islamic Plan	
Rupees-----																							
Bank balances	4	299,058	1,013,394	39,081	4,293,731	3,355,641	9,000,906	465,585	1,550,174	382,627	6,662,587	3,357,209	12,418,182										
Investments - net	5	124,409,354	132,915,999	141,419,218	497,462,332	23,547,131	919,754,034	101,926,792	115,682,490	134,087,016	468,438,739	22,946,705	843,081,742										
Profit receivable on deposit with banks		1,456	8,890	3,688	183,471	18,882	216,387	2,585	5,157	1,886	205,585	31,351	246,564										
Prepaid and other receivables	6	13,554	11,943	13,198	45,917	17,408	102,020	10,674	9,063	10,318	40,550	-	70,605										
Deferred Formation cost	7	126,083	126,083	126,083	126,083	-	504,332	168,162	168,162	168,162	168,162	-	672,648										
Total assets		124,849,504	134,076,309	141,601,267	502,111,534	26,939,062	929,577,679	102,573,798	117,415,046	134,650,009	475,515,623	26,335,265	856,489,741										
LIABILITIES																							
Payable to Atlas Asset Management Company - Management Company	8	18,101	20,571	21,069	81,942	6,675	148,358	14,666	16,831	19,816	75,342	6,703	133,358										
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	8,423	9,066	9,540	33,566	1,779	62,374	6,614	7,522	8,673	30,639	1,696	55,144										
Payable to the Securities and Exchange Commission of Pakistan	10	17,617	19,230	20,589	72,894	4,068	134,399	19,785	22,292	25,701	91,396	4,871	164,045										
Accrued expenses and other liabilities	11	710,783	697,402	640,088	1,980,309	113,769	4,142,352	2,355,580	4,560,793	7,986,056	19,261,755	186,890	34,351,074										
Total liabilities		754,924	746,269	691,286	2,168,712	126,290	4,487,483	2,396,645	4,607,438	8,040,246	19,459,132	200,160	34,703,621										
NET ASSETS		124,094,580	133,330,040	140,909,981	499,942,822	26,812,772	925,090,196	100,177,153	112,807,608	126,609,763	456,056,491	26,135,105	821,786,120										
UNIT HOLDER'S FUND																							
(AS PER STATEMENT ATTACHED)																							
Contingencies and commitments	12																						
-----Number of units-----																							
NUMBER OF UNITS IN ISSUE		209,502	227,656	243,729	909,770	53,626																	
-----Rupees-----																							
NET ASSET VALUE PER UNIT		592.3309	585.6651	578.1418	549.5265	500.0000																	
FACE VALUE PER UNIT		500.0000	500.0000	500.0000	500.0000	500.0000																	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 31 MARCH 2021

INCOME

Profit on deposits with banks

Capital gain on sale of investments

at fair value through income statement - net

Net unrealised appreciation / (depreciation) on re-valuation of investments classified as financial assets at fair value through profit or loss¹

Total income

EXPENDITURE

Bank charges (Management Company)¹, Management Company

Bank charges (net of reimbursement of the Management Company)

Accounting & Operational charges

Remuneration to the Central Depository Company of Pakistan Limited

Bank sales tax on remuneration of the Trustee

Annual fee - Securities and Exchange Commission of Pakistan

Auditor's remuneration

Amortization of preliminary expenses and flotation costs

Annual Listing fee

Printing charges

Legal and Professional Charges

Share advisory fee

Bank charges

Provision for Sindh Workers' Welfare Fund

Net income / (loss) for the period before taxation

Taxation

Net income / (loss) for the period after taxation

Earnings / (Loss) per unit

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 gains

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

31 MARCH 2021						31 MARCH 2020						For the period from March 16 to 31, 2020	
Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total		

4,646	29,857	26,178	72,013	55,802	188,495	91	(4,851)	(5,897)	227,494	117,838	334,675		
160,068	173,406	186,746	5,035,169	-	5,555,388	1,634,384	1,893,423	2,079,735	1,358,779	-	6,966,321		
3,209,514	3,028,889	2,704,288	4,726,644	379,072	14,048,507	(2,348,648)	(18,469,539)	(9,734,122)	(42,175,995)	524,914	(93,341,390)		
3,369,582	3,202,935	2,891,034	9,761,813	379,072	19,605,895	(21,852,264)	(16,576,116)	(7,654,387)	(40,817,216)	524,914	(86,375,069)		
3,374,228	3,232,252	2,917,212	9,833,825	434,874	19,792,391	(21,852,173)	(16,580,967)	(7,660,284)	(40,880,722)	642,752	(86,040,394)		

81	-	3,555	3,043	6,671	7,855	20,924	1,216	789	946	15,664	6,517	24,932	
82	52,547	437	396	867	11,021	2,720	158	103	123	2,010	835	3,229	
	21,637	56,578	59,691	208,606	4,537	388,444	41,287	45,755	51,654	184,234	8,653	331,583	
	2,813	23,296	24,578	85,897	590	159,945	18,606	20,502	23,215	82,843	3,563	148,819	
	6,182	6,657	3,195	11,167	590	20,793	2,677	3,018	3,018	10,769	463	19,346	
	10,043	10,809	7,022	24,542	590	45,705	5,254	5,883	6,632	23,669	1,018	42,456	
	13,822	13,822	13,822	39,412	2,115	73,385	6,761	7,484	8,439	30,113	-	52,797	
	907	975	1,029	3,559	194	55,289	13,937	13,631	13,937	13,937	-	55,442	
	607	669	715	2,569	143	4,703	849	922	1,105	3,938	-	6,814	
	5,760	5,760	5,760	5,760	5,760	28,800	44,133	44,133	44,133	44,133	-	176,532	
	3,209	3,550	3,746	12,941	694	24,231	1,572	1,740	1,962	7,004	271	12,549	
	604	488	168	1,337	374	2,970	-	1,195	596	848	-	2,639	
	65,120	62,057	55,653	188,334	7,985	379,149	(350,592)	(326,016)	(156,321)	(820,175)	12,429	(1,641,573)	
11.1	183,341	191,482	199,225	605,433	43,591	1,214,122	(214,400)	(182,012)	(661)	(401,211)	33,749	(764,435)	
	3,190,887	3,040,770	2,726,986	9,228,342	391,282	18,578,269	(21,637,773)	(16,398,955)	(7,659,723)	(40,188,511)	609,003	(85,275,959)	

14													
3,190,887	3,040,770	2,726,986	9,228,342	391,282	18,578,269	(21,637,773)	(16,398,955)	(7,659,723)	(40,188,511)	609,003	(85,275,959)		
15.23	13.36	11.19	10.14	7.30		(103.24)	(72.83)	(31.66)	(45.55)	2.43			

3,190,887	3,040,770	2,726,986	9,228,342	391,282	18,578,269	(21,637,773)	(16,398,955)	(7,659,723)	(40,188,511)	609,003	(85,275,959)		
2	(67,143)	(19,483)	9,208,859	-	-	(103,24)	(72,83)	(31,66)	(45,35)	-	-	-	
3,190,889	2,973,627	2,657,173	9,208,859	391,282	-	-	-	-	-	609,003	-	-	
3,369,582	3,202,935	2,891,034	9,761,813	379,072	-	-	-	-	-	524,914	-	-	
(178,692)	(228,768)	(233,861)	(552,953)	12,210	-	-	-	-	-	84,089	-	-	
3,190,889	2,973,627	2,657,173	9,208,859	391,282	-	-	-	-	-	609,003	-	-	

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Third Quarter Report 2020-21

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021

For the
period from
March 16 to 31,
2020

-----31 MARCH 2021-----						-----31 MARCH 2020-----							
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
	Islamic Plan	Islamic Plan	Islamic Plan					Islamic Plan	Islamic Plan	Islamic Plan			
-----Rupees-----							-----Rupees-----						
Net income / (loss) for the period after taxation	23,966,342	20,632,002	14,802,609	46,633,718	1,052,546	107,087,217	(4,458,768)	(380,095)	6,090,127	9,342,758	609,003	11,203,025	
Other Comprehensive income / (loss)	-	-	-	-	-	-	-	-	-	-	-	-	
Total comprehensive (loss) / income for the period	23,966,342	20,632,002	14,802,609	46,633,718	1,052,546	107,087,217	(4,458,768)	(380,095)	6,090,127	9,342,758	609,003	11,203,025	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2021

For the
period from
March 16 to 31,
2020

31 MARCH 2021						31 MARCH 2020					
Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Ruppes						Ruppes					
3,190,887	3,040,770	2,726,986	9,228,342	391,282	18,578,269	(21,637,773)	(16,398,955)	(7,659,723)	(40,188,511)	609,003	(85,275,959)
-	-	-	-	-	-	-	-	-	-	-	-
3,190,887	3,040,770	2,726,986	9,228,342	391,282	18,578,269	(21,637,773)	(16,398,955)	(7,659,723)	(40,188,511)	609,003	(85,275,959)

Total comprehensive (loss) / income for the period

Other Comprehensive income / (loss)

Net income / (loss) for the period after taxation

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Third Quarter Report 2020-21

March 16 to 31, 2020

[illegible]

Aggressive - units 127 (2020: 85)
Moderate - units 4,413 (2020: 302)
Conservative - units 4,416 (2020: 2,052)
Preservation - units 5,114 (2020: 2,571)
Dividend - units 27,896 (2020: Nil)
Income paid on redemption of unit

Total Comprehensive income for the period
Distributions during the period
Net income for the period less distribution
Net assets at the end of the period

(Units: AAAlP 209,502, AMAlP 227,656, ACAlP 243,729 & AICPP 909,770, AIDP 53,626)
(2020 Units: AAAlP 209,591, AMAlP 225,178, ACAlP 241,970 & AICPP 882,342, AIDP 251,025)

Capital Value	
Un distributed Income	
- Realised income	
- Unrealised gain / (loss)	
Net assets at the end of the period	
Net assets value per unit at beginning of the period	
Net assets value per unit at end of the period	

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifthikhar H. Shirazi
Chairman

Tariq Amiri
Director

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Atlas Islamic Fund of Funds

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2021

For the
period from
March 16 to 31,
2020

CASH FLOWS FROM OPERATING ACTIVITIES

Net (loss) / income for the period after taxation

Adjustments for:

Profit on deposits with banks
Gain on sale of investments at fair value
through income statement - net
Net unrealised (appreciation) / diminution on re-measurement
of investments classified as financial
assets at fair value through profit or loss
Provision for Sindh Workers Welfare Fund

Decrease / (increase) in assets

Prepaid and other receivables
Deferred Formation cost

(Decrease) / increase in liabilities

Payable to Atlas Asset Management
Company - Management Company
Payable to Central Depository Company
of Pakistan Limited - Trustee
Payable to the Securities and
Exchange Commission of Pakistan
Accrued expenses and other liabilities

Interest received
Dividend received
Investments made during the period
Investments sold during the period

Net cash (used in) / generated operating activities

31 MARCH 2021						31 MARCH 2020					
Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total

23,966,342	20,632,002	14,802,609	46,633,718	1,052,546	107,087,219	(4,458,768)	(380,095)	6,090,127	9,342,758	609,003	11,203,025
(22,514)	(105,867)	(71,803)	(307,233)	(158,378)	(665,794)	(62,485)	(66,709)	(77,603)	(708,847)	(117,838)	(1,033,482)
(1,205,788)	(1,604,136)	(1,493,030)	(15,839,901)	(142,826)	(20,285,681)	(2,439,295)	(2,835,395)	(3,229,521)	(1,853,463)	-	(10,357,674)
(23,576,774)	(19,729,372)	(13,959,172)	(32,683,692)	(907,601)	(90,886,611)	6,633,935	2,928,365	(3,295,305)	(8,077,406)	(524,914)	(2,335,325)
489,109	421,062	302,094	951,709	21,480	2,165,454	-	-	124,288	190,669	12,429	327,386
(349,625)	(386,310)	(399,201)	(1,245,398)	(134,778)	(2,515,413)	(326,613)	(333,834)	(388,072)	(1,106,289)	(213,20)	(2,196,068)
(2,880)	(2,880)	(2,880)	6,367	(17,408)	(1,415)	(850)	(964)	(1,105)	(3,939)	-	(6,858)
42,079	42,079	42,079	42,079	-	168,317	42,116	41,658	42,117	42,116	-	168,007
39,200	39,199	39,199	36,713	(17,408)	136,902	41,266	40,694	41,012	38,177	-	161,149
3,435	3,740	1,253	6,600	(28)	15,000	(27,479)	(273,660)	(273,321)	(245,921)	16,005	(1,051,687)
1,809	1,544	867	2,927	83	7,230	(2,312)	(2,273)	(2,545)	(9,630)	4,026	(12,734)
(2,168)	(3,062)	(5,112)	(18,502)	(803)	(29,646)	(31,539)	(32,905)	(35,076)	(73,246)	1,018	(172,036)
(2,133,906)	(4,284,453)	(7,688,062)	(18,233,154)	(9,6011)	(32,394,177)	(7,844)	(8,386)	(10,628)	(12,716)	91,681	51,547
(21,30,830)	(42,82,231)	(7,651,054)	(18,242,128)	(95,350)	(32,401,593)	(616,445)	(617,824)	(321,570)	(341,391)	112,730	(1,184,900)
23,644	102,132	70,001	329,346	170,847	695,972	51,160	58,160	54,693	725,691	-	889,704
(6,360,000)	(8,990,000)	(7,720,000)	(81,500,000)	(9,900,000)	(114,470,000)	(25,040,000)	(30,270,000)	(30,440,000)	(34,000,000)	-	(119,750,000)
8,660,000	13,090,000	15,820,000	101,000,000	10,350,000	148,920,000	24,780,000	28,770,000	30,440,000	34,000,000	15,703,590	115,633,590
2,323,644	4,202,132	8,170,001	19,829,346	620,847	35,145,972	(208,840)	(1,441,540)	54,693	725,691	15,703,590	(3,206,706)
(117,612)	(427,210)	158,845	375,532	373,311	365,667	(810,622)	(2,072,804)	(613,877)	(684,412)	15,795,000	(6,464,525)

Third Quarter Report 2020-21

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...)
FOR THE NINE MONTHS ENDED 31 MARCH 2021

For the
period from
March 16 to 31,
2020

31 MARCH 2021							31 MARCH 2020						
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total	
Islamic Plan	Islamic Plan	Islamic Plan					Islamic Plan	Islamic Plan	Islamic Plan				

Note Rupees--

CASH FLOWS FROM FINANCING ACTIVITIES													
Receipts against issuance of units	20,000	2,396,334	2,000,000	-	14,626,018	19,042,353	164,439	1,703,695	303	1,070,134	-	2,934,591	
Dividend paid	(68,915)	(2,505,904)	(2,502,291)	(2,747,388)	(1,052,546)	(1,052,546)	(40,150)	(152,400)	(1,056,776)	(1,370,067)	-	(2,600,293)	
Payments against redemption of units	(48,915)	(109,570)	(502,291)	(2,747,388)	(374,879)	(3,783,143)	120,309	1,551,295	(1,056,473)	(300,833)	-	334,298	
Net cash (used in) / generated from financing activities	(48,915)	(109,570)	(502,291)	(2,747,388)	(374,879)	(4,783,143)	120,309	1,551,295	(1,056,473)	(300,833)	-	334,298	
Net (decrease) / increase in cash and cash equivalents	(166,527)	(536,780)	(343,546)	(2,368,856)	(1,568)	(3,417,276)	(690,323)	(521,599)	(1,650,350)	(985,045)	15,795,000	(6,112,227)	
Cash and cash equivalents at the beginning of the period	465,585	1,550,174	382,627	6,662,587	3,357,209	12,418,182	1,216,018	1,268,212	2,021,345	7,825,894	-	12,331,469	
Cash and cash equivalents at the end of the period	4	1,013,394	39,081	4,293,731	3,355,641	9,000,906	525,695	746,703	370,995	6,840,849	15,795,000	6,219,242	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Funds

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2021 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Atlas Islamic Fund of Funds (the Fund) is an open-ended Fund constituted under a trust deed entered into on 20 August 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The offering document of the Fund has been revised through the First, Second and Third supplements dated 05 September 2020, 14 February 2020 and 1 April 2020 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML, is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.

1.2 The Fund is an open-ended Shariah compliant fund of funds and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on January 07, 2020. Subsequent to the Initial Public Offering, the offer of units of the Allocation Plans at the Initial Offer Price discontinued. The units of the Allocation Plans could then be purchased at their Offer Price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The duration of the fund is perpetual, however, the allocation plans may have a set time frame. Each Allocation Plan will announce separate NAVs which will rank pari passu inter se according to the number of units of the respective Allocation Plans. Units are offered for public subscription on a continuous basis. However, term-based plans, may be offered for a limited subscription period.

The objective of the Fund is to generate return on investments as per the respective Allocation Plan by investing in Shariah compliant mutual funds in line with the risk tolerance of the investor. The Management Company has appointed Dr. Muftri Muhammad Wasie Fasih Butt as its Shariah Advisor to ensure that the activities of the Funds are in compliance with the principles of Shariah.

The investment objectives and policies of each allocation plan are as follows;

Atlas Aggressive Allocation Islamic Plan (AAAIP)

The "Aggressive Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide capital appreciation. It shall invest at least 65% and 25% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively higher risk tolerance and/or wish to save for long term.

Atlas Moderate Allocation Islamic Plan (AMAIIP)

The "Moderate Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide a mix of capital appreciation and stable returns. It shall invest at least 45% and 45% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively moderate risk tolerance and/or wish to medium for long term.

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Atlas Conservative Allocation Islamic Plan (ACAIP)

The "Conservative Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide stable returns. It shall invest at least 20% and 70% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TIDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

Atlas Islamic Capital Preservation Plan (AICPP)

The Atlas Islamic Capital Preservation Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Income based Collective Investment Schemes and Shariah Compliant saving Accounts & Term Deposits, while aiming to provide capital preservation upon maturity of the allocation plan.

Atlas Islamic Dividend Plan (AIDP)

The Atlas Islamic Dividend Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide competitive return along with dividend through dynamic asset allocation between Shariah Compliant Income and Shariah Compliant Money Market based Collective Investment Schemes and Shariah Compliant/Islamic Banks/Islamic banks window saving Accounts, while aiming to provide Dividend to the investors on the daily basis of profit earned/appreciation in NAV if any. Dividend received by Unit holder shall be reinvested, This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

- 1.3 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

- 1.4 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund..

2 BASIS OF PREPARATION

2.1 Statement of Compliance

- 2.1.1 These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the 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 the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

Atlas Islamic Fund of Funds

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 30 June 2020.

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 statements give a true and fair view of the state of the Fund's affairs as at 31 March 2021.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2020 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2020, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the half year ended 31 March 2021.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of the 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, 2020.

The preparation of these condensed interim financial statements in conformity with approved accounting 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.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2020.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2020.

3.2 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Atlas Islamic Fund of Funds

5 INVESTMENTS - NET

31 March 2021 (Un Audited)

At fair value through profit or loss
- Held for Trading

Note

Units of Mutual Funds - listed

5.1

124,409,354	132,915,999	141,419,218	497,462,332	23,547,131	919,754,034
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30 June 2020 (Audited)

At fair value through profit or loss
- Held for Trading

Units of Mutual Funds - listed

5.1

101,926,792	115,682,490	134,087,016	468,438,739	22,946,705	843,081,742
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5.1 At fair value through profit or loss - Listed equity securities

5.1.1 Units of Mutual Funds

Name of the investee company	As at 01 July 2020	Purchases during the period	Sales during the period	As at 31 March 2021	Carrying Value as at 31 March 2021	Market Value as at 31 March 2021	Appreciation as at 31 March 2021	Market Value as a % of net assets of Plan	Market Value as a % of total value of investments of Plan
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-----Number of shares-----

-----Rupees-----

-----%age-----

Aggressive Allocation Plan

Atlas Islamic Income Fund

Atlas Islamic Dedicated Stock Fund

52,511	12,382	1,185	63,708	32,273,800	33,626,370	1,352,570	27.10	27.03
170,738	-	15,522	155,216	68,558,780	90,782,984	22,224,204	73.16	72.97
223,249	12,382	16,707	218,925	100,832,580	124,409,354	23,576,774	100.25	100.00

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Name of the investee company	As at 01 July 2020	Purchases during the period	Sales during the period	As at 31 March 2021	Carrying Value as at 31 March 2021	Market Value as at 31 March 2021	Appreciation as at 31 March 2021	Market Value as a % of net assets of Plan	Market Value as a % of total value of investments of Plan
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-----Number of shares-----Rupees-----%

Moderate Allocation Plan

Atlas Islamic Income Fund	105,864	17,540	4,147	119,256	60,345,677	62,945,980	2,600,303	47.21	47.36
Atlas Islamic Dedicated Stock Fund	140,894	-	21,263	119,631	52,840,950	69,970,019	17,129,069	52.48	52.64

246,758	17,540	25,410	238,887	113,186,627	132,915,999	19,729,372	99.69	100.00
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Conservative Allocation Plan

Atlas Islamic Income Fund	189,564	15,027	11,256	193,334	97,745,546	102,045,900	4,300,354	72.42	72.16
Atlas Islamic Dedicated Stock Fund	86,888	-	19,569	67,318	29,734,500	39,373,318	9,638,818	27.94	27.84

276,451	15,027	30,826	260,652	127,480,046	141,419,218	13,939,172	100.36	100.00
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Islamic Capital Preservation Plan

Atlas Islamic Income Fund	698,489	157,966	34,559	821,896	416,711,744	433,813,938	17,102,194	86.77	87.21
Atlas Islamic Dedicated Stock Fund	262,120	-	153,298	108,823	48,066,896	63,648,394	15,581,498	12.73	12.79

960,609	157,966	187,857	930,718	464,778,640	497,462,332	32,683,692	99.50	100.00
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Islamic Dividend Plan

Atlas Islamic Income Fund	45,449	19,287	20,124	44,612	22,639,530	23,547,131	907,601	87.82	100.00
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45,449	19,287	20,124	44,612	22,639,530	23,547,131	907,601	87.82	100.00
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Total as at 31 March 2021

1,752,516	222,202	280,923	1,693,794	828,917,423	919,754,034	90,836,611		
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Total as at 30 June 2020

1,572,278	685,324	505,087	1,752,516	831,548,988	843,081,742	11,532,754		
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Atlas Islamic Fund of Funds

6 PREPAID AND OTHER RECEIVABLES

31 March 2021 (Un Audited)						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Note						
-----Rupees-----						
Prepayments	2,880	2,880	2,880	2,880	2,880	14,400
Other Receivable	10,674	9,063	10,318	43,037	14,528	87,620
	13,554	11,943	13,198	45,917	17,408	102,020
30 June 2020 (Audited)						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
-----Rupees-----						
Other Receivable	10,674	9,063	10,318	40,550	-	70,605
	10,674	9,063	10,318	40,550	-	70,605

6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 150 and 151. However, several Companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(i) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced by the withholding.

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 favor of FBR. On 28 January 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 cumulative amount of withholding tax deducted from profit on bank deposits by the Funds has been shown as other receivable as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

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7 DEFERRED FORMATION COST

31 March 2021 (Un Audited)						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Note	-----Rupees-----					
Opening balance	7.1	168,162	168,162	168,162	168,162	-
Less: Amortisation for the period		42,079	42,079	42,079	42,079	-
		126,083	126,083	126,083	126,083	-
						504,331

30 June 2020 (Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Opening balance	7.1	224,215	224,215	224,215	224,215	-
Less: Amortisation for the period		(56,053)	(56,053)	(56,053)	(56,053)	-
		168,162	168,162	168,162	168,162	-
						672,648

7.1 Deferred Formation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortized over a period of five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED

31 March 2021 (Un Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Note	-----Rupees-----					
Remuneration of the Management Company	8.1	-	975	501	2,176	2,522
Sindh Sales Tax on remuneration of the Management Company	8.2	-	127	65	283	328
Front and backend load payable to the Management Company		-	-	-	7,339	-
Accounting and operational charges reimbursable by the Fund		18,101	19,470	20,503	72,144	3,825
		18,101	20,571	21,069	81,942	6,675
						148,358

Atlas Islamic Fund of Funds

30 June 2020 (Audited)						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Note	-----Rupees-----					
Remuneration of the Management Company	8.1	302	588	143	4,901	8,641
Sindh Sales Tax payable on remuneration of Management Company	8.2	39	76	18	637	1,122
Front and backend load payable to the Management Company		113	-	1,017	3,955	5,085
Accounting and operational charges payable	13	14,212	16,167	18,638	65,849	118,510
		14,666	16,831	19,816	75,342	133,358

8.1 In accordance with the provisions of the NBFIC Regulations, no Management fee shall be charged in case the investment of the fund is made in CIS of Atlas Asset Management Limited (AAMI). Further as per the amendments made in the NBFIC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the limit of 1% of the average annual net assets, within allowed expense ratio limit in case investment is made in Cash / Near Cash instruments, savings and term deposits made with Islamic banks or Islamic banking windows of commercial banks and therefore has charged its remuneration accordingly. The remuneration for the last period ended 30 June 2020 was also charged in the same manner.

8.2 During the period, an amount of Rs. 10,377 (2020: 6,860) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 10,697 (2020: 7,501) has been paid to the Management Company which acts as a collecting agent.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY

31 March 2021 (Un Audited)						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Note	-----Rupees-----					
Payable to Trustee	9.1	7,454	8,023	8,442	29,705	55,198
SST on Trustee Fee Payable		969	1,043	1,098	3,862	7,176
		8,423	9,066	9,540	33,566	62,374

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30 June 2020 (Audited)					
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Payable to Trustee					
	5,853	6,656	7,675	27,114	48,799
SST on Trustee Fee Payable					
	761	866	998	3,525	6,345
	6,614	7,522	8,673	30,639	55,144
9.1 The trustee is entitled to a monthly remuneration for services rendered to the fund at the flat rate of 0.07% per annum of net assets based on the letter number CDC/CEO/L-112/01/2019 dated June 27, 2017 issued by CDC.					

9.2 During the year, an amount of Rs. 61,151 (2020: 54,541) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 60,320 (2020: 56,004) was paid to the Trustee which acts as a collecting agent.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

31 March 2021 (Un Audited)					
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Annual SECP fee payable					
	17,617	19,230	20,589	72,894	4,068
	17,617	19,230	20,589	72,894	4,068
Note 10.1					
30 June 2020 (Audited)					
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Annual SECP fee payable					
	19,785	22,292	25,701	91,396	4,871
	19,785	22,292	25,701	91,396	4,871
Rupees					
	164,045				
79					

Atlas Islamic Fund of Funds

10.1 In accordance with the NBFIC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

11 ACCRUED EXPENSES AND OTHER LIABILITIES

31 March 2021 (Un Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
	-----Rupees-----					
Auditors' remuneration payable	22,571	24,684	26,474	94,109	5,309	173,147
Withholding tax payable	2,900	11,568	10,517	18,369	36,750	80,104
Annual Listing Fee	2,694	2,941	3,151	11,161	623	20,569
Shariah advisory fee payable	3,249	3,530	3,803	13,439	778	24,799
Other Payables	-	-	-	-	10,000	10,000
Provision for Sindh Workers' Welfare Fund	679,369	654,680	596,143	1,843,231	60,309	3,833,733
	710,783	697,402	640,088	1,980,309	113,769	4,142,352

Note

30 June 2020 (Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
	-----Rupees-----					
Auditors' remuneration payable	46,970	36,111	41,949	145,180	8,533	278,743
Withholding and capital gain tax payable	330,680	710,933	1,352,186	5,075,503	138,382	7,607,684
Printing charges payable	921	477	-	-	-	1,398
Provision for Sindh Workers' Welfare Fund	190,260	233,618	294,049	891,523	38,829	1,648,279
Shariah advisory fee payable	2,402	2,589	2,814	7,767	1,146	16,718
Annual rating fee payable	16,495	16,513	16,411	5,526	-	54,945
Dividend Payable	1,767,852	3,560,552	6,278,647	13,136,256	-	24,743,307
	2,355,580	4,560,793	7,986,056	19,261,755	186,890	34,351,074

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, was 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 MUEAP with the Sindh

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Revenue Board (SRB) collectively on behalf of various asset management companies and their CIs whereby it was contested that mutual funds should be excluded from the ambit of the 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 CIs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CIs / mutual funds, MUFAP 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 SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of “financial institutions”. The MUFAP has held the view that SWWF is applicable on Asset Management Companies and not on mutual funds.

Had the provision for SWWF not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been higher by Rs. 3.24 per unit (30 June 2020: Rs. 0.91 per unit), Rs. 2.88 per unit (30 June 2020: Rs. 1.03 per unit), Rs. 2.45 per unit (30 June 2020: Rs. 1.20 per unit) and Rs. 2.03 per unit (30 June 2020: Rs. 0.97 per unit) and Rs. 1.12 per unit (30 June 2020: Rs. 0.74 per unit) for AAAIP, AMAIP, ACAIP, MICPP and AIDP respectively.

12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2021 and 30 June 2020.

13 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan, the total expense ratio of the Fund is as follows:

31 March 2021 (Un Audited)					
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	
Islamic Plan	Islamic Plan	Islamic Plan			
----- % -----					
0.95	0.84	0.68	0.60	0.77	
0.58	0.47	0.32	0.29	0.05	
30 June 2020 (Audited)					
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	
Islamic Plan	Islamic Plan	Islamic Plan			
----- % -----					
0.62	0.64	0.64	0.54	0.12	
0.22	0.26	0.24	0.23	0.01	

Total expense ratio					
Government Levies and SECP Fee					

Atlas Islamic Fund of Funds

14 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 intend to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. Based on the above, no provision for taxation has been made in these condensed interim financial statements.

15 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019.

The Management Company charged actual expenses within the limits of 0.17% of the average annual net assets of the Fund.

16 EARNING PER UNIT

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

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

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17.1 Details of transaction with related parties during the period are as follows:

-----31 MARCH 2021-----						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
	Islamic Plan	Islamic Plan	Islamic Plan	Rupees-----		
Atlas Asset Management Limited (Management Company)						
Remuneration for the period	755	11,420	7,082	34,578	25,990	79,825
Sindh sales tax on remuneration of the Management Company	98	1,485	921	4,495	3,379	10,377
Remuneration paid	1,057	11,033	6,725	37,303	26,175	82,292
Formation cost	42,079	42,079	42,079	42,079	-	168,317
Accounting & operational charges	149,745	163,451	175,008	619,596	34,576	1,142,377
Issuance in amounts	-	-	-	-	683,178	683,178
Issue of units	-	-	-	-	1,366	1,366
Central Depository Company of Pakistan Limited						
Remuneration of the Trustee	61,660	67,303	72,061	255,128	14,237	470,389
Sindh Sales Tax on remuneration of the Trustee	8,016	8,749	9,368	33,167	1,851	61,151
Remuneration paid	60,059	65,937	71,294	252,537	14,164	463,990
Moshin Khan						
Issuance in amounts	-	-	-	-	136,535	136,535
Issue of units	-	-	-	-	273	273
Atlas Islamic Dedicated Stock Fund						
Redemption in Rupees	8,060,000	10,990,000	10,120,000	83,500,000	-	112,670,000
Redemption of units	15,522	21,263	19,569	153,298	-	209,652
Atlas Islamic Income Fund						
Purchase in Rupees	6,360,000	8,990,000	7,720,000	81,500,000	9,900,000	114,470,000
Purchase of units	12,382	17,540	15,027	157,966	19,287	222,202
Redemption in Rupees	600,000	2,100,000	5,700,000	17,500,000	10,350,000	36,250,000
Redemption of units	1,185	4,147	11,256	34,559	20,124	71,271

Atlas Islamic Fund of Funds

For the period					
31 MARCH 2020			from March 16 to 31, 2020		
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Islamic Plan	Islamic Plan	Islamic Plan			
Rupees-----					

Note

Atlas Asset Management Limited (Management Company)

Remuneration for the period	5,837	6,314	7,228	51,803	6,517	77,699
Sindh sales tax on remuneration of the Management Company	759	821	940	6,734	835	10,089
Remuneration paid	6,383	6,815	8,566	53,767	-	75,531
Formation cost	42,116	41,658	42,117	42,116	-	168,007
Accounting & operational charges	101,962	113,669	130,235	464,689	8,653	819,208
Issuance in amounts	4,045	3,695	-	-	20,078,461	20,086,201
Issue of units	9	8	-	-	40,157	40,174

Central Depository Company of Pakistan Limited

Remuneration of the Trustee	52,150	58,189	66,935	228,733	3,563	419,570
Sindh Sales Tax on remuneration of the Trustee	6,776	7,565	8,702	31,035	463	54,541
Remuneration paid	54,167	60,201	69,188	247,255	-	430,811

Lucky Commodities (Pvt) Limited
(Unit holder with more than 10% holding)

Issuance in amounts	-	-	-	-	100,392,307	100,392,307
Issue of units	-	-	-	-	200,785	200,785

Atlas Islamic Dedicated Stock Fund - Fund managed by Management Company

Purchase in Rupees	15,400,000	18,150,000	18,600,000	34,000,000	-	86,150,000
Purchase of units	37,469	44,273	45,344	82,469	-	209,555
Redemption in Rupees	93,800,000	10,620,000	11,840,000	-	-	116,260,000
Redemption of units	18,725	21,305	23,689	-	-	63,719

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For the period
-----31 MARCH 2020----- from March 16 to 31, 2020

Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
Islamic Plan	Islamic Plan	Islamic Plan			
Rupees-----					

Atlas Islamic Income Fund - Fund managed by Management Company					
Purchase in Rupees	9,640,000	12,120,000	11,840,000	-	109,200,000
Purchase of units	18,044	22,746	22,166	-	198,568
Redemption in Rupees	15,400,000	18,150,000	18,600,000	34,000,000	-
Redemption of units	28,861	34,049	34,900	63,831	-
					161,641

Directors and their close family members and key management personnel of the Management Company

Redemption in Rupees	2,998	-	-	-	-
Redemption of units	7	-	-	-	-
					2,998
					7

17.2 Details of balances with related parties as at the period / year end are as follows:

31 March 2021 (Un Audited)						
Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total	
Islamic Plan	Islamic Plan	Islamic Plan				
Rupees-----						
Atlas Asset Management Limited (Management Company)						
Remuneration payable to the management company	975	501	2,176	2,522	6,174	
Sindh Sales tax payable on remuneration of the Management Company	127	65	283	328	803	
Sales Load Payable	-	-	7,339	-	7,339	
Accounting and operational charges payable	18,101	19,470	20,503	72,144	3,825	134,042
Outstanding amount - at net asset value	6,118,169	6,144,761	24,370,926	-	21,042,135	57,675,991
Outstanding units	10,329	10,492	42,154	-	42,084	105,059
Central Depository Company of Pakistan Limited (Trustee)						
Trustee fee payable	7,454	8,023	8,442	29,705	1,574	55,198
Sindh Sales tax payable on remuneration of trustee	969	1,043	1,098	3,862	205	7,176

Atlas Islamic Fund of Funds

31 March 2021 (Un Audited)						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
-----Rupees-----						
Note						
Shirazi Investments (Private) Limited - Group Company						
Outstanding amount - at net asset value	117,328,127	116,823,031	115,419,657	217,759,314	-	567,330,129
Outstanding units	198,079	199,471	199,639	396,267	-	993,456
Atlas Honda Limited - Group Company						
Outstanding amount - at net asset value	-	-	-	232,260,561	-	232,260,561
Outstanding units	-	-	-	422,656	-	422,656
Mohsin Khan						
Outstanding amount - at net asset value	-	-	-	-	4,205,166	4,205,166
Outstanding units	-	-	-	-	8,410	8,410
Atlas Islamic Dedicated Stock Fund - Fund managed by Management Company						
Outstanding amount - at net asset value	90,782,984	69,970,019	39,373,318	15,581,498	-	215,707,819
Outstanding units	155,216	119,631	67,318	108,823	-	450,988
Atlas Islamic Income Fund - Fund managed by Management Company						
Outstanding amount - at net asset value	33,626,370	62,945,980	102,045,900	433,813,938	23,547,131	655,979,319
Outstanding units	63,708	119,256	193,334	821,896	44,612	1,242,807
Directors and their close family members and key management personnel of the Management Company						
Outstanding amount - at net asset value	-	6,059,468	-	4,099,477	-	10,158,945
Outstanding units	-	10,346	-	7,460	-	17,806

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30 June 2020 (Audited)						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
	Islamic Plan	Islamic Plan	Islamic Plan			
-----Rupees-----						
Atlas Asset Management Limited (Management Company)						
Remuneration payable to the management company	302	588	143	4,901	2,707	8,641
Sindh Sales tax payable on remuneration of the Management Company	39	76	18	637	352	1,122
Sales Load Payable	113	-	1,017	3,955	-	5,085
Accounting and operational charges payable	14,212	16,167	18,638	65,849	3,644	118,510
Outstanding amount - at net asset value	4,936,732	5,197,180	21,826,444	-	20,078,461	52,038,817
Outstanding units	10,329	10,492	42,154	-	40,157	103,132
Central Depository Company of Pakistan Limited (Trustee)						
Trustee fee payable	5,853	6,656	7,675	27,114	1,501	48,799
Sindh Sales tax payable on remuneration of trustee	761	866	998	3,525	195	6,345
Shirazi Investments (Private) Limited - Group Company						
Outstanding amount - at net asset value	94,671,714	98,807,813	103,369,096	197,535,218	-	494,383,841
Outstanding units	198,079	199,471	199,639	396,267	-	993,456
Atlas Honda Limited - Group Company						
Outstanding amount - at net asset value	-	-	-	210,689,683	-	210,689,683
Outstanding units	-	-	-	422,656	-	422,656
Lucky Commodities (Private) Limited (Unit holder with more than 10% holding)						
Outstanding amount - at net assets value	17.3	-	-	-	100,392,307	100,392,307
Outstanding units	-	-	-	-	200,785	200,785
Atlas Islamic Dedicated Stock Fund - Fund managed by Management Company						
Outstanding amount - at net asset value	75,414,757	62,232,992	38,378,242	115,778,488	-	291,804,479
Outstanding units	170,737	140,894	86,887	262,120	-	660,638

Atlas Islamic Fund of Funds

30 June 2020 (Audited)					
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Capital Preservation Plan	Islamic Dividend Plan
	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan	Islamic Plan
	Rupees				
	Total				

Atlas Islamic Income Fund - Fund managed by Management Company

Outstanding amount - at net asset value	26,512,035	53,449,498	95,708,774	352,660,251	22,946,705	551,277,263
Outstanding units	52,511	105,864	189,564	698,489	45,449	1,091,877
Directors and their close family members and key management personnel of the Management Company	17.4					
Outstanding amount - at net asset value	-	5,125,040	-	3,718,744	-	8,843,784
Outstanding units	-	10,346	-	7,460	-	17,806

17.3 Holding being more than 10% in the reporting period, disclosure is required.

17.4 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.

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.

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 reporting date. The quoted market price used for financial assets held by the Fund is current bid price.

Financials assets which are tradeable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimate fair value of all other financial assets and liabilities is considered not significantly different from book value.

18.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value on the following financial instruments by valuation technique:

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

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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: input for the asset or liability that are not based on observable market data.

Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days which is considered as Level 2 valuation. Fair value of remaining financial assets is not significantly different from their carrying value.

19 GENERAL

Figures have been rounded off to the nearest Rupee.

19.1 COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange of Pakistan (SECP) had provided the following relaxation CIs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

The timeline for classification of debt security as non-performing has been extended from 15 days to 180 days overdue.

The management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted services to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all the cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for the critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber attacks.

The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

Corporate Information

Trustee

Central Depository Company of Pakistan Limited
99-B, Block ‘B’, S.M.C.H.S, Main Shahrah-e-Faisal
Karachi - 74400

Shariah Advisor

Dr. Mufti Muhammad Wasih Fasih Butt

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Al-Baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2021

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
ASSETS			
Bank balances	4	3,645,218	11,892,473
Investments	5	353,577,260	357,745,101
Receivable against sale of investments		5,128,167	1,615,350
Profit receivable on bank balances		32,994	166,871
Dividend receivable		1,604,030	-
Deferred formation cost	6	499,831	666,645
Advances, deposits, prepayment and other receivables	7	3,427,146	3,412,741
Total assets		367,914,646	375,499,181
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	8	938,548	868,226
Payable to Central Depository Company of Pakistan Limited - Trustee	9	70,421	71,475
Payable to the Securities and Exchange Commission of Pakistan	10	57,810	68,922
Payable against redemption of units		-	9,000,000
Payable against purchase of investments		3,421,593	1,607,480
Accrued expenses and other liabilities	11	3,399,614	1,394,336
Total liabilities		7,887,986	13,010,439
NET ASSETS		360,026,660	362,488,742
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		360,026,660	362,488,742
CONTINGENCIES AND COMMITMENTS	12		
		Number of units	
NUMBER OF UNITS IN ISSUE		615,554	820,677
		Rupees	
NET ASSET VALUE PER UNIT		584.8827	441.6900

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTH AND QUARTER ENDED 31 MARCH 2021

		For the Nine Month Ended		For the Quarter Ended	
		31 March		31 March	
		2021	2020	2021	2020
Note		Rupees		Rupees	
INCOME					
		186,835	532,951	75,215	244,872
		12,051,894	13,943,943	3,027,798	3,035,163
		54,206,161	22,495,108	17,786,994	6,421,589
		55,201,151	(74,613,341)	(5,066,093)	(130,395,580)
		109,407,312	(52,118,233)	12,720,901	(123,973,991)
		121,646,041	(37,641,339)	15,823,914	(120,693,956)
EXPENSES					
		6,937,058	5,122,092	2,218,718	2,078,487
		901,818	665,872	288,434	270,203
		578,089	500,102	184,893	195,743
		75,152	65,013	24,037	25,446
		57,808	50,010	18,488	19,569
		650,835	349,523	277,341	152,016
		60,000	37,500	20,000	12,500
		148,060	241,484	75,098	67,670
		20,644	94,212	6,781	31,404
		677,401	1,075,306	192,270	389,156
		6,494	20,601	-	-
		142,000	223,067	28,800	109,867
		166,814	166,965	54,793	55,250
		11,262	1,639	3,136	(1,539)
		2,224,252	-	248,622	(1,556,900)
		12,657,687	8,613,386	3,641,411	1,848,872
		108,988,354	(46,254,725)	12,182,503	(122,542,828)
		-	-	-	-
		108,988,354	(46,254,725)	12,182,503	(122,542,828)
		108,988,354	(46,254,725)	12,182,503	(122,542,828)
		(22,121,747)	-	(6,096,757)	(5,914,285)
		86,866,607	(46,254,725)	6,085,746	(128,457,113)
		109,407,312	-	12,720,901	-
		(22,540,705)	(46,254,725)	(6,635,155)	(128,457,113)
		86,866,607	(46,254,725)	6,085,746	(128,457,113)

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ifitikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH AND QUARTER ENDED 31 MARCH 2021

	For the Nine Month Ended		For the Quarter Ended	
	31 March		31 March	
	2021	2020	2021	2020
	----- Rupees -----		----- Rupees -----	
Net income / (loss) for the period after taxation	108,988,354	(46,254,725)	12,182,503	(122,542,828)
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income / (loss) for the period	<u>108,988,354</u>	<u>(46,254,725)</u>	<u>12,182,503</u>	<u>(122,542,828)</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTH ENDED 31 MARCH 2021

For the Nine Months Ended 31 March 2021			
	Capital value	Undistributed income	Total
	Rupees		
Capital value	392,806,970	-	392,806,970
Undistributed loss brought forward			
- Realised loss	-	(727,397)	(727,397)
- Unrealised loss	-	(29,590,831)	(29,590,831)
Net assets at the beginning of the period (Units outstanding: 820,677)	392,806,970	(30,318,228)	362,488,742
(Rs. 441.6900 per unit)			
Issue of 25,474 units	13,011,571	-	13,011,571
Redemption of 230,597 units	(101,898,378)	(22,121,747)	(124,020,125)
Total comprehensive income for the period	-	108,988,354	108,988,354
Shariah non-compliant income set-aside for charity	-	(441,882)	(441,882)
Net assets at end of the period (Units outstanding: 615,554)	303,920,163	56,106,497	360,026,660
(Rs. 584.8827 per unit)			
Undistributed income carried forward			
- Realised income	-	20,115,096	-
- Unrealised income	-	35,991,401	-
		56,106,497	
For the Nine Months Ended 31 March 2020			
	Capital value	Undistributed income	Total
	Rupees		
Capital value	308,793,987	-	308,793,987
Undistributed loss brought forward			
- Realised loss	-	(3,739,329)	(3,739,329)
- Unrealised loss	-	(48,527,514)	(48,527,514)
Net assets at beginning of the period (Units outstanding: 620,181)	308,793,987	(52,266,843)	256,527,144
(Rs. 413.63 per unit)			
Issue of 363,502 units	157,150,000	-	157,150,000
Redemption of 69,335 units	(28,925,715)	(5,914,285)	(34,840,000)
Total comprehensive income for the period	-	(46,254,725)	(46,254,725)
Shariah non-compliant income set-aside for charity	-	(275,760)	(275,760)
Net assets at end of the period (Units outstanding: 914,348)	437,018,272	(104,711,613)	332,306,659
(Rs. 363.44 per unit)			
Undistributed income carried forward			
- Realised loss	-	(4,227,857)	-
- Unrealised loss	-	(100,483,756)	-
		(104,711,613)	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTH ENDED 31 MARCH 2021

	For the Nine Months Ended 31 March 2021	For the Nine Months Ended 31 March 2020
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	108,988,354	(46,254,725)
Adjustments for:		
Mark-up on bank deposits with banks	(186,835)	(532,951)
Dividend income	(12,051,894)	(13,943,943)
Capital gain on sale of investments - net	(54,206,161)	(22,495,108)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(55,201,151)	74,613,341
Amortization of formation cost	166,814	166,965
Provision for Sindh Workers Welfare Fund	2,224,252	-
	(119,254,975)	37,808,304
(Increase) / decrease in assets		
Receivable against sale of investments	(3,512,817)	932,900
Advances, deposits, prepayment and other receivables	(14,405)	71,434
	(3,527,222)	1,004,334
Increase / (Decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	70,322	(753,036)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(1,054)	16,977
Payable to the Securities and Exchange Commission of Pakistan	(11,112)	(54,464)
Payable against purchase of investments	1,814,113	-
Accrued expenses and other liabilities	(660,856)	176,757
	1,211,413	(613,766)
Profit received on bank balances	320,712	453,723
Dividend received	10,447,864	11,547,098
Investments made during the period	(201,320,689)	(322,458,420)
Investments sold during the period	314,895,842	196,658,468
	124,343,730	(113,799,131)
Net cash generated / (used in) operating activities	111,761,300	(121,854,984)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issue of units	13,011,571	157,150,000
Payment against redemption of units	(133,020,125)	(34,840,000)
Net cash (used in) / generated from financing activities	(120,008,554)	122,310,000
Net (decrease) / increase in cash and cash equivalents	(8,247,255)	455,016
Cash and cash equivalents at the beginning of the period	11,892,473	4,490,047
Cash and cash equivalents at the end of the period	4 3,645,218	4,945,063

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

**For Atlas Asset Management Limited
(Management Company)**

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTH ENDED 31 MARCH 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Dedicated Stock Fund (the Fund) is an open-ended shariah compliant scheme constituted under a trust deed entered into on 03 September 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document of the Fund has been revised through the First, Second, Third and Fourth supplements date 8 August 2020, 5 September 2020, 25 November 2020 and 01 April 2020 respectively with the approval of SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on 09 October 2018.
- 1.2 The Fund is an open-ended Shariah compliant fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on January 10, 2020. The units are transferable and can also be redeemed by surrendering to the Fund.
- 1.3 According to the Trust Deed, the principal activity of the Fund is to provide capital appreciation to investors schemes by investing in Shariah Compliant equity securities.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) on 24 December 2020.
- 1.5 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 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 affairs of the Fund as at 31 March 2021.

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. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in 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

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statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2020.

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2020.

3.2 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 30 June 2020.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reform

IAS 1 - Definition of Material

IFRS 16 - COVID-19 Rent Related Concessions

The Conceptual Framework for Financial Reporting

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

4 BANK BALANCES

Balances with banks in:

- Profit and loss sharing accounts

	31 March 2021	30 June 2020
	Un-audited	Audited
Note	----- Rupees -----	-----
4.1	3,645,218	11,892,473
	<u>3,645,218</u>	<u>11,892,473</u>

4.1 The rate of return on these profit and loss sharing accounts ranges between 6.00% and 6.85% (30 June 2020: 6.50% to 7.00%) per annum.

5 INVESTMENTS

Fainancial assets at fair value through profit or loss account

- Listed equity securities

	31 March 2021	30 June 2020
	Un-audited	Audited
Note	----- Rupees -----	-----
5.1	353,577,260	357,745,101
	<u>353,577,260</u>	<u>357,745,101</u>

Atlas Islamic Dedicated Stock Fund

5.1 At fair value through profit or loss - Listed equity securities

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

Name of Investee Company	Note	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
----- Number of shares ----- Rupees ----- % age -----											
Banks											
Bankislami Pakistan Limited		819,100	270,000	-	1,089,100	-	-	-	-	-	-
Meezan Bank Limited	5.3	448,400	117,000	27,340	275,500	317,240	22,533,764	35,905,223	10.15	9.97	0.02
		1,267,500	387,000	27,340	1,364,600	317,240	22,533,764	35,905,223	10.15	9.97	
Textile Composite											
Interloop Limited		-	100,000	-	77,000	23,000	1,621,497	1,520,760	0.43	0.42	0.00
Kohinoor Textile Mills Limited		91,000	20,000	-	39,500	71,500	2,648,342	4,385,810	1.24	1.22	0.02
Nishat Mills Limited		1,500	128,000	-	64,000	65,500	5,948,752	6,060,060	1.71	1.68	0.02
		92,500	248,000	-	180,500	160,000	10,218,591	11,966,630	3.38	3.32	
Cement											
Attock Cement Pakistan Limited		54,100	6,000	-	39,100	21,000	2,841,450	3,563,563	1.01	0.99	0.02
Cherat Cement Company Limited		66,850	10,000	-	46,800	30,050	3,469,367	4,826,030	1.36	1.34	0.02
D.G. Khan Cement Company Limited		71,500	38,500	-	48,500	61,500	6,977,143	7,411,365	2.10	2.06	0.01
Fauji Cement Company Limited		-	405,000	-	-	405,000	8,463,381	9,242,100	2.61	2.57	0.03
Gharbwal Cement Company Limited		100,000	100,000	-	200,000	-	-	-	-	-	-
Kohat Cement Company Limited		36,500	8,000	-	25,500	19,000	3,208,582	3,937,180	1.11	1.09	0.01
Lucky Cement Limited		69,600	1,500	-	20,100	51,000	23,888,263	41,697,090	11.79	11.58	0.02
		398,550	569,000	-	380,000	587,550	48,848,186	70,677,328	19.99	19.63	
Refinery											
Attock Refinery Limited		-	32,000	-	12,500	19,500	4,522,525	4,979,910	1.41	1.38	0.02
		-	32,000	-	12,500	19,500	4,522,525	4,979,910	1.41	1.38	
Power Generation & Distribution											
K-Electric Limited (face value Rs. 3.5)		505,500	300,000	-	-	805,500	2,820,555	3,205,890	0.91	0.89	0.00
The Hub Power Company Limited		455,903	188,000	-	473,903	170,000	14,511,661	13,793,800	3.90	3.83	0.01
		961,403	488,000	-	473,903	975,500	17,332,216	16,999,690	4.81	4.72	
Oil & Gas Marketing Companies											
Attock Petroleum Limited		7,500	-	-	7,500	-	-	-	-	-	-
HL-Tech Lubricants Limited		40,000	90,000	-	130,000	-	-	-	-	-	-
Pakistan State Oil Company Limited		75,400	15,200	-	30,600	60,000	9,805,636	13,837,800	3.91	3.84	0.01
Shell Pakistan Limited		20,000	4,500	-	24,500	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited		96,000	88,500	-	176,000	8,500	314,070	333,370	0.09	0.09	0.00
		238,900	198,200	-	368,600	68,500	10,119,706	14,171,170	4.01	3.94	
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited		17,368	-	-	4,840	12,528	15,492,751	19,184,126	5.43	5.33	0.01
Oil & Gas Development Company Limited (Note 5.3)	5.3	281,400	45,000	-	11,500	314,900	34,642,460	31,996,989	9.05	8.89	0.01
Pakistan Oilfields Limited		45,800	4,000	-	34,300	15,500	5,511,316	5,888,295	1.67	1.64	0.01
Pakistan Petroleum Limited (Note 5.3)	5.3	248,840	38,000	-	44,800	242,040	21,583,151	21,137,353	5.98	5.87	0.01
		593,408	87,000	-	95,440	584,968	77,229,678	78,206,763	22.12	21.72	
Engineering											
Agha Steel Industries Limited		-	137,394	-	137,394	-	-	-	-	-	-
International Industries Limited		15,880	12,500	-	28,380	-	-	-	-	-	-
International Steels Limited		-	107,500	-	85,500	22,000	1,906,826	1,882,760	0.53	0.52	0.01
Mughal Iron And Steel Industries Ltd		-	11,000	1,760	-	12,760	931,190	1,063,691	0.30	0.30	0.01
		15,880	268,394	1,760	251,274	34,760	2,838,016	2,946,451	0.83	0.82	
AUTOMOBILE ASSEMBLER											
Indus Motor Company Limited		-	4,500	-	-	4,500	5,304,343	5,202,225	1.47	1.44	0.01
Pak Suzuki Motor Company Limited		-	11,500	-	-	11,500	3,421,593	3,621,120	1.02	1.01	0.01
Millar Tractors Limited		6,200	900	675	1,700	6,075	4,167,720	6,680,981	1.89	1.86	0.01
		6,200	16,900	675	1,700	22,075	12,893,656	15,504,326	4.38	4.31	

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Name of Investee Company	Note	As at 01 July 2020	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2021	Average cost as at 31 March 2021	Market value as at 31 March 2021	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
----- Number of shares ----- Rupees ----- % age -----											
AUTOMOBILE PARTS & ACCESSORIES											
Thal Limited (face value Rs. 5)		-	19,400	-	1,500	17,900	8,081,288	6,588,632	1.86	1.83	0.02
Panther Tyres Limited		-	27,080	-	-	27,080	1,781,864	1,745,306	0.49	0.48	0.02
		-	46,480	-	1,500	44,980	9,863,152	8,333,938	2.36	2.31	
Cable & Electrical Goods											
Pak Elektron Limited		-	60,000	-	60,000	-	-	-	-	-	-
		-	60,000	-	60,000	-	-	-	-	-	-
Technology & Communications											
Avanceon Limited		-	65,500	-	65,500	-	-	-	-	-	-
Pakistan Telecommunication Communication Limited		-	360,000	-	20,000	340,000	3,358,826	3,155,200	0.89	0.88	0.01
Systems Limited		60,000	-	2,000	40,000	22,000	3,673,600	10,351,660	2.93	2.88	0.02
		60,000	425,500	2,000	125,500	362,000	7,032,426	13,506,860	3.82	3.75	
Fertilizer											
Engro Corporation Limited	5.3	86,420	27,500	-	14,920	99,000	29,218,598	27,454,680	7.76	7.63	0.02
Engro Fertilizers Limited		269,500	55,000	-	239,500	85,000	5,309,615	5,304,000	1.50	1.47	0.01
		355,920	82,500	-	254,420	184,000	34,528,213	32,758,680	9.26	9.10	
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited		8,500	-	-	8,500	-	-	-	-	-	-
AGP Limited		42,000	16,000	-	42,000	16,000	2,010,206	1,826,080	0.52	0.51	0.01
Glaxosmithkline Pakistan Limited		20,200	26,000	-	20,200	26,000	4,760,052	4,084,080	1.16	1.13	0.01
Hightnoon Laboratories Limited		10,395	2,500	-	-	12,895	6,773,300	8,375,174	2.37	2.33	0.04
The Searle Company Limited		35,400	3,500	3,413	22,313	20,000	4,090,104	4,940,600	1.40	1.37	0.01
		116,495	48,000	3,413	93,013	74,895	17,633,662	19,225,934	5.44	5.34	
Chemicals											
Berger Paints Pakistan Limited		-	22,500	-	22,500	-	-	-	-	-	-
Dynex Pakistan Limited (face value Rs. 5)		-	10,500	-	10,500	-	-	-	-	-	-
Engro Polymer & Chemicals Limited		325,000	60,000	-	255,000	130,000	5,006,085	7,148,700	2.02	1.99	0.01
ICI Pakistan Limited		4,650	5,500	-	10,150	-	-	-	-	-	-
Lotte Chemical Pakistan Limited		-	180,000	-	180,000	-	-	-	-	-	-
Sitara Chemical Industries Limited		-	11,600	-	7,000	4,600	1,744,894	1,817,000	0.51	0.50	0.02
		329,650	290,100	-	485,150	134,600	6,750,979	8,965,700	2.54	2.49	
Paper & Board											
Packages Limited		6,000	8,100	-	2,000	12,100	5,175,521	6,119,817	1.73	1.70	0.01
Security Papers Limited		-	5,000	-	5,000	-	-	-	-	-	-
		6,000	13,100	-	7,000	12,100	5,175,521	6,119,817	1.73	1.70	
Leather & Tanneries											
Bata Pakistan Limited		4,420	-	-	1,200	3,220	4,324,782	6,388,480	1.81	1.77	0.04
		4,420	-	-	1,200	3,220	4,324,782	6,388,480	1.81	1.77	
Foods & Personal Care Products											
At-Tahur Limited		228,500	-	20,850	40,000	209,350	3,279,183	3,500,260	0.99	0.97	0.12
Unity Foods Limited		-	313,500	-	198,500	115,000	3,251,853	3,420,100	0.97	0.95	0.01
		228,500	313,500	20,850	238,500	324,350	6,531,036	6,920,360	1.96	1.92	
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited		-	110,000	-	110,000	-	-	-	-	-	-
Tariq Glass Industries Limited		37,000	-	-	37,000	-	-	-	-	-	-
		37,000	110,000	-	147,000	-	-	-	-	-	-
Miscellaneous											
Synthetic Products Enterprises Limited		25,500	-	-	25,500	-	-	-	-	-	-
Siddiqsons Tin Plate Limited		-	100,000	-	100,000	-	-	-	-	-	-
		25,500	100,000	-	125,500	-	-	-	-	-	-
Total as at 31 March 2021							298,376,109	353,577,260	100.00	98.21	
Total as at 30 June 2020							365,140,564	357,745,101	100.00	98.69	

Atlas Islamic Dedicated Stock Fund

- 5.3 The above investments include following shares which have been pledged with the 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:

	31 March 2021 Un-audited	30 June 2020 Audited	31 March 2021 Un-audited	30 June 2020 Audited
	Number of shares		Market value (Rupees)	
Engro Corporation Limited	4,500	4,500	1,247,940	1,318,140
Meezan Bank Limited	7,500	1,000	848,850	68,850
Oil & Gas Development Company Limited	50,000	50,000	5,080,500	5,450,000
Pakistan Petroleum Limited	30,000	30,000	2,619,900	2,603,400
	92,000	85,500	9,797,190	9,440,390

6 DEFERRED FORMATION COST

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
Opening balance	6.1	666,645	888,860
Less: Amortisation for the period		(166,814)	(222,215)
		499,831	666,645

- 6.1 Formation costs represents expenditure incurred prior to the commencement of the operations of the Fund. These are being amortized over a period of five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

7 ADVANCES, SECURITY DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

		31 March 2021 Un-audited	30 June 2020 Audited
	Note	Rupees	
Prepayments			
- Prepaid Legal and professional charges		14,400	-
Security deposits held with:			
- National Clearing Company of Pakistan Limited (NCCPL)		2,500,000	2,500,000
- Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
Withholding tax deducted	7.1	812,746	812,741
		3,427,146	3,412,741

- 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 (CISs) are exempt from withholding tax under sections 150 and 151. However, several Companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

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 favor of FBR. On 28 January 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

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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 cumulative amount of withholding tax deducted from profit on bank deposits by the Funds has been shown as other receivable as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		31 March 2021	30 June 2020
		Un-audited	Audited
8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)	Note	Rupees	
Remuneration of the Management Company	8.1	747,850	723,020
Sindh Sales Tax payable on remuneration of the Management Company	8.2	97,220	93,992
Accounting and operational charges payable		93,478	51,214
		938,548	868,226

8.1 During the nine months period ended 31 March 2021, the Management Company has charged its remuneration at the rate of 2.40% (30 June 2020: 2.40%) per annum of the average annual net assets of the Fund for the period. The fee is payable to the Management Company monthly in arrears.

8.2 During the period, an amount of Rs. 901,817 (2020: 665,872) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 898,589 (2020: 628,001) has been paid to the Management Company which acts as the collecting agent.

		31 March 2021	30 June 2020
		Un-audited	Audited
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	Rupees	
Trustee Fee		62,321	60,251
Sindh Sales tax payable on Trustee Fee		8,100	7,834
Settlement Charges		-	3,000
Sindh Sales tax payable on Settlement Charges		-	390
		70,421	71,475

9.1 The Trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.2% p.a. of Net Assets.

		31 March 2021	30 June 2020
		Un-audited	Audited
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees	
Annual fees payable	10.1	57,810	68,922
		57,810	68,922

10.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

Atlas Islamic Dedicated Stock Fund

		31 March 2021	30 June 2020
		Un-audited	Audited
11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- Rupees -----	
Auditors' remuneration payable		173,981	276,589
Printing charges payable		6,326	-
Charity payable	11.1	74,207	53,764
Transaction charges payable		263,138	394,618
Withholding tax payable		67,437	104,745
Annual listing fee payable		20,652	-
Payable to Shariah Advisor		20,000	15,000
Provision for Sindh Workers' Welfare Fund		2,773,873	549,620
		3,399,614	1,394,336

11.1 The Shariah Advisor of the Fund, has certified an amount of Rs. 441,882 (30 June 2020: Rs. 329,525) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.

12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2021 and 30 June 2020.

13 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.17% of average annual net assets of the Fund upto 2 December 2020 and charged expenses at the rate of 0.30% of the average annual net assets afterwards.

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2021 is 4.38% (30 June 2020: 3.62%) which includes 1.17% (30 June 2020: 0.53%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

15 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these condensed interim financial statements.

16 EARNING PER UNIT

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

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17 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	For the Nine Months ended 31 March	
	2021 Un-audited	2020 Un-audited
	----- Rupees -----	
17.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	6,937,058	5,122,092
Sindh Sales Tax on remuneration of the Management Company	901,818	665,872
Remuneration paid	6,912,228	4,848,782
Formation cost	166,814	166,965
Accounting and operational charges	650,835	349,523
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	578,089	500,102
Sindh Sales Tax on remuneration of the Trustee	75,152	65,013
Remuneration paid	576,019	483,078
Settlement charges	25,156	8,490
Sindh sales tax on settlement charges	3,270	1,104
Atlas Group of Companies Management Staff Gratuity Fund		
Issue of 5,920 (2020:Nil) units	3,410,000	66,000,000
Redemption of 9,051 (2020: Nil) units	4,970,000	3,000,000
M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Issue of 19,548 (2020:Nil) units	9,813,177	5,000,000
Redemption of 11,894 (2020: Nil) units	6,380,733	
Atlas Aggressive Allocation Islamic Plan		
Issue of Nil (2020: 37,469) units	-	15,400,000
Redemption of 15,552 (2020: 18,725) units	8,060,000	9,380,000
Atlas Moderate Allocation Islamic Plan		
Issue of Nil (2020: 44,273) units	-	18,150,000
Redemption of 21,263 (2020: 21,305) units	10,990,000	10,620,000
Atlas Conservative Allocation Islamic Plan		
Issue of Nil (2020: 45,344) units	-	18,600,000
Redemption of 19,569 (2020: 23,689) units	10,120,000	11,840,000
Atlas Islamic Capital Preservation Plan		
Issue of Nil (2020: 82,469) units	-	34,000,000
Redemption of 153,298 (2020: Nil) units	83,500,000	-

Atlas Islamic Dedicated Stock Fund

	31 March 2021	30 June 2020
	Un-audited	Audited
17.2 Balances as at period / year end	-----Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	747,850	723,020
Sindh Sales Tax payable on remuneration of the management company	97,220	93,992
Accounting and operational charges payable	93,478	51,214
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	62,321	60,251
Sindh sales tax payable on remuneration of the Trustee	8,100	7,834
Settlement charges payable	-	3,000
Sindh sales tax payable on settlement charges	-	390
Atlas Group of Companies Management Staff Gratuity Fund		
Outstanding 146,416 (30 June 2020: 137,869) units at net asset value	85,635,997	66,053,424
M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Outstanding 18,150 (30 June 2020: 10,463) units at net asset value	10,615,913	4,636,206
Atlas Aggressive Allocation Islamic Plan		
Outstanding 155,216 (30 June 2020: 170,158) units at net asset value	90,782,994	75,413,050
Atlas Moderate Allocation Islamic Plan		
Outstanding 119,631 (30 June 2020: 140,894) units at net asset value	69,970,033	62,231,583
Atlas Conservative Allocation Islamic Plan		
Outstanding 67,318 (30 June 2020: 86,888) units at net asset value	39,373,332	38,377,373
Atlas Islamic Capital Preservation Plan		
Outstanding 108,823 (30 June 2020: 262,120) units at net asset value	63,648,406	115,775,867

17.3 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.

18 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

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 significantly different from book value.

18.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following 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.

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

The Fund recognises equity securities at fair value which is determined using the rate at which they are quoted on Pakistan Stock Exchange Limited (Level 1). Fair value of remaining financial assets is not significantly different from their carrying value.

19 GENERAL

19.1 Figures have been rounded off to the nearest Rupee unless otherwise stated.

19.2 COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange of Pakistan (SECP) had provided the following relaxation CISs operating in Pakistan for classification of debt security for a specified period of time commencing from April 9, 2020 and expiring on March 31, 2021.

The timeline for classification of debt security as non-performing has been extended from 15 days to 180 days overdue.

The management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted services to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all the cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for the critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network ("VPN") connections. Further, the management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber attacks.

The Management Company has made an assessment of Covid-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

19.3 Units have been rounded off to the nearest decimal place

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2021.

**For Atlas Asset Management Limited
(Management Company)**

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Muhammad Abdul Samad
Chief Executive Officer

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