



JUNE 30, 2022 HALF YEARLY REPORT.



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Vision

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

Mission Statement

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

COMPANY INFORMATION

Board of Directors

Mr. Suleman Lalani
Ms. Iffat Zehra Mankani
Ms. Aisha Fariel Salahuddin
Mr. Asif Reza Sana
Mr. Hasan Shahid
Mr. Imran Haleem Shaikh
Mr. Mirza M. Sadeed H. Barlas
Mr. Zahid Ullah Khan

Chairman
Chief Executive Officer
Independent Director
Independent Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Zeeshan Khawar

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

KPMG Taseer Hadi & Co, Chartered Accountants

Legal Advisors

Bawaney and Partners

BOARD COMMITTEES

Audit Committee

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

Human Resource & Remuneration Committee

Ms. Aisha Fariel Salahuddin (Chairperson)
Ms. Iffat Zehra Mankani
Mr. Suleman Lalani

Executive Risk Management Committee

Mr. Suleman Lalani (Chairman)
Ms. Iffat Zehra Mankani
Mr. Imran Haleem Shaikh

Share Registrar

CDC Share Registrar Services Limited (CDCSRSL)
CDC House, 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi

Registered Office

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

DIRECTORS' REPORT TO THE SHAREHOLDERS FOR THE PERIOD ENDED JUNE 30, 2022

"We are pleased to present the financial statements of JS Investments Limited (JSIL) for the period ended June 30, 2022."

Economic Review:

The first half of 2022 was a period of economic distress for Pakistan characterized by rising interest rates, a balance of payment crisis, and rapid Rupee devaluation. 1HCY22 saw domestic demand at steady levels combined with higher international commodity prices. This led to a strong pick-up in imports and a rise in the current account deficit, straining foreign exchange reserves. As a result, the local currency depreciated against the USD during the period. The government took corrective measures to rein in worsening fiscal and external deficits as well as inflationary pressures by monetary policy tightening.

Headline inflation averaged 14.4% YoY during 1HCY22 led by food inflation averaging 17.2% YoY. Inflation was also affected by an increase in fuel prices on account of higher international oil prices as the transport price index rose by 32.8% YoY.

The Current Account Deficit (CAD) increased notably to USD 8.3 billion during 1HCY22 compared to USD 3.2 billion in the same period last year. In that, total imports for the period under review stood at USD 35.9 billion, up by 18% YoY while exports increased to USD 17.2 billion after witnessing a growth of 24% YoY leading to a 12.5% higher trade deficit of USD 18.7 billion in 1HCY22 compared to same period last year. Consequently, Pakistan's liquid reserves, were down at USD 15.5 billion at the end of the period, compared to USD 24.4 billion last year whereas SBP reserves declined to USD 9.8 billion from a level of USD 17.3 billion in the same period last year.

The State Bank of Pakistan (SBP) raised the Policy Rate from 9.75% to 13.75% during the period under discussion to address fiscal and external slippages. Meanwhile, the PKR fell 13.7% against the US dollar while the government took necessary steps to resume the IMF Extended Fund Facility (EFF) program. To this end, the government then released the Federal Budget 2022–23 in June, which was primarily focused on aligning the country's budget with the preconditions of the EFF program as well as widening the tax base.

Equity Market Review:

During the 1HCY22, the KSE-100 Index lost 3,055 index points because of the severe economic challenges as discussed above as well as a rampant uptick in political noise. The KSE-100 Index fell to 41,541 points, down by 6.9%, whereas the KMI-30 Index declined by 4.1% to close at 68,766 points. During the first half of this year, the KSE-30 Index fell 9.7% to 15,805 points as investors priced in emerging risks. Market activity was notably lower, with an average daily value traded recorded at PKR 7.3 billion, down by 67% over the same period last year. Similarly, the average daily volume traded was 241 million shares, lower by 61% on a year-on-year basis.

In terms of sectoral performance, Cements, Engineering, and Automobile Parts & Accessories sectors largely underperformed the broader market. On the other hand, Chemicals, Fertilizer, and Food & Personal Care sectors managed to outperform the KSE-100 index. Commercial Banks suffered from emerging concerns about the quantum of non-performing loans under a high-interest rate environment as well as heavy taxation measures announced in the Federal Budget. The cement sector's underperformance was attributable to the sharp increase in input prices and fears of tapering demand ahead. Fertilizers outperformed the market due to the relatively muted impact of the macroeconomic headwinds on the sector.

Income & Money Market Review:

In order to address the external account weaknesses and a sharp uptick in inflation readings, the SBP raised the policy rate to 13.75% in 1HCY22. This led to the yield curve inversion, with longer-dated PIBs returning a lower yield than shorter-tenor T-Bills. As concerns around the current account and inflation remained intact, investors preferred to remain in short-term government instruments due to expectations of further interest rate tightening in the near term. During 1HCY22, the cut-off for the 3-month, 6-month, and 12-month T-bills increased between 3.3 and 4.6 percentage points to 15.23%, 14.80%, and 14.95%, respectively.

AMC Industry Review:

At the end of the 1HCY22, Assets Under Management (AUM) of the mutual fund industry stood at PKR 1,256 billion, reflecting an increase of 11% (PKR 128 billion) from the December 2021 level of PKR 1,129 billion. In terms of flows, the Money Market Funds and Income Funds category attracted majority of these inflows while Equity Funds continued with the previous trend and lacked investor's interest during this period as well. In the FY2022-23 budget, tax credit available to individuals and AOPs on investment in mutual funds and pension funds has been withdrawn which is considered to be detrimental to the growth of this industry particularly from the salaried class segment of society that generally seeks to build savings for long-term retirement goals. On the positive side, however, the concessionary tax rate of 15% on profit from investment in Govt. securities for persons other than banking and insurance companies was withdrawn which should pave way for resumption of corporate flows in this industry.

Company's Performance Review:

JSIL posted a net after-tax loss of PKR 141.2 million (LPS of PKR 2.28) for the half year ended June 30, 2022, as compared to a loss of PKR 138.1 million (LPS of 2.24 PKR) during the corresponding period of last year. The higher loss is mainly attributable to the decline in the value of AMC's own investment in its equity funds. We expect the recovery of equity funds / VPS portfolio values going forward to contribute positively to the profitability of the AMC.

The AUMs (including SMAs & REIT) have shown a significant growth to close at PKR 29.6 billion as of June 30, 2022 as compared to PKR 23.58 billion as at 31 Dec 2021 and PKR 18.42 billion as at 30 June 2021.

Asset Manager and Entity Rating

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

Acknowledgement

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Trustees of Funds under its management for their valuable support, assistance and guidance. The Board also appreciates the employees of JSIL for their dedication and hard work and the shareholders for their confidence in the management.

On behalf of the Board

Director
Aisha Fariel Salahuddin

Chief Executive Officer
Iffat Zehra Mankani

August 19, 2022
Karachi.

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

برائے مختتمہ مدت 30 جون 2022

ہم 30 جون 2022 کو ختم ہونے والی مدت کے لیے جے ایس انویسٹمنٹس لمیٹڈ (JSIL) کے مالیاتی گوشوارے پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

معاشی جائزہ

سال 2022 کی پہلی ششماہی پاکستان کے لئے معاشی مشکلات کا عرصہ تھی جس میں بڑھتی ہوئی شرح سود، توازن ادائیگی کا بحران اور روپے کی تیزی سے گرتی ہوئی قدر شامل ہیں۔ کلینڈر سال 2022 کی پہلی ششماہی میں مقامی طلب بین الاقوامی اشیاء کی بلند قیمتوں کے ساتھ مستحکم رہی۔ اس کے باعث درآمدات میں تیزی اور کرنٹ اکاؤنٹ کے خسارے میں اضافے سے زرمبادلہ کے ذخائر میں تناؤ دیکھا گیا۔ اس کے نتیجے میں اس عرصے کے دوران امریکی ڈالر کے مقابلے میں مقامی کرنسی کی قدر میں مزید کمی ہوئی۔ حکومت نے بگڑتی ہوئی معاشی صورتحال اور بیرونی خسارے کو کم کرنے کیلئے اصلاحی اقدامات کے جبکہ افراط زر کے دباؤ پر قابو پانے کیلئے مانیٹری پالیسی کو سخت کیا گیا۔

کلینڈر سال 2022 کی پہلی ششماہی کے دوران ہیڈ لائن افراط زر اوسط 14.4% سال بہ سال رہی جو غذائی افراط زر کی اوسط 17.2% سال بہ سال کے زیر انتظام رہی۔ تیل کی بین الاقوامی قیمتوں میں اضافے کے سبب ایندھن کی بڑھتی ہوئی قیمتوں سے افراط زر بھی متاثر ہوا کیونکہ ٹرانسپورٹ پرائس انڈیکس میں 32.8% سال بہ سال کا اضافہ ہوا۔

کرنٹ اکاؤنٹ خسارہ گزشتہ سال کی یکساں مدت کے دوران 3.2 بلین امریکی ڈالر کے مقابلے میں کلینڈر سال 2022 کی پہلی ششماہی کے دوران نمایاں طور پر بڑھ کر 8.3 بلین امریکی ڈالر ہو گیا۔ اس میں زیر جائزہ مدت کے لیے مجموعی درآمدات 35.9 بلین امریکی ڈالر رہی جو 18% سال بہ سال اضافے کے ساتھ ہے جبکہ درآمدات سال بہ سال 24% کا اضافہ دیکھنے کے بعد 17.2 بلین امریکی ڈالر تک بڑھ گئیں جس کے نتیجے میں گزشتہ سال کی یکساں مدت کے مقابلے میں کلینڈر سال 2022 کی پہلی ششماہی میں 12.5% بڑھا ہوا تجارتی خسارہ 18.7 بلین امریکی ڈالر رہا۔ نتیجتاً اس مدت کے اختتام پر پاکستان کے مائع ذخائر گزشتہ سال کے 24.4 بلین امریکی ڈالر کے مقابلے میں کم ہو کر 15.5 بلین امریکی ڈالر رہے جبکہ اسٹیٹ بینک آف پاکستان (SBP) کے ذخائر گزشتہ سال کے اسی مدت کے دوران 17.3 بلین امریکی ڈالر کی سطح سے کم ہو کر 9.8 بلین امریکی ڈالر رہ گئے۔

زیر تدارک مدت کے دوران اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی ریٹ میں 9.75% سے 13.75% کا اضافہ معاشی اور بیرونی معاملات کو سنبھالنے پر غور و خوض کرنے کے لیے کیا۔ اس دوران امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر 13.7% کم ہو گئی جو کم ہو گیا جبکہ حکومت نے آئی ایم ایف کو سیمی فنڈ فیسلٹی (EFF) پروگرام کے دوبارہ شروع کرانے کیلئے ضروری اقدامات کئے۔ اس مدت کے آخر میں حکومت نے وفاقی بجٹ 2022-23 پیش کیا، جس میں بنیادی توجہ ملک کے بجٹ کی EFF پروگرام کی پیشگی شرائط سے مطابقت پر اور ٹیکس کی بنیاد کو وسعت دینے پر رہی۔

ایکویٹی مارکیٹ کی کارکردگی

کلینڈر سال 22 کی پہلی ششماہی میں KSE-100 انڈیکس میں 3,055 انڈیکس پوائنٹس کا نقصان ہوا جس کی وجہ مذکورہ بالا شدید معاشی چیلنجز اور سیاسی شور شرابے میں تیزی سے اضافہ تھی۔ KSE-100 انڈیکس 6.9% کی کمی سے 41,541 پوائنٹس پر پہنچ گیا جبکہ KMI-30 انڈیکس 4.1% کی کمی کے باعث 68,766 پوائنٹس پر بند ہوا۔ رواں سال کی پہلی ششماہی کے دوران KSE-30 انڈیکس 9.7% گر کر 15,805 پوائنٹس پر آ گیا کیونکہ سرمایہ کاروں نے ابھرتے ہوئے خطرات میں قیمت ادائیگی کی سرگرمیاں نمایاں طور پر کم رہیں اور روزانہ کی اوسط تجارت کی ویلیو 7.3 بلین روپے ریکارڈ ہوئی جو گزشتہ سال کی اسی مدت کے مقابلے میں 67% کم ہے۔ اسی طرح روزانہ کی تجارت کا اوسط حجم 241 بلین شیئرز ہا جو سال بہ سال کی بنیاد پر 61% کم ہے۔

شعبہ جاتی کارکردگی کے لحاظ سے دیکھیں تو زیادہ بڑی مارکیٹ میں سیمنٹ، انجینئرنگ اور آٹوموبائل پارٹس اینڈ ایسیریز کے شعبوں نے کمزور کارکردگی کا مظاہرہ کیا۔ دوسری طرف ٹیکسٹائل، فرنیچر اور ٹیکسٹائل کے شعبہ جات KSE-100 انڈیکس میں معمول سے بہتر کارکردگی دکھانے میں کامیاب ہوئے۔ کمرشل بینکوں کو ابھرتے ہوئے خدشات نے گھیر لیا جو بلند شرح سود کے ماحول میں عدم کارکردگی والے قرضہ جات کی مقدار کے ساتھ ساتھ وفاقی بجٹ میں بھاری ٹیکسیشن کے اقدامات کا اعلان کے باعث پیدا ہو گئے تھے۔ سیمنٹ کے شعبہ کی کمزور کارکردگی کی وجہ لاگت میں تیزی سے اضافہ اور آئندہ طلب میں کمی کے خدشات تھے۔ فرنیچر اور ٹیکسٹائل کے شعبوں کو انا کی تندر تیز ہواؤں کے اثرات کے سبب متاثر ہونے سے معمول سے بہتر کارکردگی کا مظاہرہ کیا۔

انکم اور منی مارکیٹ کی کارکردگی

بیرونی کھاتوں کی کمزوریوں اور افراط زر کی ریڈنگز میں تیزی سے اضافے سے نبرد آزما ہونے کے لیے اسٹیٹ بینک آف پاکستان نے کلینڈر سال 22 کی پہلی ششماہی میں پالیسی ریٹ بڑھا

کر 13.75% کر دیا۔ اس کی وجہ سے نتائج کی قوس الٹ گئی، قلیل المدتی ٹی بلز کے مقابلے میں طویل تاریخ کے PIBs نے کم نتائج کا منافع دیا۔ کرنٹ اکاؤنٹ اور فراطر کے بارے میں خدشات برقرار رہنے کی وجہ سے سرمایہ کاروں نے مستقبل قریب میں شرح سود میں مزید ترقی کی توقعات کی وجہ سے قلیل المدتی سرکاری آلات کے ساتھ جڑے رہنے کو ترجیح دی۔ کلینڈر سال 22 کی پہلی ششماہی کے دوران 3 ماہ، 6 ماہ اور 12 ماہ کے ٹریشری بلز (T - Bills) کا کٹ آف 3.3 اور 4.6 فیصد پوائنٹس کے درمیان بڑھا جو بالترتیب 15.23%، 14.08% اور 14.95% رہا۔

AMC انڈسٹری کا جائزہ

بہاؤ کے لحاظ سے، مئی مارکیٹ فنڈز اور انکم فنڈز کی ٹیکیری نے اندرونی بہاؤ کی اکثریت کو اپنی طرف متوجہ کیا جب کہ ایکویٹی فنڈز پیچھے رہ جانے کے ساتھ جاری رہے اور اس مدت کے دوران بھی سرمایہ کاروں کی دلچسپی کا فقدان رہا۔ مالی سال 23 - 2022 کے بجٹ میں میچل فنڈز اور پنشن فنڈز میں افراد اور AOPs کو مستیاب ٹیکس کریڈٹ واپس لے لیا گیا ہے جو اس صنعت کی ترقی کے لیے نقصان دہ سمجھا جاتا ہے خاص طور پر معاشرے کے تنخواہ دار طبقے کے جو عام طور پر طویل المدتی ریٹائرمنٹ اہداف کے لیے بچت کرنا چاہتا ہے۔ تاہم مثبت پہلو یہ ہے کہ بینکنگ اور انشورنس کمپنیوں کے علاوہ دیگر افراد کے لیے سرکاری سیکیورٹیز میں سرمایہ کاری سے منافع پر 15% کی رعایتی ٹیکس کی شرح واپس لے لی گئی جس سے اس صنعت میں کارپوریٹ بہاؤ کی بحالی کی راہ ہموار ہونی چاہیے۔

کمپنی کی کارکردگی کا جائزہ

JSIL نے پچھلے سال کی یکساں سہ ماہی کے دوران 138.1 بلین روپے کے نقصان (2.24 پاکستانی روپے کا نقصان فی حصص) کے مقابلے میں 30 جون 2022 کو اختتام پانے والی ششماہی کے لیے 141.2 بلین روپے (2.28 روپے کا نقصان فی حصص) کا خالص نقصان بعد از ٹیکس درج کروایا۔ بنیادی طور پر AMC کو زیادہ نقصان اپنے ایکویٹی فنڈز میں سرمایہ کاری کی قدر میں کمی کی وجہ سے ہوا ہے۔ ہم توقع کرتے ہیں کہ میچوئل فنڈز / VPS پورٹ فولیو ویلوز کی وصولی AMC کی منفعت پر مثبت طور پر اثر ڈالے گی۔ انتظامیہ کے زیر نگرانی اثاثہ جات (بشمول SMAs اور REIT) نے 31 دسمبر 2021 کو 23.58 بلین روپے اور 30 جون 2021 کو 18.42 بلین روپے کے مقابلے میں 30 جون 2022 کو 29.6 بلین روپے پر بند ہو کر قابل قدر نمو ظاہر کی۔

ایسیٹ مینیجر ریٹنگ

پاکستان کارپوریٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے جے ایس انویسٹمنٹس کو 'positive outlook' مثبت امکانات کے ساتھ AM2 کی (اے ایم ٹو) میٹجمنٹ کو ایچ ریٹنگ تفویض کی ہے جو کہ 'stable outlook' مستحکم امکانات کے ساتھ AM2 کی چھٹی ریٹنگ سے بہتری ہے۔ یہ ریٹنگ میٹجمنٹ کے اعلیٰ معیار کی نشاندہی کرتی ہے۔

اظہار تشکر

ڈائریکٹر زبیش قدر معافیت، مدد اور رہنمائی پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) سے اظہار تشکر کرتے ہیں اور اپنے زیر انتظام فنڈز کے ٹرسٹیوں کی مسلسل معاونت اور تعاون کا اعتراف کرتے ہیں۔ بورڈنگ اور معافیت پر JSIL کے ملازمین اور انتظامیہ پر اعتماد پر شیئر ہولڈرز کا بھی شکریہ ادا کرتا ہے۔

بجانب بورڈ

چیف ایگزیکٹو آفیسر
عفت زہرہ میٹانی

ڈائریکٹر
عائشہ فیصل صلاح الدین

کراچی: 19 اگست 2022

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of JS Investment Limited

Report on review of condensed Interim financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of JS Investment Limited ("the Company") as at June 30, 2022 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial information for the six-months period then ended (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

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

Other matters

The figures for the quarter ended 30 June 2022 in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion thereon.

The engagement partner on the engagement resulting in this independent auditor's report is Muhammad Taufiq.

Date: August 29, 2022

Karachi

KPMG Taseer Hadi & Co.
Chartered Accountants

FINANCIAL STATEMENTS

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2022

		Un-audited June 30, 2022	Audited December 31, 2021
	Note	Rupees	
ASSETS			
Non - current assets			
Property and equipment	7	306,686,165	341,147,973
Intangible assets	8	8,706,202	10,994,010
Long-term loans and prepayments - considered good		2,094,153	1,454,417
		317,486,520	353,596,400
Current assets			
Balances due from funds under management - related parties		104,078,595	105,157,354
Loans and advances - considered good		3,182,830	3,258,499
Trade deposits, short term prepayments and other receivables		73,679,998	56,660,058
Other financial assets - investments	9	1,198,242,268	1,352,102,015
Taxation - net		89,371,243	87,941,712
Cash and bank balances	10	13,226,401	26,145,280
		1,481,781,335	1,631,264,918
Total assets		1,799,267,855	1,984,861,318
EQUITY AND LIABILITIES			
Share capital			
Authorised capital		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up capital		617,742,560	617,742,560
Unappropriated profit		745,556,125	886,705,096
		1,363,298,685	1,504,447,656
LIABILITIES			
Non - current liabilities			
Lease liabilities		202,929,566	235,185,675
		202,929,566	235,185,675
Current liabilities			
Accrued and other liabilities	12	178,541,912	167,884,028
Unclaimed dividend		4,945,642	4,945,642
Current maturity of long term financing		20,046,489	38,778,533
Current maturity of lease liabilities		29,505,561	33,619,784
		233,039,604	245,227,987
Total liabilities		435,969,170	480,413,662
Total equity and liabilities		1,799,267,855	1,984,861,318
Contingencies and commitments			
	13		

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

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2022

	Note	Half year ended		Quarter ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
		----- Rupees -----			
INCOME					
Remuneration from funds under management - gross		78,090,844	89,583,038	37,062,073	43,217,693
Less: Sindh sales tax		(10,151,810)	(10,306,013)	(5,431,686)	(4,971,947)
		<u>67,939,034</u>	<u>79,277,025</u>	<u>31,630,387</u>	<u>38,245,746</u>
Commission from open end funds under management		54,518	467,688	33,055	365,576
Dividend income		7,585,415	7,428,224	6,487,852	6,910,970
Net unrealised loss on remeasurement of investments classified at fair value through profit or loss		(52,706,865)	(50,106,682)	(48,482,693)	(31,062,018)
Net gain on sale of investments		5,819,976	11,812,756	5,435,451	4,634,403
Return on bank deposits under interest / mark-up arrangements		976,539	1,117,376	533,840	342,161
Remuneration and share of profit from management of discretionary and non-discretionary client portfolios		1,078,735	1,296,369	522,081	650,465
Return on debt securities		<u>8,175,738</u>	<u>5,495,002</u>	<u>4,232,057</u>	<u>2,759,769</u>
		<u>38,923,090</u>	<u>56,787,758</u>	<u>392,030</u>	<u>22,847,072</u>
Administrative expenses		(161,925,081)	(167,914,140)	(75,905,364)	(87,891,339)
Selling and distribution expenses		(18,883,777)	(3,523,522)	(17,386,868)	(1,346,991)
OPERATING LOSS		<u>(141,885,768)</u>	<u>(114,649,904)</u>	<u>(92,900,202)</u>	<u>(66,391,258)</u>
Financial charges		<u>(14,110,793)</u>	<u>(17,636,269)</u>	<u>(6,948,160)</u>	<u>(9,214,412)</u>
		<u>(155,996,561)</u>	<u>(132,286,173)</u>	<u>(99,848,362)</u>	<u>(75,605,670)</u>
Other income		18,331,583	8,194,441	10,529,394	3,759,450
Loss for the period before tax		<u>(137,664,978)</u>	<u>(124,091,732)</u>	<u>(89,318,968)</u>	<u>(71,846,220)</u>
Taxation - net		<u>(3,483,993)</u>	<u>(14,011,756)</u>	<u>(2,033,961)</u>	<u>(10,609,406)</u>
Loss for the period after tax		<u>(141,148,971)</u>	<u>(138,103,488)</u>	<u>(91,352,929)</u>	<u>(82,455,626)</u>
Loss per share for the period - basic and diluted	14	(2.28)	(2.24)	(1.48)	(1.33)

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

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2022

	Half year ended		Quarter ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	----- Rupees -----			
Loss for the period	(141,148,971)	(138,103,488)	(91,352,929)	(82,455,626)
Other comprehensive income / (loss)	<div>-</div>	<div>-</div>	<div>-</div>	<div>-</div>
	-	-	-	-
Total comprehensive loss for the period	<u>(141,148,971)</u>	<u>(138,103,488)</u>	<u>(91,352,929)</u>	<u>(82,455,626)</u>

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

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2022

	Issued, subscribed and paid-up capital	Unappropriated profit Rupees	Total
Balance as at January 01, 2021	617,742,560	1,157,244,225	1,774,986,785
Transfer upon merger		29,536,455	29,536,455
Total comprehensive loss for the period ended June 30, 2021	-	(138,103,488)	(138,103,488)
	-	(138,103,488)	(138,103,488)
Balance as at June 30, 2021	617,742,560	1,048,677,192	1,666,419,752
Balance as at January 01, 2022	617,742,560	886,705,096	1,504,447,656
Total comprehensive loss for the period ended June 30, 2022	-	(141,148,971)	(141,148,971)
	-	(141,148,971)	(141,148,971)
Balance as at June 30, 2022	617,742,560	745,556,125	1,363,298,685

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

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2022

	June 30, 2022	June 30, 2021
	Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period before taxation	(137,664,978)	(124,091,732)
Adjustment for:		
Remuneration from funds under management client portfolio- net	(67,939,034)	(79,277,025)
Commission from open end funds under management	(54,518)	(467,688)
Dividend income	(7,585,415)	(7,428,224)
Return on debt securities	(8,175,738)	(5,495,002)
Depreciation expense	31,622,358	35,187,310
Amortization expense	2,791,808	2,587,277
Financial charges	14,110,793	17,636,269
Return on bank deposits under interest / mark-up arrangements	(976,539)	(1,117,377)
Net gain on sale of investments classified as 'at fair value through profit or loss'	(5,819,976)	(1,812,756)
Net unrealised loss on revaluation of investments classified as 'at fair value through profit or loss'	52,706,865	50,106,682
Gain on disposal of property and equipment	(11,775,964)	(566,282)
	(138,760,337)	(124,738,548)
Working capital changes		
Loans and advances - considered good	(564,067)	894,015
Trade deposits, short term prepayments and other receivables	(17,019,940)	(2,523,493)
Accrued and other liabilities	(8,074,160)	(28,008,524)
	(25,658,167)	(29,638,002)
	(164,418,504)	(154,376,550)
Income tax paid	(4,913,524)	(5,985,681)
Remuneration and commission received from funds under management	69,072,311	81,616,464
Net cash used in operating activities	(100,259,717)	(78,745,767)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments made	(3,200,018,167)	(1,182,258,054)
Proceeds from sale of investments	3,306,991,026	1,237,419,318
Payments for purchase of property, equipment and intangible assets	(1,765,057)	(17,792,471)
	-	37,500,000
Amalgamation of wholly owned subsidiary company	7,585,415	7,428,224
Dividends received	955,156	1,117,377
Bank deposits under interest / mark-up arrangements received	8,021,712	5,495,002
Return on debt securities received	15,965,000	1,581,219
Sale proceeds from disposal of property and equipment	137,735,084	90,490,615
Net cash generated from investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	-	(198,051)
Principal payment of lease liability	(23,881,462)	(21,611,100)
Financial charges paid	(26,512,784)	(17,636,269)
Running finance facility obtained	-	185,000,000
Running finance facility settled	-	(185,000,000)
Net cash used in financing activities	(50,394,246)	(39,445,420)
Net decrease in cash and cash equivalents	(12,918,879)	(27,700,572)
Cash and cash equivalents at beginning of the period	26,145,280	9,433,434
Transfer upon merger	-	29,536,455
Cash and cash equivalents at end of the period	13,226,401	11,269,318

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

Chief Executive Officer

Chief Financial Officer

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED JUNE 30, 2022

1 STATUS AND NATURE OF BUSINESS

- 1.1** JS Investments Limited (the Company) is a public listed company incorporated in Pakistan on February 22, 1995 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The shares of the Company are quoted on the Pakistan Stock Exchange Limited since April 24, 2007. The registered office of the Company is located at The Centre, 19th Floor, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi. The Company is a subsidiary of JS Bank Limited (which has 84.56 percent direct holding in the Company) which is a subsidiary of JSCL (Jahangir Siddiqui & Co. Ltd.), the Ultimate Parent.

The Company has obtained the license of an "Investment Advisor" and "Asset Management Company" (AMC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). In addition, the Company also acts as Pension Fund Manager under the Voluntary Pension System Rules, 2005. The Company has also acquired the Private Equity and Venture Capital Fund Management Services license and REIT Management Services license from Securities and Exchange Commission of Pakistan (SECP).

Geographical location and addresses of business units of the Company are as under:

Location	Address	Purpose
Karachi	The Centre, 19th Floor, Plot No. 28, SB-5 Abdullah Haroon Road Saddar, Karachi.	Head Office
Lahore	Ground Floor, No 25, Block 13, Plot No.1-4, Usman Block, New Garden Town, Lahore.	Branch Office
Islamabad	Office # 414, 4th Floor, PSX Building, Jinnah Avenue, Islamabad.	Branch Office

- 1.2** The Company is an asset management company, pension fund and private equity and venture capital manager for the following funds for the period ended June 30, 2022.

Open-end mutual funds

- JS Growth Fund
- Unit Trust of Pakistan
- JS Income Fund
- JS Islamic Fund
- JS Fund of Funds
- JS Islamic Income Fund
- JS Cash Fund
- JS Large Cap Fund
- JS Islamic Hybrid Fund of Funds
- JS Islamic Hybrid Fund of Funds - 3
- JS Islamic Dedicated Equity Fund
- JS Islamic Daily Dividend Fund
- JS Momentum Factor Exchange Traded Fund
- JS Microfinance Sector Fund
- JS Rental REIT Fund

Private Equity and Venture Capital Fund

- JS Motion Picture Fund

Pension funds

- JS Pension Savings Fund
- JS Islamic Pension Savings Fund

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan 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 (the Act);
- Provisions of and directives issued under the Act;
- Provisions of 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
- Directives issued by the Securities and Exchange Commission of Pakistan (SECP).

Where the provisions and directives issued under the Act, the NBFC Rules and the NBFC Regulations differ with the requirements of IAS 34, the provisions of and directives issued under the Act, the NBFC Rules and the NBFC Regulations have been followed.

The Securities and Exchange Commission of Pakistan (SECP) vide SRO 56 (1) / 2016 dated January 28, 2016, has notified that the requirements of IFRS 10 (Consolidated Financial Statements) and Section 237 of the Companies Ordinance, 1984 are not applicable in case of investments made by companies in mutual funds established under Trust structure. Accordingly, the Company has not consolidated the financial position and result of operations of mutual funds managed by it in their condensed interim financial information.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual audited financial statements of the Company as at December 31, 2021.

- 2.2** The comparative condensed interim statement of financial position presented in these condensed interim financial statements have been extracted from the audited annual financial statements of the Company for the year ended December 31, 2021, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows for the period ended are extracted from the unaudited condensed interim financial statements for the period ended June 30, 2021.

- 2.3** These condensed interim financial statements are un-audited and are being submitted to the shareholders as required under section 237 of the Act.

2.4 Basis of measurement

These condensed interim financial statements have been prepared under historical cost convention except for certain investments which are stated at fair value.

2.5 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupee, which is the functional and presentation currency of the Company and rounded off to nearest rupee.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are same as those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2021.

4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2021.

5 SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and areas where assumptions and estimates are significant are same as those applied to the annual audited financial statements for the year ended December 31, 2021. The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended December 31, 2021.

6 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

6.1 Standard, interpretations and amendments to publish accounting and reporting standards that are effective in the current period

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

6.2 Standard, interpretations and amendments to publish accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the company's accounting periods beginning on or after January 01, 2022. However these do not have any significant impact on the company's operations and, therefore, have not been detailed in these condensed interim financial statements

7	PROPERTY AND EQUIPMENT	Note	(Un-Audited) June 30, 2022	(Audited) December 31, 2021
			----- Rupees -----	
	Opening written down value		146,269,405	172,558,300
	Additions during the period / year	7.1	1,741,057	18,045,722
	Disposals during the period / year	7.2	(4,189,036)	(9,335,303)
	Depreciation for the period / year		(15,603,282)	(34,999,314)
			<u>128,218,144</u>	<u>146,269,405</u>
	Capital work-in-progress - advance against purchase of assets		387,400	778,871
	Right of use of assets		<u>178,080,621</u>	<u>194,099,697</u>
			<u>306,686,165</u>	<u>341,147,973</u>

7.1 The following additions were made to tangible - property and equipment during the period / year :

Furniture and fixtures	-	3,247,999
Office equipment	1,741,057	4,788,973
Vehicles	-	10,008,750
	<u>1,741,057</u>	<u>18,045,722</u>

	(Un-Audited) June 30, 2022	(Audited) December 31, 2021
Note	Rupees	

7.2 The following disposals were made to tangible -
property and equipment during the period / year :

Furniture and fixtures	-	(538,269)
Office equipment	-	(43,202)
Vehicles	(4,189,036)	(8,753,832)
	<u>(4,189,036)</u>	<u>(9,335,303)</u>

8 INTANGIBLE ASSETS

Opening written down value	10,994,010	12,235,839
Additions during the period / year	504,000	4,199,947
Amortization for the period / year	(2,791,808)	(5,441,776)
	<u>8,706,202</u>	<u>10,994,010</u>

9 OTHER FINANCIAL ASSETS - INVESTMENTS

At fair value through profit or loss

Units of mutual funds - Related Parties	9.1	1,073,242,268	1,227,102,015
Unlisted debt security - Term Finance Certificate	9.2	125,000,000	125,000,000
		<u>1,198,242,268</u>	<u>1,352,102,015</u>

9.1 Units of mutual funds - Related Parties

Number of Units			(Un-Audited) June 30, 2022	(Audited) December 31, 2021
June 30, 2022	December 31, 2021		Carrying Value	Fair value
			Rupees	Fair value
2,370,012	3,175,696	JS Growth Fund - JSVF Merged	395,913,224	352,420,759
1,000,000	1,000,000	JS Motion Picture Fund	21,520,000	21,520,230
101,755	147,900	JS Islamic Pension Savings Fund - Equity	64,762,098	60,702,066
141,420	205,210	JS Pension Savings Fund Equity	64,750,707	59,532,297
485,257	461,361	JS Income Fund	46,913,581	47,079,597
4,061,926	-	JS Microfinance Sector Fund	406,470,812	406,558,143
10,380	-	JS Islamic Hybrid Fund of Funds-JSICAP-6	1,000,000	980,569
61,443	61,443	JS Islamic Hybrid Fund of Funds-Mutanasilb	3,182,770	2,930,852
22,727	213,852	JS Islamic Pension Savings Fund Debt	5,912,752	6,030,480
1,976	222,303	JS Islamic Pension Savings Fund MM	445,593	467,110
61,437	137,349	JS Pension Savings Fund Debt	19,884,179	20,559,989
85,028	177,463	JS Pension Savings Fund MM	22,163,478	23,392,987
42,140	419,093	JS Cash Fund	4,296,960	4,313,445
1,170,221	3,373,965	JS Fund of Funds	68,732,979	66,421,744
			<u>1,125,949,133</u>	<u>1,073,242,268</u>
		Unrealized loss on remeasurement at fair value - net	(52,706,865)	-
			<u>1,073,242,268</u>	<u>1,227,102,015</u>

Cost as at June 30, 2022

1,089,130,787

9.1.1 As at June 30, 2022, 200,000 units of JS Growth (2021 : 450,000 units of JS Income Fund and 285,000 units of JS Growth Fund) are pledged with JS Bank Limited against the Refinance Scheme for payment of Wages & Salaries to the Workers and Employees of Business Concerns issued by SBP under Covid-19 relief package through its circular IH&SMEFD Circular No. 07 dated April 10, 2020.

9.2 Unlisted debt security - Term Finance Certificate

As at June 30, 2022, the Company holds 25,000 certificates (December 31, 2021: 25,000 certificates) in AA+ rated, unsecured, subordinated, perpetual and non-cumulative term finance certificate of Bank AL Habib Limited, having face value of Rs.5,000 per certificate and carries profit at the rate of 6 Months KIBOR + 1.50% per annum.

	(Un-Audited) June 30, 2022	(Audited) December 31, 2021
Note	----- Rupees -----	

10 CASH AND BANK BALANCES

Cash in hand	120,986	100,124
Cash at bank in:		
Current accounts	569,933	569,933
Savings accounts	12,535,482	25,475,223
	13,105,415	26,045,156
	<u>13,226,401</u>	<u>26,145,280</u>

10.1 These carry mark-up at the rates ranging from 5.50% to 13.75% (2021: 5.50% to 8.75%). It includes Rs.10.773 (December 31, 2021: Rs. 23.694) million held with JS Bank Limited (the Parent Company).

11 DEFERRED TAXATION

Net deferred tax asset to the extent of Rs. 107.534 (2021: Rs. 173.684) million on accumulated losses of Rs. 479.039 (2021: Rs. 598.910) million has not been recognized in these financial statements as the management of the Company is of the view that it is not probable that sufficient taxable profits will be available in the foreseeable future against which deductible temporary differences, unused tax losses and unused tax credits can be utilised.

12 ACCRUED AND OTHER LIABILITIES

12.1 This includes Rs. 92.245 million (December 31, 2021: Rs. 92.245 million) payable against Federal Excise Duty (FED) on management fees received / receivable from the Funds under management. There is no change in the status of the appeal filed by the Federal Government in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty as reported in note 18.1 to the annual audited financial statements of the Company for the year ended December 31, 2021.

12.2 This includes Rs. 11.286 million (2021: Rs. 11.286 million) payable against Sindh Workers' Welfare Fund. The status of Sindh Workers' Welfare Fund (SWWF) is same as disclosed in note 18.2 to the annual audited financial statements for the year ended December 31, 2021.

12.3 This includes Rs. 12.447 million payable against rent to JS Rental REIT Fund.

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

There is no change in the status of contingencies as disclosed in note 19.1 to the annual audited financial statements of the Company for the year ended December 31, 2021.

	(Un-Audited) June 30, 2022	(Audited) December 31, 2021
	----- Rupees -----	

13.2 Commitments in respect of:

Use of name and advisory payment - a related party	<u>7,500,000</u>	<u>15,000,000</u>
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	(Un-Audited)			
	Half year ended		Quarter ended	
	June 30,	June 30,	June 30,	June 30,
	2022	2021	2022	2021
	----- Rupees -----		----- Rupees -----	
14 LOSS PER SHARE				
Loss for the period	(141,148,971)	(138,103,488)	(91,352,929)	(82,455,626)
	----- Number -----			
Weighted average number of ordinary shares outstanding during the period	61,774,256	61,774,256	61,774,256	61,774,256
	----- Rupees -----			
Loss per share	(2.28)	(2.24)	(1.48)	(1.33)

14.1 Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at June 30, 2022 and June 30, 2021 which would have any effect on the earnings / loss per share if the option to convert is exercised.

15 TRANSACTIONS AND OUTSTANDING BALANCES WITH RELATED PARTIES

Related parties comprise of JS Bank Limited (Parent Company), Jahangir Siddiqui & Co. Ltd. (Ultimate Parent Company), JS Global Capital Limited, the Funds under management and other companies with common directorship, staff provident fund and key management employees. Contributions to the accounts in respect of staff retirement benefits are made in accordance with terms of the contribution plans. Remuneration of the key management personnel are in accordance with the terms of their employment. Other transactions are carried out as per agreed terms. Transactions and balances with related parties can be summarized below:

	(Un-Audited)	
	June 30,	June 30,
	2022	2021
	----- Rupees -----	

15.1 Transaction with related parties

15.1.1 Transactions with the funds under management

Remuneration - net of sales tax	67,939,034	79,277,025
Commission received	54,518	467,688
Expenses incurred on behalf of the funds	37,839,989	40,560,100
Expenses reimbursed from the funds	39,367,555	40,580,811
Dividends received	7,585,415	7,428,224
Investments made	3,200,018,167	1,114,617,041
Investments disposed off	3,306,991,026	1,237,419,318

15.1.2 Jahangir Siddiqui & Co. Ltd. (JSCL)

Basis of relationship - Ultimate parent company

Reimbursement of annual subscription fee paid by JSCL to World Economic Forum on behalf of the Company	-	3,999,375
Rent paid	75,000	150,000

		----- (Un-Audited) -----	
		June 30, 2022	June 30, 2021
		----- Rupees -----	
15.1.3	JS Bank Limited (JSBL)		
	Basis of relationship - Parent company		
	Rent Paid	1,414,770	1,286,154
	Management fee sharing on distribution of mutual funds	-	1,304,821
	Return on bank deposits	893,604	1,072,587
	Running Finance Facility Obtained	-	185,000,000
	Running Finance Facility Settled	-	185,000,000
	Amount paid against Refinance Scheme for Salaries and Wages	20,046,490	20,046,490
	Markup on Refinance Scheme for Salaries and Wages	372,371	968,822
	Bank charges and Interest on Running Finance	48,103	2,055,948
ASSOCIATED COMPANIES, FUNDS AND OTHER RELATED PARTIES			
15.1.4	Fakhr-e-Imdad Foundation (FIF)		
	Basis of relationship - Common directorship of the Ultimate Parent Company		
	Amount received	297,169	720,000
15.1.5	EFU General Insurance		
	Basis of relationship - Common directorship of the Ultimate Parent Company		
	Insurance premium paid	2,698,344	2,720,491
15.1.6	EFU Life Assurance		
	Basis of relationship - Common directorship of the Ultimate Parent Company		
	Insurance premium paid	1,301,052	1,422,651
15.1.7	JS Investments Staff Provident Fund - (the Fund)		
	Post-Employment benefit fund		
	Expenses paid on behalf of the Fund	-	81,989
	Reimbursement of expenses from the fund	156,966	468
	Provident Fund contributions made	4,334,848	4,628,616
15.1.8	JS Global Capital Limited (JSGCL)		
	Basis of relationship - Subsidiary of the Parent Company		
	Expenses paid on behalf of the Fund	214,168	398,793
	Reimbursement of expenses from the Company	278,200	571,372
	Rent Paid	6,451,212	2,048,004
15.1.9	JS Lands (Private) Limited		
	Basis of relationship - Common Substantial Shareholder of the Ultimate Parent Company		
	Rent Paid	14,689,416	14,798,490
	Miscellaneous expenses paid	7,708,657	7,943,640
15.1.10	Transactions with substantial shareholder of the Ultimate Parent Company		
	Use of name and advisory for the period	7,500,000	7,500,000
15.1.11	Transactions with key management personnel		
	Remuneration	55,844,688	59,098,077
	Directors fee	445,000	400,000
	Disbursement of personal loans and advances	813,033	2,061,000
	Repayments of loans and advances	755,506	1,966,402

		----- (Un-Audited) -----	
		June 30, 2022	June 30, 2021
		----- Rupees -----	
15.2	Balance outstanding with related parties		
15.2.1	Funds under management		
	Receivable from the funds under management	133,411,313	126,934,470
	Payable to funds under management	12,601,551	2,317,092
15.2.2	JS Bank Limited (JSBL)		
	Basis of relationship - Parent Company		
	Bank Balance	10,773,133	23,694,615
	Other Receivable	1,465,064	1,465,064
	Rent receivable	2,409,149	2,409,149
	Payable against refinance scheme for salaries & wages	20,046,489	40,092,978
	Markup payable against refinance scheme for salaries & wages	149,937	1,063,910
15.2.3	Jahangir Siddiqui & Sons Limited (JSSONS)		
	Basis of relationship - Common directorship of the Parent Company		
	Rent receivable	2,486,352	2,486,352
15.2.4	Jahangir Siddiqui Securities Services Ltd		
	Basis of relationship - Other Related Party		
	Other Receivable	-	29,887
	Rent receivable	94,429	94,429
15.2.5	JS PE Management Limited		
	Basis of relationship - Common Substantial Shareholder of Ultimate Parent Company		
	Other Receivable	1,625,826	1,625,826
	Rent receivable	930,938	930,938
15.2.6	Mahvash & Jahangir Siddiqui Foundation - (MJSF)		
	Basis of relationship - Common directorship of the Ultimate Parent Company		
	Other Receivable	-	130,554
	Rent receivable	379,929	379,929
15.2.7	Fakhr-e-Imdad Foundation (FIF)		
	Basis of relationship - Common directorship of the Ultimate Parent Company		
	Other Receivable	-	297,169
15.2.8	JS Global Capital Limited (JSGCL)		
	Basis of relationship - Subsidiary of the Parent Company		
	Other Receivable	515,944	526,856
	Rent receivable	181,957	181,957
	Security deposit	1,011,733	1,011,733
15.2.9	JS Investments Staff Provident Fund - (the Fund)		
	Post-Employment benefit fund		
	Other Receivable	81,989	238,955
15.2.10	JS Lands (Private) Limited		
	Common Substantial Shareholder of Ultimate Parent Co.		
	Other Payable	1,326,010	2,792,020
	Security deposit	2,023,467	2,023,467
	Receivable against advance rent	12,447,629	
	Rent payable	9,815	19,630

15.2.11 Outstanding from key management personnel

Receivable against loans and advances	757,527	700,000
Directors' meeting fee payable - provision	202,500	100,000

15.2.12 Key management personnel and directors hold 4,505 shares in the Company

15.3 Other balances outstanding with related parties as at reporting date have been disclosed in the relevant balance sheet notes.

15.4 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. Management considered all members of their management team, including the Chief Executive Officer and Directors to be key management personnel.

16 FAIR VALUE OF FINANCIAL AND OTHER ASSETS

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). Adoption of IFRS 13, has not affected the condensed interim financial statements.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

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

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

The table below analyse financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

June 30, 2022 (Un-Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
</			

December 31, 2021 (Audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
-	1,227,102,015	-	1,227,102,015
	-	125,000,000	125,000,000
-	1,227,102,015	125,000,000	1,352,102,015

16.1 Valuation techniques used in determination of fair values within level 2:

- 16.1.1** Fair values of investment in mutual funds are measured on the basis of closing net asset value as announced by the respective Asset Management Company.
- 16.1.2** Investment in term finance certificate, issued by Bank AL Habib Limited, for the purpose of raising funds in the form of redeemable capital, are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan (SECP).

- 16.2** During the period, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

17 GENERAL

- 17.1** In compliance of the NBFC Rules read with SRO 1002(1)/2015 dated October 15, 2015 of SECP, the management would like to report that the Company has sufficient insurance coverage from an insurance company, rated AA+ by a rating agency registered with the Commission, against financial losses that may be caused as a result of gross negligence of its employees.
- 17.2** These condensed interim financial information were authorised for issue on August 19, 2022, by the Board of Directors of the Company.
- 17.3** Corresponding figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current period. However, there are no material re-arrangements / re-classifications to report.

Chief Executive Officer

Chief Financial Officer

Director



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