

September 30, 2022

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

Dear Sir,

AUDITED FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED JUNE 30, 2022.

- ATLAS MONEY MARKET FUND (AMF)
- ATLAS LIQUID FUND (ALF)
- 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 audited condensed interim financial statements of **Atlas Funds** (AMF, ALF, ASF, AIF and ASMF) and **Atlas Meraj** (AIMF, AIIF, AISF, AIFOF and AIDSF) for the year/period ended June 30, 2022 have been placed on the Company's website www.atlasfunds.com.pk and may be downloaded there from.

Intimation of the website transmittal will be notified to the unit holders of the above mentioned funds. The press notice has been published in September 30, 2022 issue of the Business Recorder.

Also, please find enclosed herewith, three printed copies each of the year/period ended June 30, 2022, of our following fund brands, for your record.

1. **Atlas Funds**, covering Atlas Money Market Fund, Atlas Liquid 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 ANNUAL REPORTS THROUGH WEBSITE

Unit holders of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), 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) 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 audited financial statements of AMF, ALF, ASF, AIF, ASMF, AIMF, AIIF, AISF, AIFOF, AIDSF, APF and APIF for the year/period ended June 30, 2022 have been placed on the Company's website address **www.atlasfunds.com.pk** and may be downloaded therefrom.

Unit holders of AMF, ALF, ASF, AIF, ASMF, AIMF, AIIF, AISF, 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 request, at their registered addresses.

For Atlas Asset Management Limited

Dated: September 30, 2022

Company Secretary

 **Atlas Asset Management**

Ground Floor, Federation House, Sharaf 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 Liquid Fund

Atlas Sovereign Fund

Atlas Income Fund

Atlas Stock Market Fund

ANNUAL REPORT

30 June 2022

**Atlas
funds**
Nurturing your investments



Managed By

Atlas Asset Management

Rated AM2+ by PACRA
(as of December 24, 2021)



MANAGING TO THE CORE!

Even the most seemingly diminutive of creatures, hold for us an education. They exhibit qualities of organization that are indeed inspirational. Planning, teamwork and controlling are attributes of a successful and solid organizational structure. At Atlas Funds these elements form the core of our institution.

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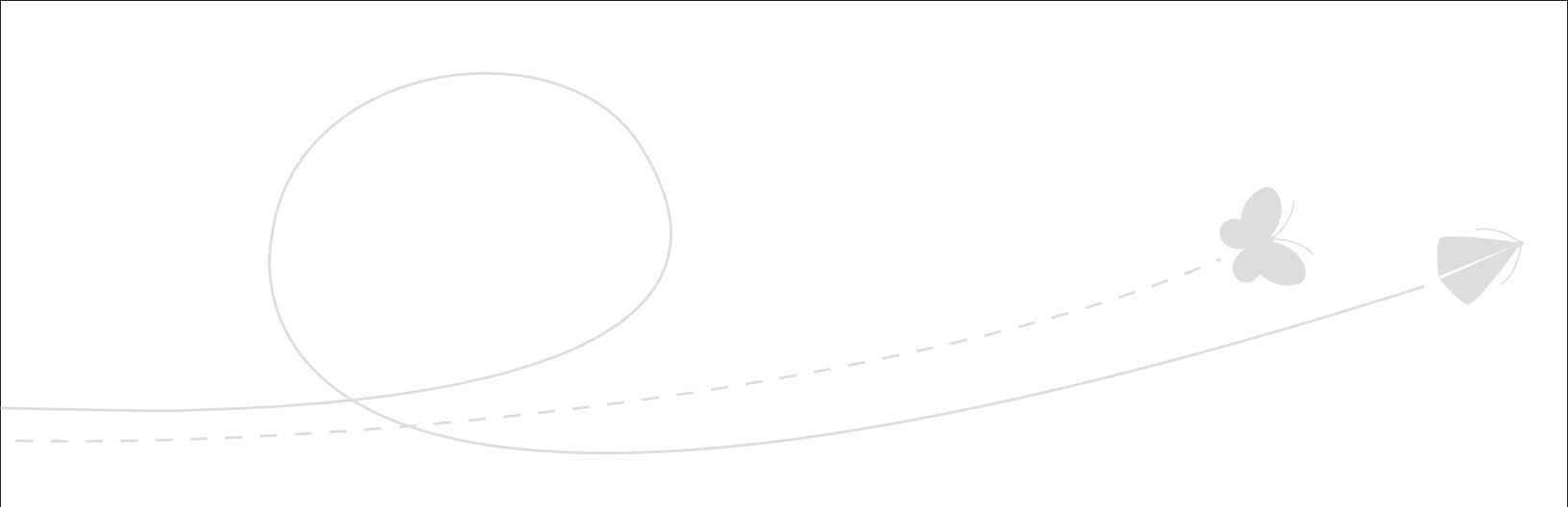
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Diversity

Understanding the social, cultural and financial diversity in our country and coming up with innovative plans to cater distinctive needs



Company Profile

Atlas Asset Management Limited (AAML), an Atlas Group Company, was incorporated on 20th August, 2002 as an unlisted public limited company. AAML as a Non-Banking Finance Company (NBFC) is licensed & regulated by Securities & Exchange Commission of Pakistan to perform Asset Management and Investment Advisory Services as per the NBFC (Establishment and Regulations) Rules, 2003 & NBFC and Notified Entities Regulations, 2008 and as a Pension Fund Manager to manage voluntary pension funds (under Voluntary Pension System Rules, 2005). SECP also issued licenses to the Company to carry out REIT Management Services, Private Equity and Venture Capital Fund Management Services, under rule 5 of the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003. AAML manages assets on behalf of retirement funds, welfare organizations, insurance companies, multinationals, NBFCs and individuals.

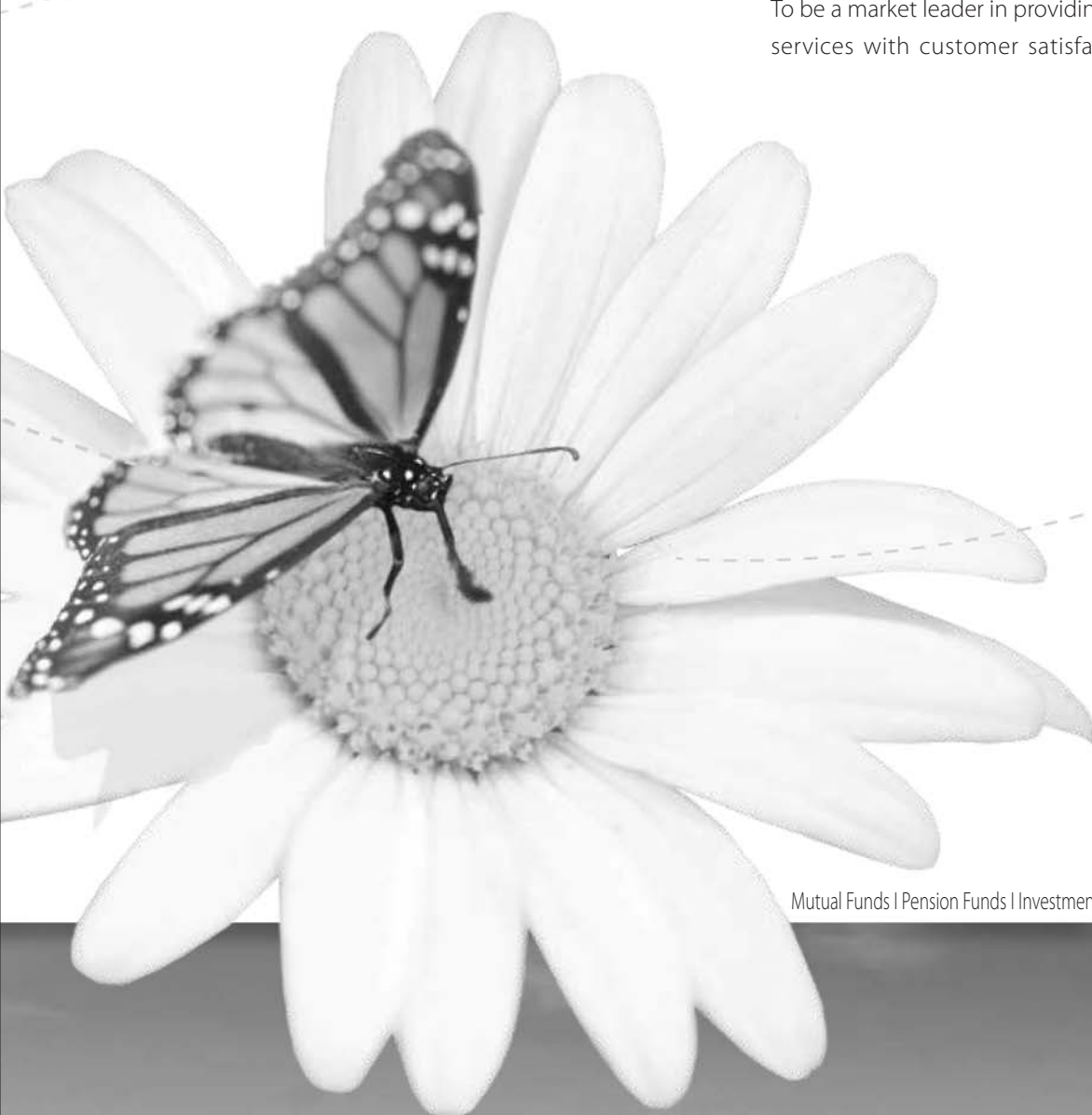
AAML is a wholly owned subsidiary of Shirazi Investments (Pvt.) Limited (SIL). As the parent company, SIL sponsors Atlas Group projects. Atlas Group is a diversified group dealing in engineering, financial services, power generation, real estate & trading.

AAML strives to be a market leader in providing quality fund management services with customer satisfaction as its aim, and is consistently committed to offering its investors the best possible risk adjusted returns on a diverse range of products, meeting not only the customers' current requirements but also exceeding their future expectations. With its strong emphasis on systems and controls, quality human resource and backing of Atlas Group, AAML enjoys a distinct advantage.



Vision

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



Mutual Funds | Pension Funds | Investment Advisory Services | Private Equity | REIT

Creativity

The ability to creatively inspire innovation and the will to foster positive social and environmental change

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.



Growth | Returns | Tax Savings

Team Work

Giving unparalleled service, creating long-term, win-win relationships and focusing on executional excellence

Organisation

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman Mr. Iftikhar H. Shirazi
(Non-Executive Director)

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

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

Board of Directors of the Management Company

Mr. Iftikhar H. Shirazi

Chairman

Mr. Iftikhar H. Shirazi graduated with a Bachelor of Science in Finance from Notre Dame De Namur University (formerly College of Notre Dame), USA, and completed his OPM from Harvard Business School, USA. He has over 31 years of corporate management experience, more particularly in the financial and trading sectors. He has to his credit, work experience at Bank of Tokyo-Mitsubishi, Yamaichi Securities and Toyota Tsusho Corporation.

He is currently Chairman of Shirazi Investments (Pvt.) Limited, Atlas Asset Management Limited, Atlas Insurance Limited, Shirazi Trading Company (Private) Limited, Atlas Foundation and Atlas Information Technology Resource Centre. He is also a member of the SAARC Chamber of Commerce & Industry, Federation of Pakistan Chambers of Commerce and Industry (FPCCI) and Karachi Chamber of Commerce & Industry (KCCI). He is also serving on the Board of Governors of the Forman Christian College, Ghulam Ishaq Institute of Engineering Science and Technology and British Overseas School Association. He was also a member of the Aga Khan Resource Development Committee and FPCCI Executive Committee. He has also served the Management Association of Pakistan as their Vice President. He also enjoys membership of several other prestigious associations that include, Harvard Club of New York and Pakistan, Young Presidents Organization, Aitchison College Old Boys Association, Government College of Commerce & Economics Old Students Association and English Speaking Union. He was also President of International Club, Notre Dame De Namur (formerly College of Notre Dame), USA.

Mr. Fahim Ali Khan

Director

Mr. Fahim Ali Khan is a Law graduate from Karachi University. He has also attended General Management Program at Harvard University, USA, Financial Management Program at Stanford University, USA and Board of Director's Program at Insead University, France.

He has over 50 years of experience in General Management, Finance, Investment and Taxation. He joined the Atlas Group in 1967 and has served in different positions. Currently his other directorships include Atlas Insurance Limited, Atlas Engineering (Private) Limited, Atlas Power Limited, Shirazi Investments (Private) Limited, Shirazi Trading Company (Private) Limited, Atlas Energy (Private) Limited, Atlas Autos (Private) Limited, Atlas Metal (Private) Limited, Zehnf Pakistan New Energy Company Limited and Atlas Foundation.

Earlier, he has also served on the boards of Atlas Honda Limited and former Atlas Bank Limited and has been CEO of Shirazi Investments (Private) Limited, Shirazi Trading Company (Private) Limited, Atlas Asset Management Limited and former Atlas Investment Bank Limited.

Mr. M. Habib-ur-Rahman

Director

Mr. M. Habib-ur-Rahman is a fellow of the Institute of Chartered Accountants in England & Wales. He has attended management level programme (PMD) at Harvard Business School.

Mr. Habib-ur-Rahman has a long association with Mutual Fund Industry. He held the position of General Manager Finance & Investment with National Investment Trust Limited. He was NIT nominee director on the Board of Karachi Stock Exchange and various listed companies. He worked for NIT for eleven years from 1971 to 1981 and then left NIT to join motorcycle industry, Atlas Honda Limited, where he worked for fourteen years initially as Director Finance and then as Resident Director in-charge Finance, Administration and Production. In 1995 he returned to mutual funds industry. He played an instrumental role in setting ABAMCO Limited that was the first asset management company in the private sector in Pakistan. ABAMCO was initially established as a joint venture among a leading brokerage house in Pakistan, IFC and an asset management company in US. Mr. Habib-ur-Rahman was its chief executive from 1995 to 2003. He was the Chief Executive Officer of Atlas Asset Management Limited from March 2004 till March 2018. He is a founding member and past Chairman/ Director of the Mutual Funds Association of Pakistan (MUFAP). The foundation of MUFAP was laid in 1995. Mr. Habib ur Rahman was Securities and Exchange Commission of Pakistan (SECP) nominee on the Board of Karachi Stock Exchange in 2000, 2001, & 2003. He was a member of SECP Advisory Group on Capital Markets, member of the SECP Enquiry Committee (appointed in 2001) on management of Exposure Rules by KSE/ LSE and member of the SECP Committee (appointed in 2013) to review the 2008 financial crisis in capital market in Pakistan. Presently he also holds directorships in Atlas Insurance Limited & Atlas Foundation.

Mr. Tariq Amin

Independent Director

Mr. Tariq Amin is the Chairman of Orkila Pakistan (Private) Limited, a leading company dealing in chemicals. He is also on the Boards of the Salim Habib Education Foundation and the Education City. He has varied experience both in private and public sectors. He is a law graduate from the University of Karachi. He also holds a Masters degree in English from the University of Karachi and a Post Graduate Diploma in Development Administration from the University of Leeds. Mr. Amin has been past Chairman of the Privatization Commission, Sindh. He has also been President of the Overseas Investors Chambers of Commerce & Industry (OICCI) and also the Chairman of SITE Association of Industry for four years. Mr. Amin was conferred the civil award of Chevalier De L'ordre National Du Merite by the Government of France 2001.

Board of Directors of the Management Company

Mr. Ali H. Shirazi

Director

Mr. Ali H. Shirazi graduated with a BA from Yale University, U.S.A. in 2000 and thereafter completed his Masters in Law from Bristol University, U.K. in 2005. He has worked with the Bank of Tokyo-Mitsubishi in New York as well as American Honda in Torrance, California. He is Group Director Financial Services and President / Chief Executive of Atlas Battery Limited. He is on the Board of Atlas Asset Management Limited, Atlas Insurance Limited, National Management Foundation (sponsoring body of LUMS), National Foods Limited, Cherat Packaging Limited, Pakistan Cables Limited and Pakistan Society for Training and Development (President). Previously, he has also served on the Board of National Clearing Company of Pakistan Limited (NCCPL).

He is a 'Certified Director' from the Pakistan Institute of Corporate Governance and in 2018 completed the Owner / President Management Program (OPM) from Harvard Business School.

Ms Zehra Naqvi

Independent Director

Ms. Zehra Naqvi was the Chief Executive Officer of Chubb Insurance Pakistan, (a wholly owned subsidiary of Chubb INA International Holdings Limited, Delaware, USA) from September 2005 to September 2017.

She has over 35 years of work experience in the insurance sector. Prior to joining Chubb and its predecessor companies (CIGNA and ACE) in 1990, she worked with Royal Exchange Assurance, a branch of Guardian Royal Exchange, UK and with Adamjee Insurance Company in Pakistan.

Ms. Naqvi holds a B.Sc. Degree, and an MBA Degree from the Institute of Business Administration, Karachi University. She is a Chartered Insurer from the Chartered Insurance Institute, UK and is a Certified Director from Institute of Chartered Accountants of Pakistan. She has served as an elected Member of the Executive Committee of the Insurance Association of Pakistan, the Executive Committee of The American Business Council and the Managing Committee of the Overseas Investors Chamber of Commerce & Industry. Ms. Naqvi has represented the Insurance Association of Pakistan, on the Council of Pakistan Insurance Institute and was Chairperson of the Institute for the term of 2016. She has been a visiting faculty member at the Institute.

Ms. Naqvi has served as an Independent Director on the Board of Abbott Laboratories (Pakistan) Limited. She presently serves as a Non-Executive Director on the Board of Chubb Insurance Pakistan Limited, as an Independent Director on the Boards of Attock Petroleum Limited and IGI Life Insurance Limited.

Mr. Muhammad Abdul Samad

Chief Executive Officer

Mr. Muhammad Abdul Samad has over two decades experience of local investment management industry. He joined Atlas Asset Management Limited in November 2005, and has held C-suite positions for over a decade, including the Chief Investment Officer and Chief Operating Officer positions. He is a 'Certified Director' and also attended Advanced Management Program at INSEAD Fontainebleau, France on nomination by the Atlas Group. He has a significant Board experience, where he has served as a director on the board of nineteen listed companies, including Atlas Battery Limited, Lucky Cement, Berger Paints, Mirpurkhas Sugar, amongst others. He also served as a Director on the Board of Mutual Funds Association of Pakistan (MUFAP) and currently, he is serving as Chairman of its Taxation Committee. He is also an Independent Director on the Board of Institute of Financial Markets of Pakistan (IFMP).



Give your
SAVINGS the
ATLAS ASSET
BENEFIT!

Growth | Returns | Tax Savings

Chairman's Review

It is my pleasure to present you the Annual Reports of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for the financial year ended June 30, 2022.

THE ECONOMY

The economic growth witnessed a strong rebound in FY22 accelerating by 5.97% as local consumption started to pick up sharply due to softening of covid led economic restrictions. In the latter half of FY22, the growth in demand coincided with global supply disruptions stemming from Russia-Ukraine conflict and covid induced lockdowns of key Chinese sea ports that escalated international commodity prices leading to unprecedented rise in domestic inflation and current account deficit. During FY22, current account deficit increased many folds to US \$17.41 billion compared to US \$2.82 billion in FY21, largely on the back of 55.70% increase in FY22 trade deficit. The Import bill for FY22 increased significantly by 42.21% to US \$80.18 billion due to high food/energy related international commodity prices. Exports for FY22 increased by 25.64% to stand at US \$31.79 billion, respectively. Worker's Remittances of US \$31.24 billion were recorded in FY22 that increased 6.1% YoY, compared to US \$29.45 billion in FY21.

The domestic headline inflation averaged at 12.15% in FY22 compared to 8.90% in FY21. Headline inflation increased significantly for month of June 2022, rising to 14-year high of 21.3% due to removal of domestic energy subsidies, rising commodity prices and depreciation of PKR as central banks around the world resorted to aggressive monetary tightening to curtail demand and external imbalances. As a result of inflated import bill, the total liquid foreign exchange reserves declined by 36.32% YoY to US \$15.54 billion as of June 30, 2022 (SBP's share stood at US \$9.82 billion) on the back deficit payments. Meanwhile, the FBR tax collection grew strongly by 29.10% during FY22 to stand at Rs. 6,126 billion due to high custom duties from imports as well as wider tax base. In order to moderate demand, curtail inflation and reduce external/currency risks, State Bank of Pakistan (SBP) cumulatively increased policy rate by 800 bps from 7.0% in FY21 to currently 15.0%. The timely policy measures by SBP, in concert with fiscal measures taken by government in FY23 budget have resulted in achieving a staff level agreement with the IMF that will likely reinforce economic stability amid a challenging global environment.

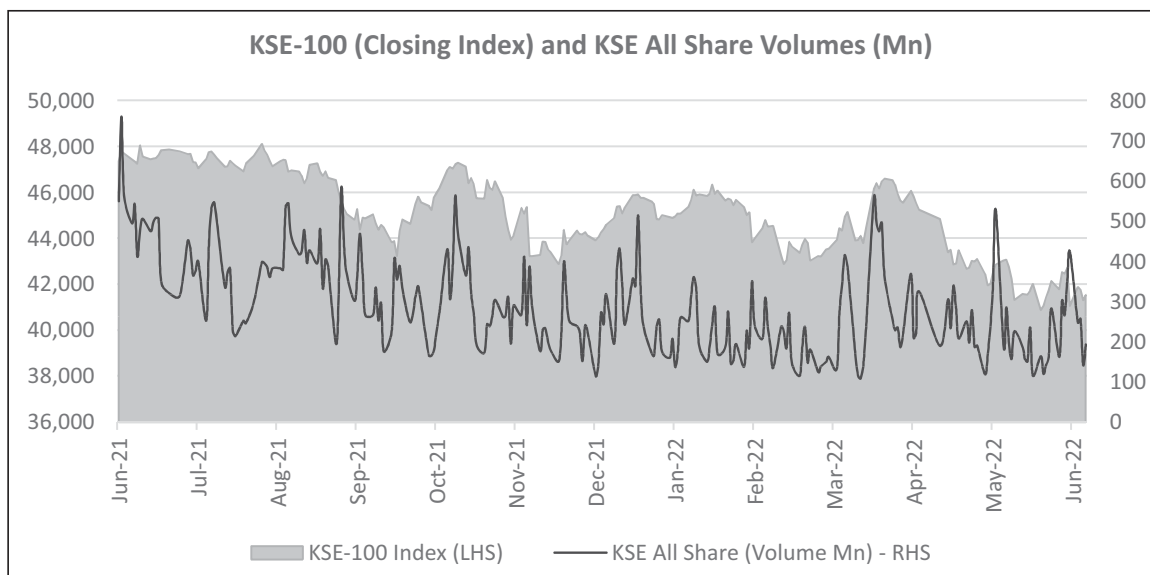
THE MONEY MARKET

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The growth in money supply (M2) witnessed an increase of 10.42% during FY22 that is Rs. 2,533 billion against an expansion of 16.21% (Rs. 3,390 billion) in FY21. Net Foreign Assets (NFA) decreased by Rs. 1,442 billion during FY22 compared to an increase of Rs. 1,241 billion in FY21. Net Domestic Asset (NDA) of banking system declined by Rs. 3,975 billion during FY22 against an increase of Rs. 2,149 billion during FY21.

THE STOCK MARKET

The KSE-100 index declined 12.28% from 47,356.02 points as on June 30, 2021, to 41,540.83 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.



During FY22, new listings on the stock exchange were Citi Pharma Limited, Pakistan Aluminum Beverage Cans Limited, Airlink Communication Limited, Octopus Digital Limited, and Adamjee Life Assurance Company Limited. The amounts raised through IPO by these companies were Rs. 2,326 million, Rs. 4,600 million, Rs. 6,435 million, Rs. 1,110 million and Rs. 700 million, respectively. Whereas, during FY21, new listings on the stock exchange were The Organic Meat Company Limited, TPL Trakker Limited, Agha Steel Industries Limited, Panther Tyres Limited, and Service Global Footwear Limited. The amounts raised through IPO by these companies were Rs. 800 million, Rs. 802 million, Rs. 3,840 million, Rs. 2,632 million and Rs. 2,175 million, respectively.

The outlay of Budget FY23 stood at Rs. 9.5 trillion (up 12% compared to FY22 Budget). The government's FY23 budget aims at restricting fiscal slippage by increasing overall revenue collection and reducing subsidies for the resumption of IMF program. The government targets a sharp reduction in fiscal deficit from an expected 7.1% of GDP in FY22 to 4.9% of GDP in FY23 on the back of increasing FBR tax collection by 17% along with 52% increase in non-tax revenues. Achieving revenue targets is entrusted with expanding the tax base, streamlining collection process, formalizing the economy, revising tax rate of targeted sectors, and imposing super tax on high earning companies.

MUTUAL FUND INDUSTRY

The assets under management (AUMs) for the mutual funds industry increased by 18.79% to Rs. 1,255.70 billion as of June 30, 2022, from Rs. 1,057.09 billion as of June 30, 2021. In FY22, Money Market funds (both Conventional and Shariah Compliant) dominated in terms of AUMs representing 53.48% of total mutual fund industry AUMs (Rs. 671.53 billion) followed by Income funds (both Conventional and Shariah Compliant) representing 24.00% of total mutual fund industry AUMs (Rs. 301.42 billion) and Equity Funds representing 14.32% of total mutual fund industry AUMs (Rs. 179.81 billion). The AUM of VPS increased by 7.32% from Rs. 38.12 billion as on June 30, 2021, to Rs. 40.92 billion as on June 30, 2022. The share of Shariah Compliant VPS stood at Rs. 26.76 billion or 65.41% of total VPS.

MUTUAL FUND TAXATION

SINDH WORKER'S WELFARE FUND (SWWF)

Levy of WWF has become provincial subject and as Sindh Government has imposed SWWF on industrial, service sectors and financial institutions. Sindh Revenue Board (SRB) has demanded SWWF from mutual funds claiming that these are "financial institutions". According to legal and tax advisors' interpretations, obtained by MUFAP, mutual funds do not fall under the definition of "financial institutions". The Companies Act 2017 has also excluded mutual funds from the definition of financial institutions. However, asset management companies are included in the definition of financial institutions. Nevertheless, as abundant precaution mutual funds made provision in respect of SWWF as recommended by MUFAP from the date of enactment (May 21, 2015) of Sindh Workers Welfare Fund Act, 2014.

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021, has intimated MUFAP that the

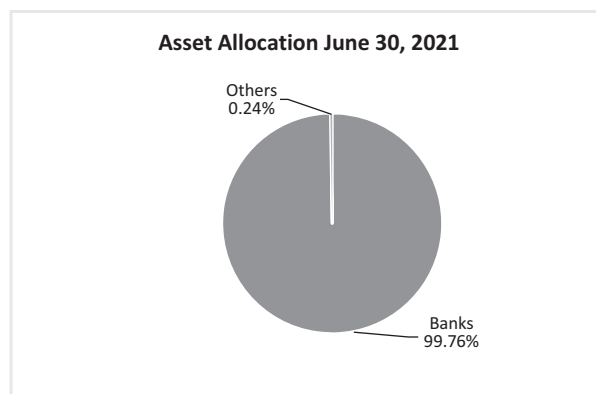
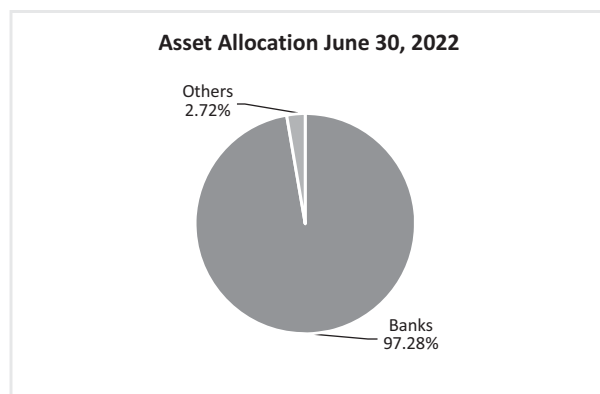
mutual funds and pension funds do not qualify as Financial Institutions/ Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds, for the period from May 21, 2015, to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognized in the financial statements of the Funds.

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.

FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 10.64% to Rs. 507.51 as on June 30, 2022. The benchmark 30% of average 3-Month deposit rates of three scheduled banks (AA and above rated as selected by MUFAP) and 70% average 3 Month PKRV rate for the period stood at 9.30%. The AMF total exposure in Bank Balances and Others stood at 97.28% and 2.72%, 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. 18.30 billion, with 36.06 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Money Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 49.80 per unit for the period ended June 30, 2022 (9.96% on the face value of Rs. 500 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AMF amounting to Rs. 91.87 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AMF by 0.39%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 20,428,502 up till June 30, 2022 (Rs. 0.57 per unit).

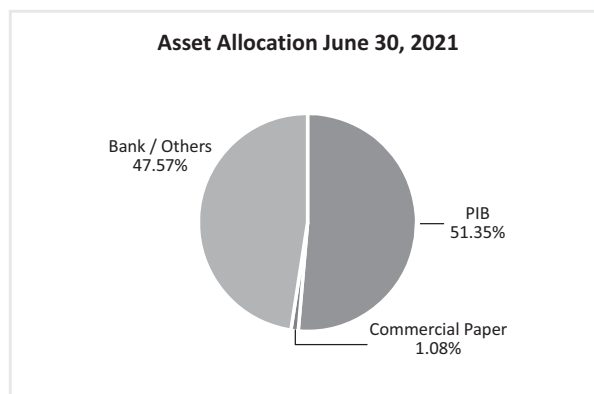
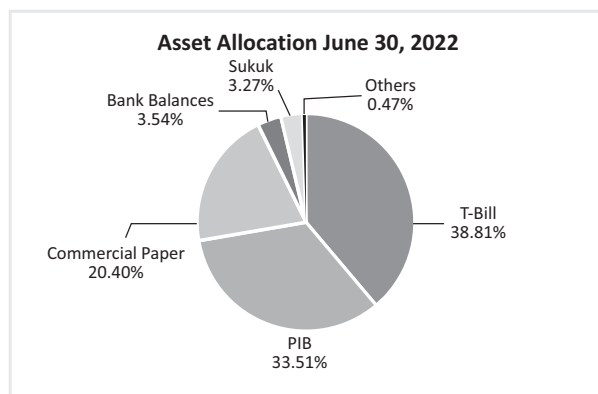
FUND OPERATIONS - ALF

The Atlas Liquid Fund was launched on November 23, 2021, via initial offer at Rs. 500 per unit. The ALF provided 11.36% annualized return as on June 30, 2022. The ALF total exposure in Bank Balances, Sukuks and Others are 90.97%, 8.70% and 0.33%, respectively. ALF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 3.44 billion, with 6.88 million units outstanding as of June 30, 2022.

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Liquid Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 32.90 per unit for the period ended June 30, 2022 (6.58% on the face value of Rs. 500 per unit).

FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 7.30% to Rs. 101.26 as on June 30, 2022. The benchmark average six months PKRV rate stood at 10.69% during the period under review. The ASF total exposure in Treasury Bills, Pakistan Investment Bonds, Commercial Paper, Bank Balances, Sukuks and Others stood at 38.81%, 33.51%, 20.40%, 3.54%, 3.27% and 0.47%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns with medium risk. The Net Assets of the Fund stood at Rs. 1.21 billion, with 11.99 million units outstanding as of June 30, 2022.

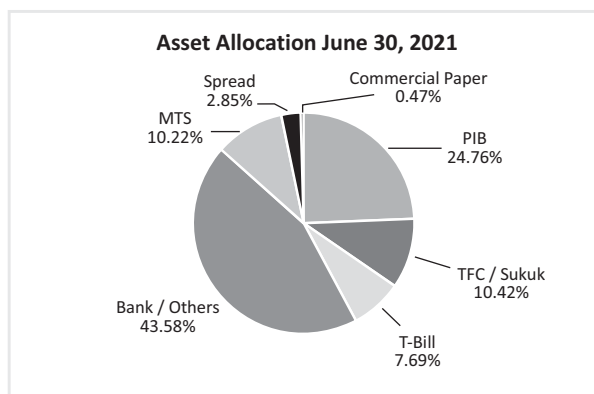
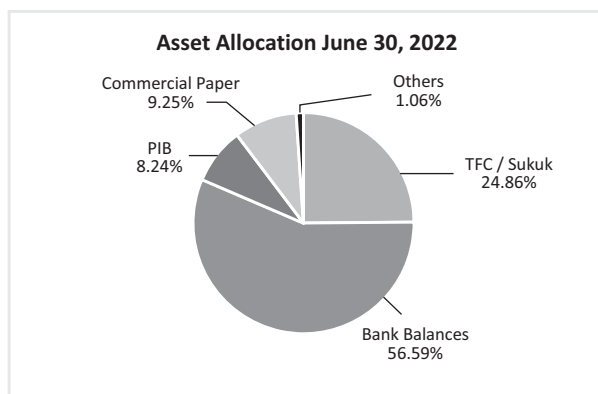


The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Sovereign Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 7.24 per unit for the period ended June 30, 2022 (7.24% on the face value of Rs. 100 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASF amounting to Rs. 12.57 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASF by 0.50%. This is one-off event and is not likely to be repeated in the future. The Scheme has also held provision for FED liability that amounted to Rs. 905,341 up till June 30, 2022 (Rs. 0.08 per unit).

FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 8.43% to Rs. 523.46 as on June 30, 2022. The benchmark average six months KIBOR rate stood at 10.87% during the period under review. AIF total exposure in Bank Balances, Term Finance Certificates/Sukuk, Commercial Papers, Pakistan Investment Bonds and Others stood at 56.59%, 24.86%, 9.25%, 8.24% and 1.06% respectively. 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. 2.67 billion with 5.09 million units outstanding as of June 30, 2022.

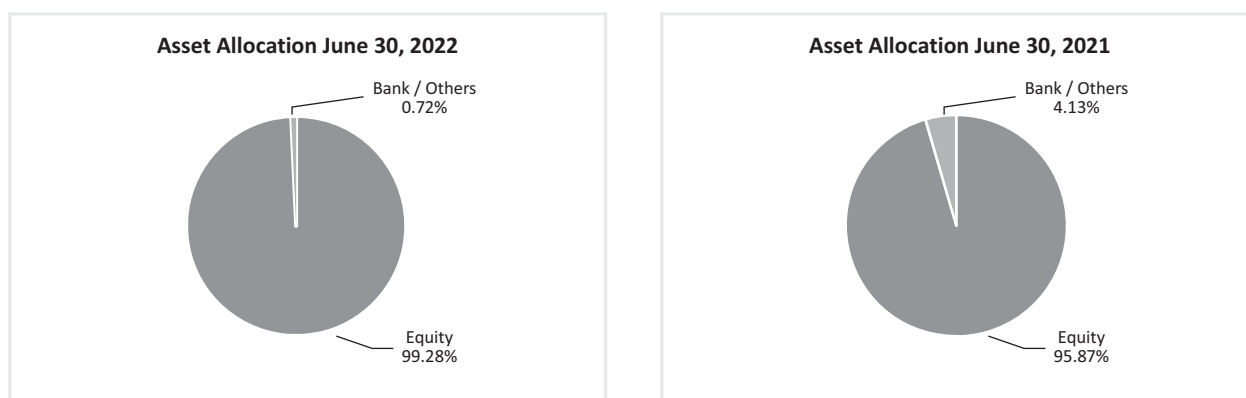


The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Income Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 43.10 per unit for the period ended June 30, 2022 (8.62% on the face value of Rs. 500 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIF amounting to Rs. 44.64 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIF by 0.81%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 23,582,971 up till June 30, 2022 (Rs. 4.63 per unit).

FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund decreased by 13.73% to Rs. 593.60 as on June 30, 2022. KSE-100 index declined 12.28% from 47,356.02 points as on June 30, 2021, to 41,540.83 points as on June 30, 2022. The ASMF equity portfolio exposure stood at 99.28% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Fertilizer and Cement sectors. ASMF strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiple with prospects of earnings growth. The Net Assets of the Fund stood at Rs. 9.08 billion, with 15.29 million units outstanding as of Jun 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Stock Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved Nil profit distribution.

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASMF amounting to Rs. 105.14 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASMF by 1.03%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 20,301,987 up till June 30, 2022 (Rs. 1.33 per unit).

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.

• 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 - ALF

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 very low exposure to risks.

• 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.

- **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

FUTURE OUTLOOK

In FY23, growth is expected to moderate in the range of 3% to 4% (as per SBP), on the back of monetary tightening and fiscal consolidation that will assist in reducing demand-side pressures on inflation. However, downside risks to growth may stem from further escalation in global commodity prices emanating from supply side disruptions. The SBP expects inflation to likely remain elevated during FY23 in range of 18% to 20% before falling sharply in range of 5% to 7% by the end of FY24, driven by tight policies, normalization of global commodity prices, and beneficial base effects. Imports are expected to reduce on the back of moderation in demand whereby market-based flexible exchange rate system and strong inflows from Worker's Remittances will likely contain the Current Account Deficit around 3.0% of GDP in FY23. The recent staff level agreement with IMF is expected to catalyze important funding from external sources that will suffice Pakistan's external financing needs, build reserves, and curtail pressures on PKR. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, measures to conserve energy, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

بے محنت پھیم کوئی جو ہر نہیں کھلتا

Determination and Hard Work are the key to Success.

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: 8 September 2022

Iftikhar H. Shirazi
Chairman

DIRECTORS' REPORT

The Board of Directors of Atlas Asset Management Limited (AAML), the Management Company of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) take pleasure in presenting the Annual Reports along with the audited financial statements and Auditors' Reports thereon of AMF, ALF, ASF, AIF and ASMF for the year ended 30 June 2022.

EARNINGS PER UNIT, NET ASSETS AND SALES/REDEMPTIONS SUMMARY

Earnings per unit, net assets, and summary of sales / redemption of units of AMF, ALF, ASF, AIF and ASMF for the year ended 30 June 2022 and 30 June, 2021 are as follows:

	AMF		ALF	ASF		AIF		ASMF	
	2022	2021	2022	2022	2021	2022	2021	2022	2021
Earnings/(loss) per unit - Rupees	54.15	25.07	22.62	11.74	5.81	70.40	29.83	(94.84)	207.05
Return (YTD) %	10.64%	6.86%	11.36%	7.30%	6.16%	8.43%	6.99%	-13.73%	41.87%
Net assets - Rupees million	18,300.89	24,228.83	3,441.11	1,214.24	2,225.31	2,665.84	4,988.43	9,076.52	9,862.47
Sales - Rupees million	37,255.33	38,921.33	5,189.31	771.33	813.90	3,327.68	5,055.41	2,824.07	6,020.27
Sales - in units	73,120,932	76,773,148	10,378,616	7,438,717	7,901,729	6,149,124	9,410,509	4,245,038	9,010,475
Redemptions - Rupees million	43,252.60	24,722.67	1,748.20	1,840.38	672.86	5,798.82	3,758.12	2,159.80	5,332.24
Redemptions - in units	84,955,273	48,732,687	3,496,405	17,454,104	6,530,676	10,602,560	7,015,950	3,287,728	7,917,985
Units outstanding at year end	36,060,359	47,894,700	6,882,212	11,991,300	22,006,687	5,092,694	9,546,130	15,290,637	14,333,327

REVOCATION OF ATLAS GOLD FUND

AGF has been revoked on November 3, 2017 and is no longer offered to investors. An amount of Rs.210.29 million has been paid to investors against final settlement.

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AGF amounting to Rs.668,356 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. Since Atlas Gold Fund is a revoked Fund, therefore the said provision of Rs.668,356/- has been paid along with post revocation profit of Rs.719,612/- up till September 30, 2021 to the unit holder.

However, there is a claim for refund of tax amounting to Rs.0.33 million and also there is provision in the books for Federal Excise Duty amounting to Rs.1.32 million that has been made as an abundant precaution. Once these issues are resolved a further payment will be made to unit holders.

INCOME DISTRIBUTION - AMF

The Investment Committee of the Management Company of AMF, under the authority delegated to them by the Board of Directors, approved an aggregate interim distribution of Rs. 49.80 per unit (2021: Rs.32.99 per unit) for the FY 2021-22. The total payout for the year works out to 9.96% (2021: 6.60%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - ALF

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Liquid Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 32.90 per unit for the period ended June 30, 2022 (6.58% on the face value of Rs. 500 per unit).

INCOME DISTRIBUTION - ASF

The Investment Committee of the Management Company of ASF, under the authority delegated to them by the Board of Directors,

approved an interim distribution of Rs. 7.24 per unit (2021: Rs. 6.04 per unit) for the FY 2021-22. The total payout for the year works out to 7.24% (2021: 6.04%) on the face value of Rs.100 per unit.

INCOME DISTRIBUTION - AIF

The Investment Committee of the Management Company of AIF, under the authority delegated to them by the Board of Directors, approved an interim distribution of Rs. 43.10 per unit (2021: Rs. 33.25 per unit) for the FY 2021-22. The total payout for the year works out to 8.62% (2021: 6.65%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - ASMF

The Investment Committee of the Management Company of ASMF, under the authority delegated to them by the Board of Directors, approved an interim distribution of Rs. Nil per unit (2021: 46.00) for the FY 2021-22. The total payout for the year works out to 0% (2021: 9.20%) on the face value of Rs.500 per unit. Nil distribution was due to losses on account of the decrease in KSE 100-Index that stood at 47,356.02 points at June 30, 2021 and at 41,540.83 points as on June 30, 2022 reflecting a decrease of 12.28% during the year under review.

CHAIRMAN'S REVIEW

The review included in the Annual Report of AMF, ALF, ASF, AIF and ASMF deals inter alia with the performance of these Funds for the year and future prospects. The directors endorse the contents of the review.

CORPORATE GOVERNANCE

The Company strongly believes in following the highest standards of Corporate Governance, ethics, and good business practices, which are an integral part of the Atlas Group Culture. The Code of Conduct of the Company, approved in July 2012, defines the obligations and responsibilities of all - the Board members, the employees, and the Company towards the various stakeholders, each other, and the society as a whole. The Code of Conduct is available on the Company's website.

STATEMENT BY THE BOARD OF DIRECTORS

The Board of Directors states for AMF, ALF, ASF, AIF and ASMF that:

- The financial statements, prepared by the Management Company of these funds present fairly their state of affairs, the results of operations, comprehensive income for the year, cash flows, and movement in Unit Holders' Funds.
- Proper books of account of these Funds have been maintained.
- Appropriate accounting policies have been consistently applied in the preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment.
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in the preparation of the financial statements and any departure there from has been adequately disclosed.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There is no doubt about the Funds' ability to continue as a going concern.
- Statutory payments, taxes, levies properly disclosed in the Financial Statements.
- Summaries of key financial data/ performance tables of AMF, ALF, ASF, AIF and ASMF are annexed on pages 23,61, 94, 129 and 176 respectively, of the Annual Report.
- The statement as to the value of investments of provident fund is not applicable in the case of these funds as these relate to retirement benefits to the employees of the Management Company, and are not chargeable to these Funds.
- The pattern of unit holdings is appended as notes 23, 24, 24, 26, 23 respectively, to the financial statements of AMF, ALF, ASF, AIF and ASMF.

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY AND COMMITTEES THEREOF

During the period, the Board of Directors of AAML included: Mr. Ifthikhar H. Shirazi, Chairman, Mr. Frahim Ali Khan, Director, Mr. M. Habib-ur-Rahman, Director, Mr. Tariq Amin, Independent Director, Mr. Ali H. Shirazi, Director, Ms. Zehra Naqvi, Independent Director and Mr. Muhammad Abdul Samad, Chief Executive Officer.

i. The current total number of Directors is 7 as follows:

- Male: 6
- Female: 1

ii. The current composition of the Board is as follows:

- Independent Directors: 2*
- Non-Executive Directors: 4
- Executive Directors: 1
- Female Director: 1 (*Independent Director)

Six Board Meetings were held and attended during FY 2021-22. The particulars of the dates of meetings, and the directors attending, as required under the NBFC Regulations, 2008, are appended as note 27, 28, 28, 30 and 27 respectively to the financial statements of AMF, ALF, ASF AIF and ASMF.

Committees of the Board comprise the Audit Committee, the Human Resource & Remuneration Committee, and the Investment Committee (which includes executive management personnel as required under the NBFC Regulations, 2008). These meetings were attended by the Directors as per the following details:

- **Audit Committee (AC)** - four AC meetings were held during the year, and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Mr. Tariq Amin	Independent Director	4
2	Mr. Frahim Ali Khan	Non-Executive Director	4
3	Mr. M. Habib -ur-Rahman	Non-Executive Director	4

- **Human Resource & Remuneration Committee (HR& RC)** - two meeting was held during the year and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Ms. Zehra Naqvi	Independent Director	2
1	Mr. Frahim Ali Khan	Non-Executive Director	2
2	Mr. Ali H. Shirazi	Non-Executive Director	2
3	Mr. M. Abdul Samad	Chief Executive Officer	2

- **Investment Committee** - fifty one meetings were held during the year and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Mr. Ali H. Shirazi	Non-Executive Director	16
2	Mr. M. Abdul Samad	Chief Executive Officer	43
3	Mr. Khalid Mahmood (executive management)	Chief Investment Officer Member IC	48
4	Mr. M. Umar Khan (executive management)	Head of Portfolio Management Member IC	45
5	Mr. Fawad Javaid (executive management)	Head of Fixed Income Member IC	51
6	Mr. Faran-ul-Haq (executive management)	Head of Equities Secretary IC	51

RATINGS UPDATE

ASSET MANAGER RATING

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24th December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

FUND STABILITY RATING - AMF

PACRA maintained the stability rating of "AA + (f)" (Double A Plus; fund rating) to the Fund on 18 April 2022. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

FUND STABILITY RATING - ALF

PACRA has assigned a stability rating of "AA (f)" (Double A fund rating) to the Fund on 29 June 2022. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

FUND STABILITY RATING - ASF

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund on 15 April 2022. 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 maintained the stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund on 15 April 2022. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

AUDITORS

The Audit Committee of the Board of Directors, in their meeting held on September 06, 2022, recommended the re-appointment and appointment of M/s. A. F. Ferguson & Co., Chartered Accountants, Karachi, being eligible, as auditors of Atlas Sovereign Fund, Atlas Income Fund and Atlas Stock Market Fund, for the financial year ending 30 June 2023 respectively, and the re-appointment of M/s. EY Ford Rhodes, Chartered Accountants, Karachi, being eligible, as auditors of the Atlas Money Market Fund and Atlas Liquid Fund, for the financial year ending 30 June 2023.

ACKNOWLEDGEMENT

The Board of Directors of the Management Company thanks the Securities and Exchange Commission of Pakistan for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company and the Trustee, for their dedication and hard work, and the Unit Holders, for their confidence in the Management Company.

For and on behalf of the Board

Muhammad Abdul Samad
Chief Executive Officer

Frahim Ali Khan
Director

Karachi: 8 September 2022

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

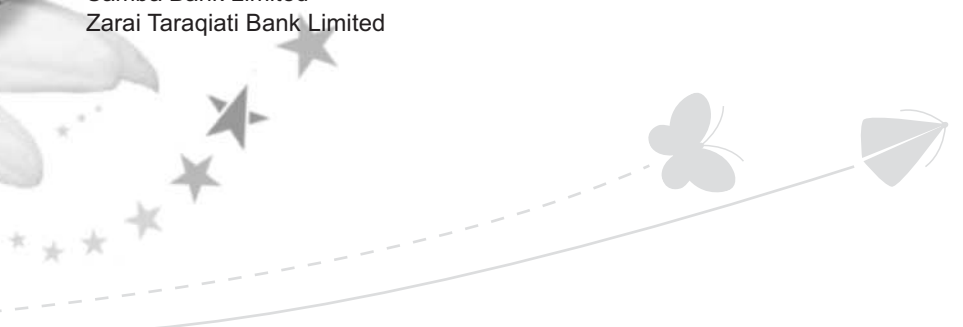
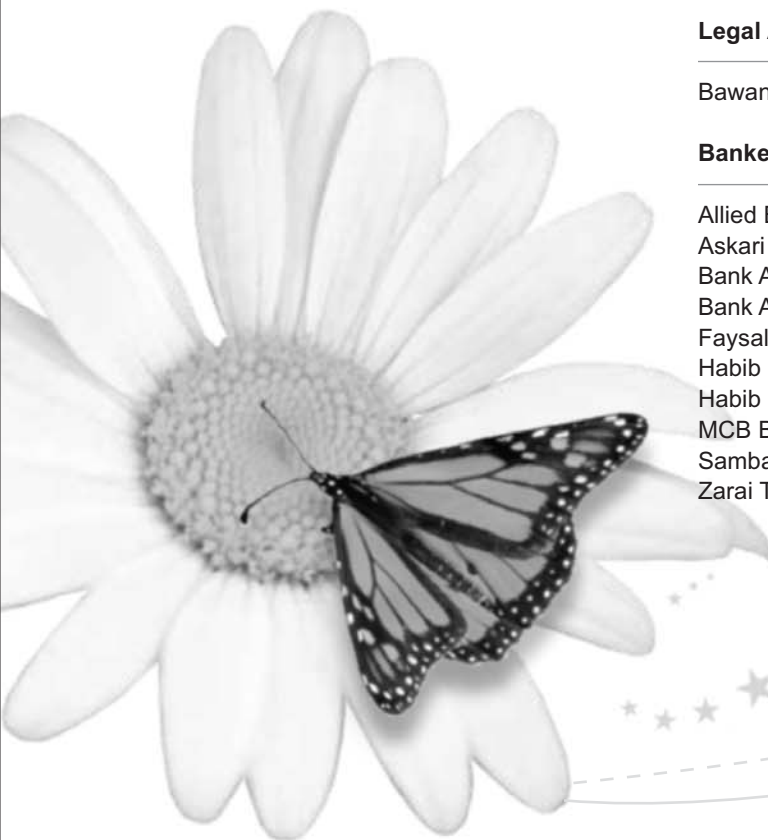
EY Ford Rhodes
Chartered Accountants

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



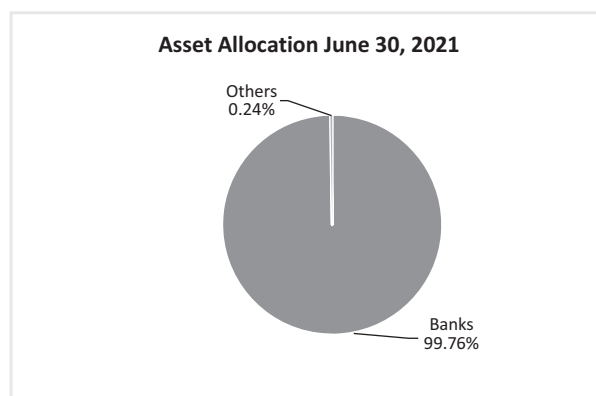
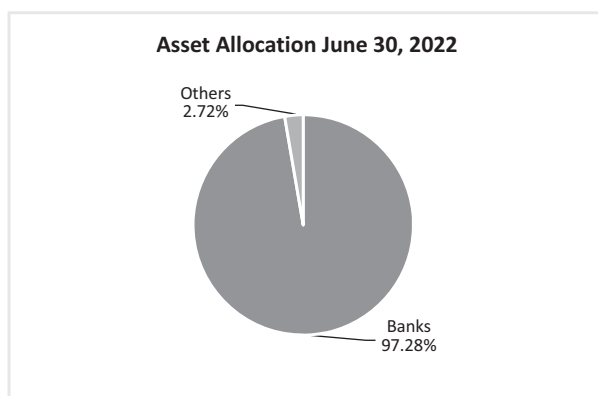
Fund Manager's Report

Atlas Money Market Fund (AMF) is an Open-ended Money Market Fund. The investment objective of AMF is to provide its unit-holders attractive returns from a portfolio of very low risk, short duration assets while maintaining high liquidity. The Fund will invest the entire assets in authorized short-term money market investment avenues with a maximum time to maturity of six months and weighted average time to maturity of ninety days. This is intended to reduce risk while maintaining liquidity. The Fund's investment strategy is based on fundamental credit analysis of counter parties. Specifically, the investment strategy will seek to invest in those money market instruments that offer attractive market returns and are issued by sponsors with good credit rating, strong financials and ability to repay.

The Benchmark for "Atlas Money Market Fund" is 30% of "3-Month deposit rates of three scheduled banks (AA and above rated) as selected by MUFAP" for the period of return; and 70% that would be an average of "3 Month PKRV rate".

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The Net Asset Value per unit of Atlas Money Market Fund increased by 10.64% to Rs. 507.51 as on June 30, 2022. The benchmark 30% of average 3-Month deposit rates of three scheduled banks (AA and above rated as selected by MUFAP) and 70% average 3 Month PKRV rate for the period stood at 9.30%. The AMF total exposure in Bank Balances and Others stood at 97.28% and 2.72%, 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. 18.30 billion, with 36.06 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Money Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 49.80 per unit for the period ended June 30, 2022 (9.96% on the face value of Rs. 500 per unit).

Breakdown of Unit Holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individuals	1173	2,489,111,437	13.60%
Associated Companies / Directors	15	8,836,486,738	48.28%
Insurance Companies	1	3,163,114	0.02%
Banks / DFIs	1	1,165,891,447	6.37%
Retirement Funds	33	982,328,027	5.37%
Others	45	4,823,907,772	26.36%
Total	1268	18,300,888,535	100.00%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AMF amounting to Rs. 91.87 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AMF by 0.39%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 20,428,502 up till June 30, 2022 (Rs. 0.57 per unit).

The Total Expense Ratio (TER) of the Fund is 0.25% including Government levy and SECP Fee of 0.05%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

PERFORMANCE SINCE INCEPTION

	2022	2021	2020	2019	2018	2017
Net assets (Rs. in '000)	18,300,889	24,228,825	10,031,480	10,239,504	13,160,883	4,629,482
Number of units in issue	36,060,359	47,894,699	19,854,239	20,351,995	24,859,132	9,224,702
Net asset value per unit (Rs.)	507.51	505.88	505.26	503.12	529.42	501.86
Net income (Rs. in '000)	1,952,799	1,200,552	1,393,183	1,225,892	549,628	77,403
Earnings per unit (Rs.)	54.15	25.07	70.17	60.23	22.11	8.39
Annual return of the Fund (%)	10.64	6.86	12.81	8.87	5.49	6.14
Offer price ** (Rs.)	507.51	505.88	505.26	503.12	529.42	501.86
Redemption price ** (Rs.)	507.51	505.88	505.26	503.12	529.42	501.86
Highest offer price (Rs.)	513.74	508.90	509.79	523.51	529.33	530.81
Lowest offer price (Rs.)	506.04	505.36	503.31	502.60	502.63	501.18
Highest repurchase price per unit (Rs.)	513.74	508.90	509.79	523.51	529.33	530.81
Lowest repurchase price per unit (Rs.)	506.04	505.36	503.31	502.60	502.63	501.18
Weighted average portfolio (No. of days)	0.97	38.69	26.80	1.00	1.01	0.97

	2016	2015	2014	2013	2012	2011	2010*
Net assets (Rs. in '000)	3,269,852	3,699,654	6,049,597	3,821,637	4,532,025	3,316,616	1,410,417
Number of units in issue	6,525,388	7,345,095	12,038,054	7,607,048	9,015,663	6,415,479	2,746,118
Net asset value per unit (Rs.)	501.10	503.69	502.54	502.38	502.68	516.97	513.60
Net income (Rs. in '000)	56,325	97,766	496,778	348,581	467,312	283,224	62,542
Earnings per unit (Rs.)	8.63	13.31	41.27	45.82	51.83	44.15	22.77
Annual return of the Fund (%)	6.02	8.59	8.29	9.02	11.33	11.64	10.16
Offer price ** (Rs.)	501.10	503.69	502.54	502.19	502.54	516.97	513.60
Redemption price ** (Rs.)	501.10	503.69	502.54	502.19	502.54	516.97	513.60
Highest offer price (Rs.)	533.67	544.97	506.35	508.59	508.12	517.25	513.60
Lowest offer price (Rs.)	500.76	503.60	501.14	502.07	502.27	501.41	502.07
Highest repurchase price per unit (Rs.)	533.67	544.97	506.35	508.59	508.12	517.25	513.60
Lowest repurchase price per unit (Rs.)	500.76	503.60	501.14	502.07	502.27	501.41	502.07
Weighted average portfolio (No. of days)	9.30	6.95	47.49	44.61	55.12	78.82	50.81

* Date of Launch: 20 January 2010

**Relates to announced prices

Note: Past Performance of the Fund is not indicative of future performance, and the price and investment return may go down, as well as up.

DISTRIBUTION HISTORY

Distribution detail	2022	2021	2020	2019	2018	2017	2016	2015
First Interim distribution cash dividend (Rs.)	2.85	2.10	4.25	20.00	-	30.00	33.00	42.00
First Interim distribution as a % of Ex-NAV of units	0.56	0.42	0.84	3.98	-	5.99	6.55	8.36
Date of distribution	30-Jul-21	24-Jul-20	26-Jul-19	18-Jan-19	-	20-Jun-17	24-Jun-16	29-Jun-15
Second Interim distribution cash dividend (Rs.)	4.85	2.50	4.85	4.50	-	-	-	-
Second Interim distribution as a % of Ex-NAV of units	0.96	0.49	0.96	0.90	-	-	-	-
Date of distribution	27-Aug-21	28-Aug-20	23-Aug-19	15-Feb-19	-	-	-	-
Third Interim distribution cash dividend (Rs.)	2.75	2.60	4.90	3.75	-	-	-	-
Third Interim distribution as a % of Ex-NAV of units	0.54	0.51	0.97	0.75	-	-	-	-
Date of distribution	24-Sep-21	25-Sep-20	20-Sep-19	15-Mar-19	-	-	-	-
Fourth Interim distribution cash dividend (Rs.)	2.95	2.60	6.30	3.90	-	-	-	-
Fourth Interim distribution as a % of Ex-NAV of units	0.58	0.51	1.25	0.78	-	-	-	-
Date of distribution	22-Oct-21	23-Oct-20	25-Oct-19	15-Apr-19	-	-	-	-
Fifth Interim distribution cash dividend (Rs.)	2.95	3.10	4.80	4.25	-	-	-	-
Fifth Interim distribution as a % of Ex-NAV of units	0.58	0.61	0.95	0.85	-	-	-	-
Date of distribution	19-Nov-21	27-Nov-20	22-Nov-19	15-May-19	-	-	-	-
Sixth Interim distribution cash dividend (Rs.)	4.50	2.50	6.20	6.15	-	-	-	-
Sixth Interim distribution as a % of Ex-NAV of units	0.89	0.49	1.23	1.22	-	-	-	-
Date of distribution	24-Dec-21	24-Dec-20	27-Dec-19	27-Jun-19	-	-	-	-
Seventh Interim distribution cash dividend (Rs.)	4.00	3.40	5.00	-	-	-	-	-
Seventh Interim distribution as a % of Ex-NAV of units	0.79	0.67	0.99	-	-	-	-	-
Date of distribution	21-Jan-22	29-Jan-21	24-Jan-20	-	-	-	-	-
Eighth Interim distribution cash dividend (Rs.)	3.20	2.50	4.75	-	-	-	-	-
Eighth Interim distribution as a % of Ex-NAV of units	0.63	0.49	0.94	-	-	-	-	-
Date of distribution	18-Feb-22	26-Feb-21	21-Feb-20	-	-	-	-	-
Ninth Interim distribution cash dividend (Rs.)	4.75	2.65	6.40	-	-	-	-	-
Ninth Interim distribution as a % of Ex-NAV of units	0.94	0.52	1.27	-	-	-	-	-
Date of distribution	25-Mar-22	26-Mar-21	27-Mar-20	-	-	-	-	-
Tenth Interim distribution cash dividend (Rs.)	4.35	2.70	5.00	-	-	-	-	-
Tenth Interim distribution as a % of Ex-NAV of units	0.86	0.53	0.99	-	-	-	-	-
Date of distribution	22-Apr-22	23-Apr-21	24-Apr-20	-	-	-	-	-
Eleventh Interim distribution cash dividend (Rs.)	4.85	2.70	2.60	-	-	-	-	-
Eleventh Interim distribution as a % of Ex-NAV of units	0.96	0.53	0.52	-	-	-	-	-
Date of distribution	20-May-22	21-May-21	29-May-20	-	-	-	-	-
Twelveth Interim distribution cash dividend (Rs.)	7.80	3.64	3.95	-	-	-	-	-
Twelveth Interim distribution as a % of Ex-NAV of units	1.54	0.72	0.79	-	-	-	-	-
Date of distribution	24-Jun-22	25-Jun-21	26-Jun-20	-	-	-	-	-
Final distribution cash dividend (Rs.)	-	-	-	-	27	-	-	-
Final distribution as a % of Ex-NAV of units	-	-	-	-	5.38	-	-	-
Date of distribution	-	-	-	-	6-Jul-18	-	-	-

Monthly Distribution - 2014	Date of distribution	Distribution per unit (Rs.)	Distribution as a % of Opening Ex-NAV of units
1st Interim distribution	31 July 2013	3.00	0.60%
2nd Interim distribution	30 August 2013	3.00	0.60%
3rd Interim distribution	27 September 2013	3.00	0.60%
4th Interim distribution	24 October 2013	3.25	0.65%
5th Interim distribution	29 November 2013	3.25	0.65%
6th Interim distribution	27 December 2013	3.25	0.65%
7th Interim distribution	31 January 2014	3.50	0.70%
8th Interim distribution	28 February 2014	3.25	0.65%
9th Interim distribution	28 March 2014	3.50	0.70%
10th Interim distribution	29 April 2014	3.50	0.70%
11th Interim distribution	30 May 2014	3.50	0.70%
12th Interim distribution	18 June 2014	4.00	0.80%

Monthly Distribution - 2013	Date of distribution	Distribution per unit (Rs.)	Distribution as a % of Opening Ex-NAV of units
1st Interim distribution	27 July 2012	4.00	0.80%
2nd Interim distribution	31 August 2012	4.00	0.80%
3rd Interim distribution	28 September 2012	3.75	0.75%
4th Interim distribution	31 October 2012	3.75	0.75%
5th Interim distribution	30 November 2012	3.25	0.65%
6th Interim distribution	26 December 2012	3.25	0.65%
7th Interim distribution	31 January 2013	3.25	0.65%
8th Interim distribution	28 February 2013	2.75	0.55%
9th Interim distribution	29 March 2013	3.00	0.60%
10th Interim distribution	30 April 2013	4.00	0.80%
11th Interim distribution	31 May 2013	4.00	0.80%
12th Interim distribution	27 June 2013	5.00	0.99%

Monthly Distribution - 2012	Date of distribution	Distribution per unit (Rs.)	Distribution as a % of Opening Ex-NAV of units
1st Interim distribution	29 July 2011	4.00	0.80%
2nd Interim distribution	26 August 2011	5.00	1.00%
3rd Interim distribution	28 September 2011	5.00	1.00%
4th Interim distribution	28 October 2011	5.00	1.00%
5th Interim distribution	25 November 2011	4.00	0.80%
6th Interim distribution	28 December 2011	4.00	0.80%
7th Interim distribution	27 January 2012	4.00	0.80%
8th Interim distribution	24 February 2012	4.00	0.80%
9th Interim distribution	29 March 2012	4.00	0.80%
10th Interim distribution	27 April 2012	4.50	0.90%
11th Interim distribution	25 May 2012	5.00	1.00%
12th Interim distribution	27 June 2012	5.00	1.00%

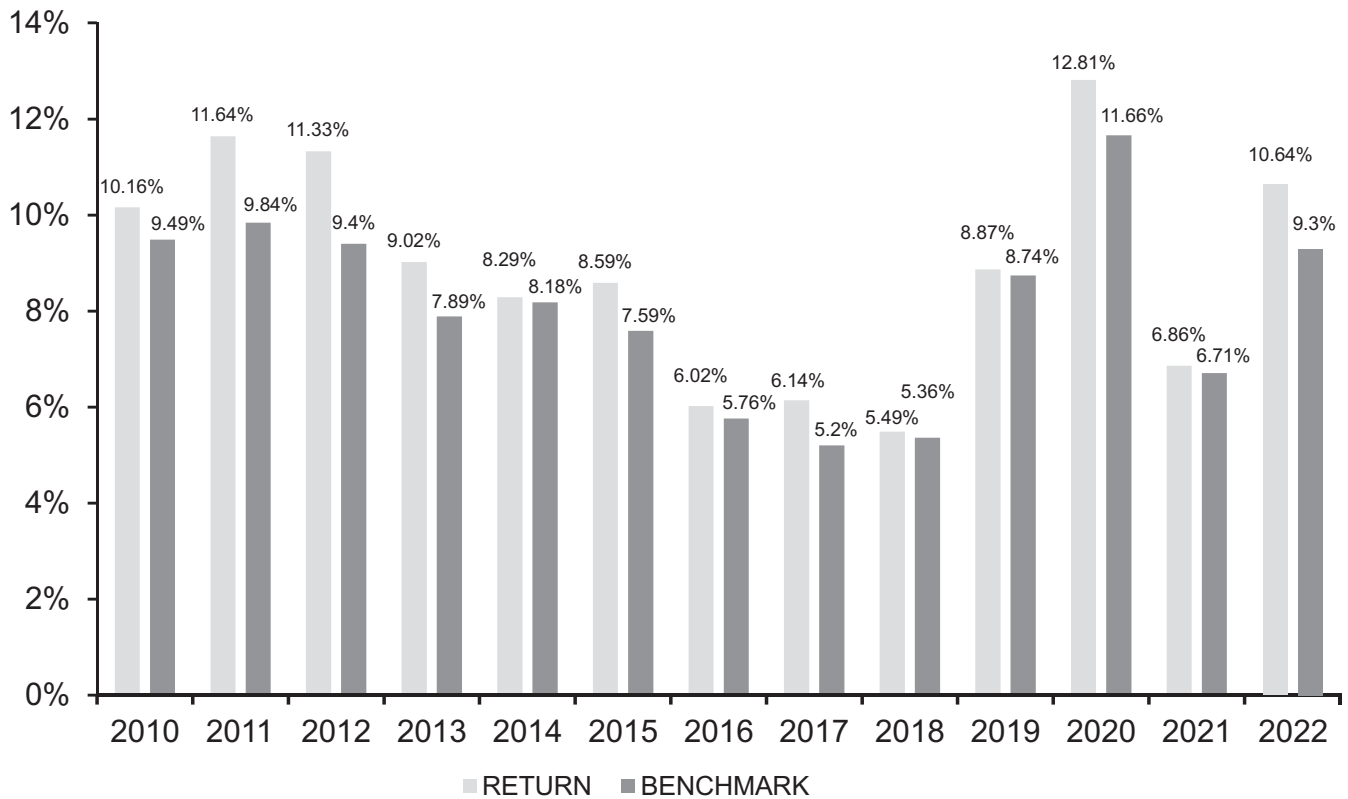
Quarterly Distribution	2011	2010*
First quarter Interim distribution (Bonus)	11.50	11.00
First quarter Interim distribution as a % of opening Ex-NAV of units	2.30%	2.20%
Date of distribution - Interim	12 October 2010	6 April 2010
Second quarter Interim distribution (Bonus)	13.75	-
Second quarter Interim distribution as a % of opening Ex-NAV of units	2.75%	-
Date of distribution - Interim	11 January 2011	-
Third quarter Interim distribution (Bonus)	14.00	-
Third quarter Interim distribution as a % of opening Ex-NAV of units	2.80%	-
Date of distribution - Interim	7 April 2011	-

Final Distribution		
Final Distribution (Bonus)	15.00	13.50
Final Distribution as a % of opening Ex-NAV of units	3.00%	2.70%
Date of distribution - Final	7 July 2011	8 July 2010

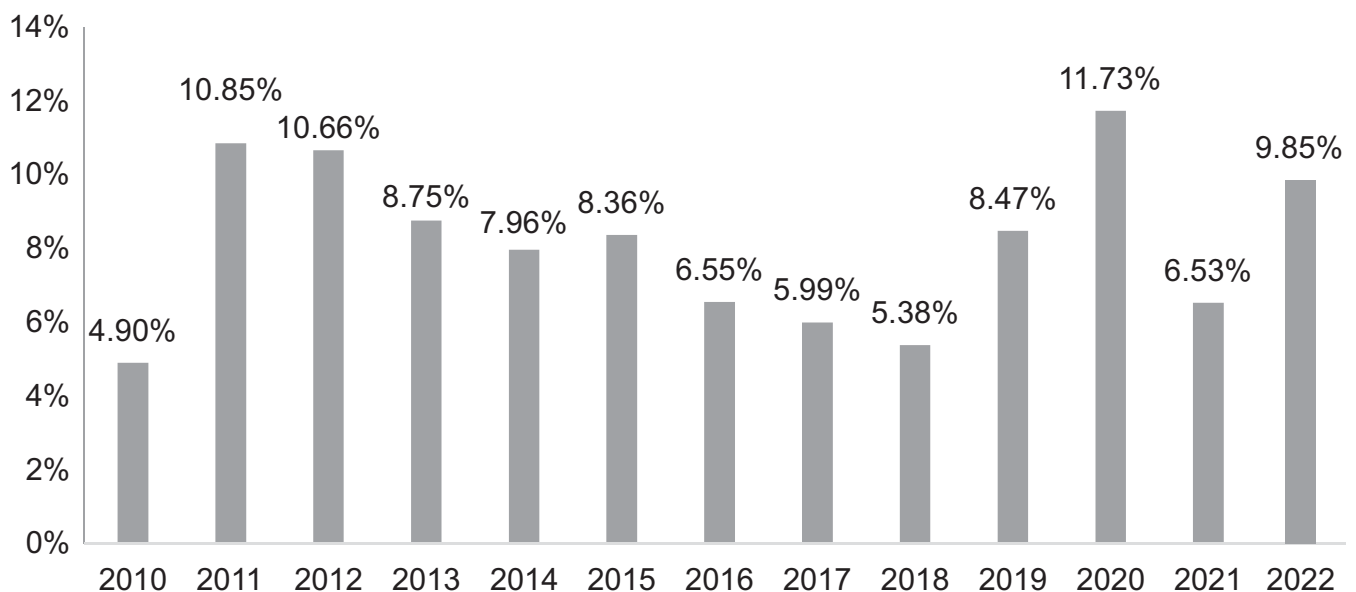
* Date of Launch: 20 January 2010.

Note: The distribution % has been calculated on the opening Ex-NAV of units at the start of each financial year.

Yearly Performance (Annualized)



Payout History (% on opening Ex - NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Money Market Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

INDEPENDENT AUDITORS' REPORT

To the Unit holders of Atlas Money Market Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas- Money Market Fund** (the Fund), which comprise the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investments in debt instruments	
The investment of the Fund and the bank balances represent significant portion of the total assets of the Fund during the year and / or as at the year end. The bank balances as at year end represents 100% of total assets of the Fund. In view of the above, we have considered this area as a key audit matter. For disclosure refer to note 4 and 5 to the financial statements.	We performed a combination of audit procedures focusing on the existence of the bank balances as at the year end and acquisition and disposal of investment including related income / gains that arose during the year. Our key procedure included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance maintained with the banks including review of banks' statements, bank reconciliations and obtaining confirmations for bank balances.

Key audit matter	How our audit addressed the key audit matter
	• We performed verification of acquisition and disposal of investments on sample basis. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investment and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. • We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the bank balances and investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

-
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 Rupees	2021
Assets			
Bank balances	4	18,330,696,373	24,359,094,276
Investments	5	-	-
Profit receivable on bank balances		36,346,038	54,608,057
Other receivables	6	10,199,092	3,685,722
Total assets		18,377,241,503	24,417,388,055
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	26,703,267	30,378,679
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	866,807	1,443,603
Payable to the Securities and Exchange Commission of Pakistan	9	3,934,148	3,602,024
Payable against redemption of units		127,557	31,822,945
Accrued expenses and other liabilities	10	44,721,189	121,315,452
Total liabilities		76,352,968	188,562,703
NET ASSETS		18,300,888,535	24,228,825,352
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		18,300,888,535	24,228,825,352
CONTINGENCIES AND COMMITMENTS	12		
		Number of units	
NUMBER OF UNITS IN ISSUE		36,060,359	47,894,700
		Rupees	
NET ASSET VALUE PER UNIT		507.5071	505.8769

The annexed notes from 1 to 31 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	Note	2022 ----- Rupees -----	2021 -----
Income			
Profit on bank balances	4.1	1,041,260,094	470,330,802
Interest on letter of placements		122,792,740	21,420,549
Income from government securities		717,309,652	817,600,676
Gain on sale of Government securities - Market Treasury Bills	5.1	28,749,793	8,412,358
Total income		1,910,112,279	1,317,764,385
Expenses			
Remuneration of the Management Company	7.1	26,702,763	51,941,616
Sindh Sales Tax on remuneration of the Management Company	7.2	3,471,359	6,752,410
Remuneration of the Trustee	8.1	11,423,085	11,706,580
Sindh Sales Tax on remuneration of the Trustee	8.2	1,485,001	1,521,855
Annual fees to the Securities and Exchange Commission of Pakistan	9.1	3,934,173	3,602,024
Accounting and operational charges	13	-	15,459,790
Auditors' remuneration	14	729,540	619,920
Annual rating fee		573,039	521,150
Annual listing fee		27,500	30,138
Transaction charges	11	366,291	185,906
Printing charges		59,874	125,914
Legal and professional charges		306,279	136,560
Bank charges		109,260	107,254
(Reversal) / provision for Sindh Workers' Welfare Fund	10.1	(91,874,642)	24,501,065
Total expenses		(42,686,478)	117,212,182
Net income for the year before taxation		1,952,798,757	1,200,552,203
Taxation	16	-	-
Net income for the year after taxation		1,952,798,757	1,200,552,203
Allocation of net income for the year:			
- Net income for the period after taxation		1,952,798,757	1,200,552,203
- Income already paid on units redeemed		(274,823,089)	(92,386,001)
		1,677,975,668	1,108,166,202
Accounting income available for distribution:			
- Relating to capital gains		24,704,697	8,412,358
- Excluding capital gains		1,653,270,971	1,099,753,844
		1,677,975,668	1,108,166,202

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Net income for the year after taxation	1,952,798,757	1,200,552,203
Other comprehensive income	-	-
Total comprehensive income for the year	1,952,798,757	1,200,552,203

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

	30 June 2022			30 June 2021		
	Capital Value	Undistributed income	Net Assets	Capital Value	Undistributed income	Net Assets
	Rupees			Rupees		
Capital value	24,121,020,637	107,804,715	24,228,825,352	9,951,851,809	79,628,406	10,031,480,215
Net assets at the beginning of the year (Units outstanding: 47,894,700) (Rs. 505.8769 per unit)	24,121,020,637	107,804,715	24,228,825,352	9,951,851,809	79,628,406	10,031,480,215
Issue of 73,120,932 units (2021: 76,773,148)						
- Capital value (at net asset value per unit at the beginning of the year)	36,990,189,427	-	36,990,189,427	38,790,078,478	-	38,790,078,478
- Element of income	265,139,654	-	265,139,654	131,248,057	-	131,248,057
Total proceeds on issuance of units	37,255,329,081	-	37,255,329,081	38,921,326,535	-	38,921,326,535
Redemption of 84,955,273 (2021: 48,732,687) units						
- Capital value (at net asset value per unit at the beginning of the year)	(42,976,910,096)	-	(42,976,910,096)	(24,622,472,947)	-	(24,622,472,947)
- Element of income	(862,118)	(274,823,089)	(275,685,207)	(7,807,125)	(92,386,001)	(100,193,126)
Total payments on redemption of units	(42,977,772,214)	(274,823,089)	(43,252,595,303)	(24,630,280,072)	(92,386,001)	(24,722,666,073)
Total comprehensive income for the year	-	1,952,798,757	1,952,798,757	-	1,200,552,203	1,200,552,203
Refund of capital	(226,658,921)	-	(226,658,921)	(121,877,635)	-	(121,877,635)
First interim distribution of Rs. 2.85 per unit declared on 30 July 2021 (2021: Rs. 2.10 per unit declared on 24 July 2020)	-	(117,249,323)	(117,249,323)	-	(49,826,182)	(49,826,182)
Second interim distribution of Rs. 4.85 per unit declared on 27 August 2021 (2021: Rs. 2.50 per unit declared on 28 August 2020)	-	(218,841,445)	(218,841,445)	-	(73,589,308)	(73,589,308)
Third interim distribution of Rs. 2.75 per unit declared on 24 September 2021 (2021: Rs. 2.60 per unit declared on 25 September 2020)	-	(127,890,778)	(127,890,778)	-	(85,292,026)	(85,292,026)
Fourth interim distribution of Rs. 2.95 per unit declared on 22 October 2021 (2021: Rs. 2.60 per unit declared on 23 October 2020)	-	(128,784,806)	(128,784,806)	-	(82,163,479)	(82,163,479)
Fifth interim distribution of Rs. 2.95 per unit declared on 19 November 2021 (2021: Rs. 3.10 per unit declared on 27 November 2020)	-	(98,110,626)	(98,110,626)	-	(98,682,874)	(98,682,874)
Sixth interim distribution of Rs. 4.50 per unit declared on 24 December 2021 (2021: Rs. 2.50 per unit declared on 24 December 2020)	-	(138,944,296)	(138,944,296)	-	(79,162,120)	(79,162,120)
Seventh interim distribution of Rs. 4.00 per unit declared on 21 January 2022 (2021: Rs. 3.40 per unit declared on 29 January 2021)	-	(174,476,395)	(174,476,395)	-	(98,252,235)	(98,252,235)
Eighth interim distribution of Rs. 3.20 per unit declared on 18 February 2022 (2021: Rs. 2.50 per unit declared on 26 February 2021)	-	(80,791,837)	(80,791,837)	-	(85,897,723)	(85,897,723)
Ninth interim distribution of Rs. 4.75 per unit declared on 25 March 2022 (2021: Rs. 2.65 per unit declared on 26 March 2021)	-	(121,208,659)	(121,208,659)	-	(93,521,054)	(93,521,054)
Tenth interim distribution of Rs. 4.35 per unit declared on 21 April 2022 (2021: Rs. 2.70 per unit declared on 23 April 2021)	-	(97,974,034)	(97,974,034)	-	(79,540,223)	(79,540,223)
Eleventh interim distribution of Rs. 4.85 declared on 20 May, 2022 (2021: Rs. 2.70 declared on 21 May, 2021)	-	(127,506,115)	(127,506,114)	-	(93,830,643)	(93,830,643)
Twelfth interim distribution of Rs. 7.80 per unit declared on 24 June 2022 (2021: Rs. 3.64 per unit declared on 25 June 2021)	-	(225,032,114)	(225,032,115)	-	(160,232,026)	(160,232,026)
Net assets at end of the year (Units outstanding: 36,060,359) (Rs. 507.5071 per unit)	18,171,918,583	128,969,955	18,300,888,535	24,121,020,637	107,804,715	24,228,825,352
Undistributed income brought forward						
- Realised income		107,804,715			79,628,406	
Accounting income available for distribution:						
- Relating to capital gains		24,704,697			8,412,358	
- Excluding capital gains		1,653,270,971			1,099,753,844	
Cash Dividend		(1,656,810,428)			(1,079,989,893)	
Undistributed income carried forward						
- Realised income		128,969,955			107,804,715	
- Unrealised income		-			-	
		128,969,955			107,804,715	

The annexed notes from 1 to 31 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year after taxation	1,952,798,757	1,200,552,203
Adjustments for:		
Profit on bank balances	(1,041,260,094)	(470,330,802)
Income from government securities	(717,309,652)	(817,600,676)
Interest on letter of placements	(122,792,740)	(21,420,549)
Capital gain on sale of investments - net	(28,749,793)	(8,412,358)
(Reversal) / provision for Sindh Workers' Welfare Fund	(91,874,642)	24,501,065
	(2,001,986,921)	(1,293,263,320)
(Increase) in assets		
Other receivables	(6,513,370)	(1,803)
Increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(3,675,412)	1,933,692
Payable to the Central Depository Company of Pakistan Limited - Trustee	(576,796)	807,644
Payable to the Securities and Exchange Commission of Pakistan	332,124	1,306,347
Unclaimed dividend	-	(25,152)
Accrued expenses and other liabilities	15,280,379	14,640,448
	11,360,295	18,662,979
Interest received	1,182,314,850	438,516,334
Investments made during the year	(257,792,455,000)	(149,742,375,000)
Investments sold / matured during the year	258,538,514,445	153,185,955,442
	1,928,374,295	3,882,096,776
Net cash generated from operating activities	1,884,033,056	3,808,046,835
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	37,255,329,081	38,921,326,535
Payments against redemption of units	(43,284,290,691)	(24,690,859,559)
Refund of capital	(226,658,921)	(121,877,635)
Cash Dividend	(1,656,810,428)	(1,079,989,893)
Net cash (used in) / generated from financing activities	(7,912,430,959)	13,028,599,448
Net (decrease) / increase in cash and cash equivalents	(6,028,397,903)	16,836,646,283
Cash and cash equivalents at the beginning of the year	24,359,094,276	7,522,447,993
4	18,330,696,373	24,359,094,276

The annexed notes from 1 to 31 form an integral part of these 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 and Offering Document has been revised various times during 2015 to 2022 with its last amendment in 26 July 2021 and 6 June 2022, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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 titles to the assets of the Fund are held in the name of the Central Depository Company Limited (CDC) as the Trustees of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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
- The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets, and provision under uncertain circumstances such as taxes recoverable and Federal Excise Duty payable on remuneration of management company as disclosed in notes 6.1 and 7.3 respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except certain investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out as below. These policies have been applied consistently to all years and are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as 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'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; 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 etc.

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 assets to identify whether they meet the SPPI criteria.

'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 minimize 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.

c) Subsequent Measurement

Debt instruments at fair value through profit or loss

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) Determination of fair value

The fair value of financial assets are determined as follows:

i) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

ii) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

iii) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distributions to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Mark up income on bank balances, placements and deposits is recognised on an accrual basis.
- Gains or losses on sale of investments are included in the Income Statement in the year in which it arises.
- Unrealised appreciation / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.10 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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.11 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.

3.12 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.

		2022	2021
	Note	Rupees	
4 BANK BALANCES			
In local currency			
Profit and loss sharing account	4.1	17,877,118,873	24,356,653,257
Cheques in hand	4.2	453,577,500	2,441,019
		18,330,696,373	24,359,094,276

4.1 The rate of return on these accounts during the year ranges between 5.5% to 16.45% (30 June 2021: 5.5% to 7.95%) per annum. The profit rates effective at the year end on these accounts ranges between 12.25% to 16.45% (30 June 2021: 7.75% and 7.95%) per annum.

4.2 This denotes cheques received against issue of units which were deposited and cleared in the bank account subsequent to the year end by 07 July 2022 (30 June 2021: 10 July 2021).

		2022	2021
	Note	Rupees	
5 INVESTMENTS			
At fair value through profit or loss			
Investments in government securities			
- Market Treasury Bills	5.1	-	-

5.1 Government Securities - Market Treasury Bills

Particulars	Face value				Amortised cost as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of	
	As at 01 July 2021	Purchased during the year	Sold / matured during the year	As at 30 June 2022			total investment	net assets
							(Rupees)	(Percentage)
3 Months	-	127,698,645,000	127,698,645,000	-	-	-	-	-
6 Months	-	128,093,810,000	128,093,810,000	-	-	-	-	-
12 Months	-	2,000,000,000	2,000,000,000	-	-	-	-	-
30 June 2022	-	257,792,455,000	257,792,455,000	-	-	-	-	-
30 June 2021					-	-	-	-

5.1.1 During the year, the gain on sale of these securities amounted to Rs. 28,749,793. (2021: 8,412,358)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	Rupees	Rupees
6 OTHER RECEIVABLES			
Tax recoverable	6.1	10,199,092	3,685,722

- 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 and 150. However, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 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 before him by the withholders. The tax withheld as at June 30, 2022 amounts to Rs. 10.207 million (2021: Rs 3.686 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt has been shown as other receivables as at June 30, 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.28 per unit (30 June 2021: Rs. 0.08 per unit).

		2022	2021
	Note	Rupees	Rupees
7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (Related party)			
Remuneration of the Management Company	7.1	2,789,208	4,913,531
Sindh Sales Tax on remuneration of the Management Company	7.2	3,485,557	3,758,922
Federal Excise Duty on remuneration of the Management Company	7.3	20,428,502	20,428,502
Accounting and operational charges payable	13	-	1,277,724
		26,703,267	30,378,679

- 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 set the maximum limit of 2.5% per annum of average annual net assets, within allowed expense in the offering document. The Management Company has charged its remuneration at the rate of 0.1% per annum of the average net assets from 01 July 2021 to 30 November 2021, 0.16% from 01 December 2021 to 30 April 2022 and 0.20% from 01 May 2022 to 30 June 2022 (2021: 0.35% per annum of the average annual net assets till 02 December 2020 and with effect from 03 December 2020 charged 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

7.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 3,471,359 (2021: Rs. 6,752,410). Furthermore, an amount of Rs. 3,744,724 (2021: Rs 6,507,608) was 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 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.

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 2021: Rs 20.429 million) is being retained in the 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 30 June 2022 would have been higher by Rs. 0.57 (30 June 2021: Rs. 0.43) per unit.

		2022	2021
8	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	Rupees
	Remuneration of the Trustee	8.1	767,067
	Sindh Sales Tax on remuneration of the Trustee	8.2	99,740
			866,807
			1,443,603

8.1 The trustee is entitled to monthly remuneration for services rendered to the fund at a rate of 0.065% from 01 July 2021 to 30 September 2021 and 0.055% from 01 October 2021 to 30 June 2022 per annum (2021: 0.065% per annum) of Net Assets.

8.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 1,485,001 (2021: Rs 1,521,855) charged during the year. Furthermore, an amount of Rs. 1,551,338 (2021: Rs 1,428,941) was paid to the Trustee which acts as a collecting agent.

		2022	2021
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees
	Annual fee payable	9.1	3,934,148
			3,602,024

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 9.1 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. Previously, the rate of annual fee applicable to the money market scheme was 0.075% of net assets.

		2022	2021
10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Rupees	
Auditors' remuneration payable		453,087	491,697
Annual listing fee payable		-	59,929
Withholding tax payable		32,701,985	23,790,606
Capital gain tax payable		1,986,523	2,610,406
Provision for Sindh Workers' Welfare Fund	10.1	-	91,874,642
Zakat payable		1,065,797	12,533
Dividend payable		8,508,091	2,475,639
Transaction charges payable		5,706	-
		44,721,189	121,315,452

- 10.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

11 TRANSACTION CHARGES

This represents brokerage, federal excise duty and settlement charges.

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2022 (30 June 2021 Nil).

13 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to register 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Management Company did not charge accounting and operational expense during the year (2021: 0.12% of the average annual net assets of the Fund for the period from 01 July 2020 to 30 November 2020 and 0.065% of the average annual net assets of the Fund from 01 December 2020 onwards).

	2022	2021
	----- Rupees -----	
14 AUDITORS' REMUNERATION		
Annual audit fee	383,500	383,500
Half yearly review of condensed interim financial information	191,500	191,500
Other Certifications	60,500	60,500
Out of pocket expenses	40,000	40,000
Sindh Sales Tax on services	54,040	54,040
Prior year adjustment	-	(109,620)
	729,540	619,920

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2022 is 0.25% (2021: 0.65%) which includes 0.05% (2021: 0.20%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund (if any), sales taxes, federal excise duties, 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.

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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders. Due to loss, distribution is not required during the year ended 30 June 2022, accordingly, no provision for taxation has been made in these financial statements during the year.

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 RELATED PARTIES / CONNECTED PERSONS

18.1 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 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.

18.2 Transactions with connected persons essentially comprise sale and repurchase of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.

18.3 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited - Management Company		
Remuneration of the Management Company	26,702,763	51,941,616
Remuneration paid	28,827,086	50,058,522
Sindh Sales Tax on remuneration of the Management Company	3,471,359	6,752,410
Accounting and operational charges	-	15,459,790
Issue of 304,458 (2021: 520,914) units	155,022,813	263,873,618
Redemption of 540,332 (2021: 419,220) units	274,870,564	212,500,000
Dividend declared	1,133,141	7,540,598
Outstanding 42,082 (2021: 277,956) units - at net asset value	21,357,005	140,611,520
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	11,423,085	11,706,580
Sindh Sales Tax on remuneration of the Trustee	1,485,001	1,521,855
Remuneration paid	11,933,544	10,991,850
Atlas Foundation (Group Company)		
Issue of 7,437 (2021: 53,439) units	3,765,449	27,037,804
Dividend declared	4,826,658	7,744,770
Redemption of 144,508 (2021: 125,309) units	73,500,000	63,500,000
Outstanding 50,872 (2021: 187,943) units - at net asset value	25,818,048	95,076,605
Atlas Battery Limited		
Issue of 854 (2021: 1,009,197) units	432,324	510,688,710
Redemption of 854 (2021: 1,009,197) units	434,569	511,616,721
Dividend declared	4,836	11,648,152
Atlas Fund of Funds (Fund under common management)		
Issue of Nil (2021: 526,300) units	-	266,330,000
Redemption of Nil (2021: 526,300) units	-	267,414,658
Atlas Group of Companies, M.S.G.Fund		
Issue of 492,923 (2021: 210,718) units	250,421,095	106,763,179
Redemption of 744,808 (2021: 57,296) units	377,964,236	29,000,000
Dividend declared	2,921,372	7,218,946
Outstanding 19,010 (2021: 117,461) units - at net asset value	9,647,680	137,039,523
Atlas Honda Limited (Group Company)		
Issue of 9,375,449 (2021: 9,968,810) units	4,772,934,316	5,052,336,640
Redemption of 9,163,496 (2021: 2,572,997) units	4,659,000,000	800,000,000
Dividend declared	651,368,380	279,396,384
Outstanding 11,704,099 (2021: 11,492,146) units - at net asset value	5,939,913,337	5,813,611,193

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Atlas Insurance Limited (Group Company)		
Issue of Nil (2021: 261,289) units	-	132,371,693
Dividend declared	-	2,374,310
Redemption of Nil 2021:479,618) units	-	242,710,940
Atlas Engineering Limited Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of Nil (2021:113) units	-	56,894
Redemption of Nil (2021:5,876) units	-	2,982,267
Dividend declared	-	56,894
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of 10,162 (2021:8,486) units	5,145,562	4,288,293
Redemption of 9,868 (2021:59,218) units	5,000,000	30,000,000
Dividend declared	5,145,562	4,288,293
Outstanding 106,803 (2021:106,509) units - at net asset value	54,203,032	53,880,443
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 32,868 (2021: 1,015) units	16,726,328	512,813
Redemption of Nil (2021: 1,972) units	-	1,000,000
Dividend declared	1,226,328	512,813
Outstanding 48,969 (2021: 16,101) units - at net asset value	24,852,110	8,145,124
Batools Benefit Trust		
Issue of 47,908 (2021: 85,336) units	24,387,719	43,261,820
Redemption of 61,361 (2021: 27,561) units	31,200,000	13,971,961
Dividend declared	5,188,065	3,667,468
Outstanding 99,620 (2021: 113,073) units - at net asset value	50,557,807	57,201,019
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of 28,855 (2021: 6,957) units	14,667,495	3,523,419
Redemption of 7,254 (2021: 44,187) units	3,700,000	22,380,261
Dividend declared	367,495	515,248
Outstanding 21,600 (2021: Nil) units - at net asset value	10,962,407	-
Shirazi Investments (Private) Limited		
Issue of 19,463 (2021:Nil) units	9,859,087	-
Redemption of 1,068,585 (2021: 394,861) units	542,363,330	200,000,000
Dividend declared	9,601,668	40,691,399
Outstanding Nil (2021: 1,049,122) units - at net asset value	-	530,726,585

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Shirazi Trading Company (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of 10,157 (2021: 9,935) units	5,154,077	5,021,222
Redemption of 1,953 (2021: 9,935) units	1,000,000	5,045,592
Dividend declared	154,076	23,405
Outstanding 8,204 (2021: 1,049,122) units - at net asset value	4,163,558	-
Atlas Die Casting (Private) Limited (Group Company)		
Issue of 4 (2021:3) units	2,016	1,475
Dividend declared	3,389	1,799
Redemption of Nil (2021:3) units	-	-
Outstanding 60 (2021:56) units - at net asset value	30,450	28,329
Atlas Autos Limited		
Issue of 1,820,587 (2021:1,263,209) units	925,738,391	641,622,687
Dividend declared	-	9,708,564
Redemption of Nil (2021: 444,824) units	-	225,000,000
Outstanding 2,638,972 (2021:818,385) units - at net asset value	1,339,296,842	414,002,196
Atlas Energy Limited		
Issue of 37,030 (2021:22,004) units	18,823,979	11,132,788
Dividend declared	-	153,554
Redemption of 45,552 (2021: 5,914) units	23,150,497	3,000,000
Outstanding 7,569 (2021: 16,090) units - at net asset value	3,841,304	8,139,747
Atlas Engineering Limited		
Issue of 303,118 (2021:767,785) units	154,188,257	389,544,918
Redemption of 266,124 (2021: Nil) units	135,000,000	-
Dividend declared	-	-
Outstanding 804,778 (2021: 767,785) units - at net asset value	408,430,733	388,404,793
Atlas Metals (Private) Limited		
Issue of 530,704 (2021:152,948) units	270,104,370	77,457,821
Redemption of 180,659 (2021: Nil) units	92,100,000	-
Dividend declared	14,353,542	2,690,185
Outstanding 502,993 (2021: 152,948) units - at net asset value	255,272,504	77,372,860
Honda Atlas Cars (Pak.) Ltd. - Employee Provident Fund		
Issue of 4,890 (2021: 300,646) units	2,474,460	152,188,321
Dividend declared	2,474,460	1,944,137
Redemption of 154,318 (2021: 151,218) units	78,621,649	76,489,006
Outstanding Nil (2021: 102,626) units	-	75,592,173

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Honda Atlas Cars (Pakistan) Ltd.- Employee Gratuity Fund		
Issue of 111,725 (2021: 102,626) units	57,026,540	52,015,587
Dividend declared	7,026,540	1,852,798
Redemption of 154,318 (2021: Nil) units	-	-
Outstanding 214,351 (2021: 102,626) units - at net asset value	108,784,401	51,916,133
MCFSL Trustee Atlas Fund of Funds		
Issue of 288,758 (2021: Nil) units	146,300,000	-
Dividend declared	-	-
Redemption of 286,786 (2021: Nil) units	146,130,837	-
Outstanding 1,972 (2021: Nil) units - at net asset value	1,000,890	-
Directors and their close family members and key management personnel of the Management Company		
Issue of 1,573,748 (2021: 883,480) units	803,869,120	447,045,668
Redemption of 457,043 (2021: 512,307) units	232,162,481	259,932,984
Dividend declared	68,582,973	23,597,652
Outstanding 2,280,978 (2021: 1,324,489) units - at net asset value	1,157,612,292	670,028,547

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

The holding during the current period is less than 10%.

19 FINANCIAL INSTRUMENTS BY CATEGORY

	As at 30 June 2022		
	At amortised cost	At fair value through profit or loss	At fair value through OCI
	----- (Rupees) -----		
Financial assets			
Bank balances	18,330,696,373	-	-
Investments	-	-	-
Profit receivable on bank balances	36,346,038	-	-
	18,367,042,411	-	-
Financial liabilities			
Payable to the Management Company	26,703,267	-	-
Payable to the Trustee	866,807	-	-
Payable against redemption of units	127,557	-	-
Unclaimed dividend	-	-	-
Accrued expenses and other liabilities	10,032,681	-	-
	37,730,312	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	As at 30 June 2021			Total
	At amortised cost	At fair value through profit or loss	At fair value through OCI	
	(Rupees)			
Financial assets				
Bank balances	24,359,094,276	-	-	24,359,094,276
Investments	-	-	-	-
Profit receivable on bank balances	54,608,057	-	-	54,608,057
	24,413,702,333	-	-	24,413,702,333
Financial liabilities				
Payable to the Management Company	30,378,679	-	-	30,378,679
Payable to the Trustee	1,443,603	-	-	1,443,603
Payable against redemption of units	31,822,945	-	-	31,822,945
Unclaimed dividend	-	-	-	-
Accrued expenses and other liabilities	3,039,798	-	-	3,039,798
	66,685,025	-	-	66,685,025

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

20.1 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices.

Market risk comprises of three types of risks: yield / interest rate risk, currency risk, and price risk.

(i) Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in the market interest rates. As of 30 June 2022, the Fund is exposed to such risk in respect of balances with other banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

As at 30 June 2022, the Fund holds balances with banks which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at 30 June 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs. 178,771,382 (2021: Rs 243,566,533).

b) Sensitivity analysis for fixed rate instruments

The sensitivity analysis for fixed rate instrument is not performed as the Fund do not hold investments in fixed interest rate instrument as at 30 June 2022. There will be no impact on net assets of the future movements in fixed interest rates.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Fund's interest rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 and 30 June 2021 can be determined as follows:

----- As at 30 June 2022 -----						
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
----- (Rupees) -----						
Financial assets						
Bank balances	5.50% to 16.45%	17,877,118,873	-	-	453,577,500	18,330,696,373
Investments		-	-	-	-	-
Profit receivable on bank balances		36,346,038	-	-	-	36,346,038
		17,913,464,911	-	-	453,577,500	18,367,042,411
Financial liabilities						
Payable to Atlas Asset Management Limited Management Company		-	-	-	26,703,267	26,703,267
Payable to the Central Depository Company of Pakistan Limited - Trustee		866,807	-	-	-	866,807
Payable against redemption of units		-	-	-	127,557	127,557
Unclaimed dividend		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	8,966,884	8,966,884
		866,807	-	-	35,797,708	36,664,515
On-balance sheet gap (a)		17,912,598,104	-	-	417,779,792	18,330,377,896
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		17,912,598,104	-	-		
Cumulative interest rate sensitivity gap		17,912,598,104	17,912,598,104	17,912,598,104		

----- As at 30 June 2021 -----						
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
----- (Rupees) -----						
Financial assets						
Bank balances	5.50% and 7.95%	24,356,653,257	-	-	2,441,019	24,359,094,276
Investments		-	-	-	-	-
Profit receivable on bank balances		54,608,057	-	-	-	54,608,057
		24,411,261,314	-	-	2,441,019	24,413,702,333
Financial liabilities						
Payable to Atlas Asset Management Limited						
- Management Company		-	-	-	30,378,679	30,378,679
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,443,603	1,443,603
Payable against redemption of units		-	-	-	31,822,945	31,822,945
Unclaimed dividend		-	-	-	-	-
Accrued expenses and other liabilities		3,039,798	-	-	3,039,798	6,079,596
		3,039,798	-	-	66,685,025	69,724,823
On-balance sheet gap (a)		24,408,221,516	-	-	(64,244,006)	24,343,977,510
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		24,408,221,516	-	-		
Cumulative interest rate sensitivity gap		24,408,221,516	24,408,221,516	24,408,221,516		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

(ii) Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and, hence, is not exposed to such risk.

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund does not have any instrument as at 30 June 2022 which expose it to price risk

20.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest a majority of its assets in short-term instruments in order to maintain liquidity.

The Fund can borrow in the short-term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity dates. However, assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

	As at 30 June 2022				
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Total
	Rupees				
Financial assets					
Bank balances	18,330,696,373	-	-	-	18,330,696,373
Investments	-	-	-	-	-
Profit receivable on bank deposits	36,346,038	-	-	-	36,346,038
	18,367,042,411	-	-	-	18,367,042,411
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company	-	-	26,703,267	-	26,703,267
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	-	866,807	-	866,807
Payable against redemption of units	127,557	-	-	-	127,557
Accrued expenses and other liabilities	-	8,966,884	-	-	8,966,884
	127,557	8,966,884	27,570,074	-	36,664,515
Net assets / (liabilities)	18,366,914,854	(8,966,884)	(27,570,074)	-	18,330,377,896

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	----- As at 30 June 2021 -----				
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Total
	----- Rupees -----				
Financial assets					
Bank balances	24,359,094,276	-	-	-	24,359,094,276
Investments	-	-	-	-	-
Profit receivable on bank deposits	54,608,057	-	-	-	54,608,057
	24,413,702,333	-	-	-	24,413,702,333
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company	30,378,679	-	-	-	30,378,679
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,443,603	-	-	-	1,443,603
Payable against redemption of units	31,822,945	-	-	-	31,822,945
Unclaimed dividend	-	-	-	-	-
Accrued expenses and other liabilities	-	6,079,596	-	-	6,079,596
	63,645,227	6,079,596	-	-	69,724,823
Net assets / (liabilities)	24,350,057,106	(6,079,596)	-	-	24,343,977,510

20.3 Credit risk

Credit risk arises from the inability of the issuers of the instruments or the counter party to fulfil their obligations. The Fund is exposed to credit risk with respect to its bank balances and profit receivable on bank deposits. The Fund's policy is to enter into financial contracts in accordance with the interest risk management policies and investment guidelines approved by the Investment Committee. As at 30 June 2022, 0% (2021: 0%) of Fund's net assets are invested in government securities. Furthermore, the Fund's maximum exposure to credit risk as of 30 June 2022 amounts to Nil (2021: Nil).

20.3.1 Credit quality of financial assets

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings or to historical information about counterparty default rates. The credit risk associated with government securities is limited as these are guaranteed by the Federal Government. As at 30 June 2022, the Fund did not hold investments in government guaranteed securities. Banks with which the Fund has maintained balances are rated as follows:

Rating	2022 %	2021 %
AA+	6.07	6.39
AAA	93.93	93.61
	100.00	100.00

20.4 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
Opening balance as at July 01, 2021	-	31,822,945	31,822,945
Receivable against issuance of units	37,255,329,081	-	37,255,329,081
Payable against redemption of units	-	43,252,595,303	43,252,595,303
	37,255,329,081	43,252,595,303	80,507,924,384
Amount received on issuance of units	(37,255,329,081)	-	(37,255,329,081)
Amount paid on redemption of units	-	(43,284,290,691)	(43,284,290,691)
	(37,255,329,081)	(43,284,290,691)	(80,539,619,772)
Closing balance as at June 30, 2022	-	127,557	127,557

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

21 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

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

Fair value hierarchy

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

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

There were no Investments held as at the year end 30 June 2022 by the Fund. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

23 UNIT HOLDING PATTERN OF THE FUND

Category	30 June 2022			30 June 2021		
	Number of unit holders	Investment amount (Rupees)	Percentage of total	Number of unit holders	Investment amount (Rupees)	Percentage of total
Individuals	1173	2,489,111,437	13.60%	904	1,493,508,608	8.16%
Associated Companies / Directors	15	8,836,486,738	48.28%	15	7,991,919,846	43.67%
Insurance Companies	1	3,163,114	0.02%	1	27,420,272	0.15%
Banks / DFIs	1	1,165,891,447	6.37%	1	1,069,290,350	5.84%
Retirement Funds	33	982,328,027	5.37%	29	839,730,630	4.59%
Others	45	4,823,907,772	26.36%	30	12,806,955,646	69.98%
	1268	18,300,888,535	100.00%	980	24,228,825,352	100.00%

24 LIST OF TOP BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Arif Habib Limited	64.01	Arif Habib Limited	58.77
Optimus Markets (Private) Limited	23.21	Pearl Securities Limited	35.57
Pearl Securities Limited	11.27	JS Global Capital Limited	5.66
BIPL Securities Limited	1.51		
	100.00		100.00

25 MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	10 Years

26 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Income Fund Atlas Islamic Money Market Fund Atlas Islamic Income Fund Atlas Sovereign Fund Atlas Liquid Fund

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

27 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Fahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

28 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

Moreover, PACRA has maintained the stability rating of the Fund at "AA+ (f)" (Double A Plus) [2021: "AA+ (f)"] on 18 April 2022.

29 CORRESPONDING FIGURES

Corresponding figures have been re-classified and re-arranged in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications have been made in these financial statements during the current year.

30 GENERAL

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

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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 Liquid 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

Bank Alfalah Limited



Fund Manager's Report

Atlas Liquid Fund (ALF) is an Open-ended Money Market Fund. The investment objective of ALF is to provide its unit-holders attractive returns from a portfolio of very low risk, short duration assets while maintaining high liquidity. The Fund will invest the entire assets in authorized short-term money market investment avenues with a maximum time to maturity of six months and weighted average time to maturity of ninety days. This is intended to reduce risk while maintaining liquidity. The Fund's investment strategy is based on fundamental credit analysis of counter parties. Specifically, the investment strategy will seek to invest in those money market instruments that offer attractive market returns and are issued by sponsors with good credit rating, strong financials and ability to repay.

The Benchmark for "Atlas Liquid Fund" is 30% of "3-Month deposit rates of three scheduled banks (AA and above rated) as selected by MUFAP" for the period of return; and 70% that would be an average of "3 Month PKRV rate".

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The Atlas Liquid Fund was launched on November 23, 2021, via initial offer at Rs. 500 per unit. The ALF provided 11.36% annualized return as on June 30, 2022. The ALF total exposure in Bank Balances, Sukuks and Others are 90.97%, 8.70% and 0.33%, respectively. ALF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 3.44 billion, with 6.88 million units outstanding as of June 30, 2022.

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Liquid Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 32.90 per unit for the period ended June 30, 2022 (6.58% on the face value of Rs. 500 per unit).

Breakdown of Unit Holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individuals	12	5,917,628	0.17%
Associated Companies	3	3,261,221,644	94.77%
Directors	3	46,008,241	1.34%
Retirement Funds	3	102,696,424	2.98%
Others	1	25,261,892	0.73%
Total	22	3,441,105,828	100.00%

The Total Expense Ratio (TER) of the Fund is 0.21% including Government levy and SECP Fee of 0.03%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

PERFORMANCE SINCE INCEPTION

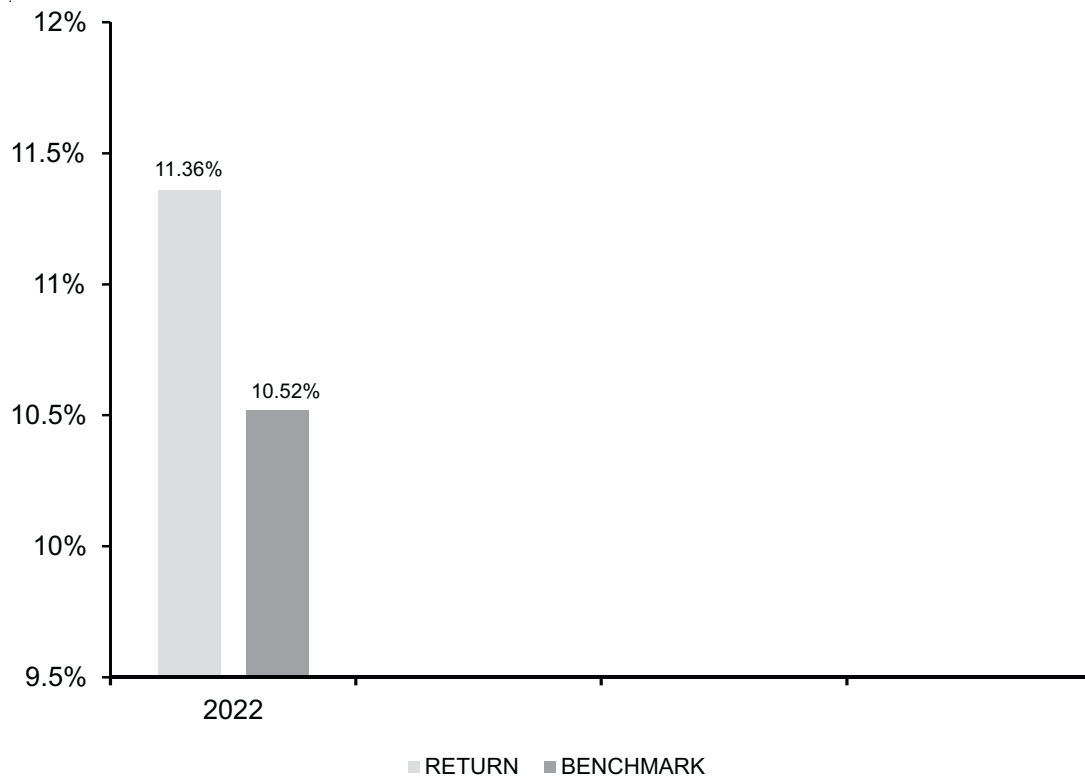
	2022
Net assets (Rs. in '000)	3,441,106
Number of units in issue	6,882,212
Net asset value per unit (Rs.)	500.00
Net income / (loss) (Rs. in '000)	155,687
Earnings / (loss) per unit (Rs.)	22.62
Annual return of the Fund (%)	11.36
Offer price ** (Rs.)	500.00
Redemption price ** (Rs.)	499.90
Distribution Per Unit (Rs.)	32.90
Distribution as a % of opening Ex- NAV of units	6.58
Date of distribution	Various
Highest offer price (Rs.)	500.00
Lowest offer price (Rs.)	499.90
Highest repurchase price per unit (Rs.)	500.00
Lowest repurchase price per unit (Rs.)	499.90

* For the period from 23 November 2021 to 30 June 2022 (Date of Launch: 23 November 2021)

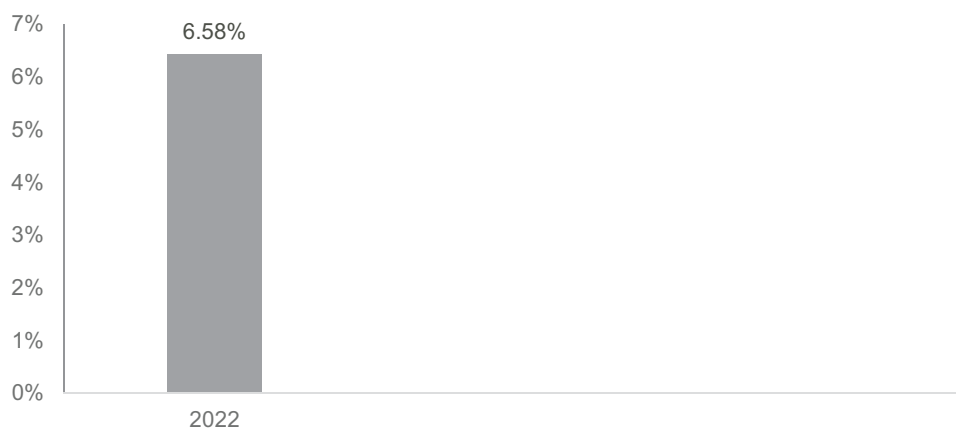
** Relates to announced prices.

Note: Past Performance of the Fund is not indicative of future performance, and the price and investment return may go down, as well as up.

Yearly Performance (Annualized)



Payout History (% on Opening NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Sovereign Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

INDEPENDENT AUDITORS' REPORT

To the Unit holders of Atlas Liquid Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Liquid Fund** (the Fund), which comprise the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the period then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investments in debt instruments and bank balances	
The investment of the Fund and the bank balances represent significant portion of the total assets of the Fund during the period and / or as at the period end. The bank balances as at period end represents 91% of total assets of the Fund. In view of the above, we have considered this area as a key audit matter. For disclosure refer to note 4 and 5 to the financial statements.	We performed a combination of audit procedures focusing on the existence of the bank balances as at the period end and acquisition and disposal of investment including related income / gains that arose during the period. Our key procedure included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on period-end balance maintained with the banks including review of banks' statements, bank reconciliations and obtaining confirmations for bank balances.

Key audit matter	How our audit addressed the key audit matter
	• We performed verification of acquisition and disposal of investments on sample basis. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investment and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. • We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the bank balances and investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

-
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 20 September 2022

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

		30 June 2022
	Note	----- Rupees -----
Assets		
Bank balances	4	3,135,310,549
Investments	5	300,000,000
Markup accrued	6	9,159,966
Preliminary and floatation cost	7	530,262
Other receivables	8	1,685,408
Total assets		3,446,686,185
Liabilities		
Payable to Atlas Asset Management Limited - Management Company	9	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	10	176,911
Payable to the Securities and Exchange Commission of Pakistan	11	267,413
Accrued expenses and other liabilities	13	3,888,196
Total liabilities		5,580,357
NET ASSETS		3,441,105,828
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		3,441,105,828
CONTINGENCIES AND COMMITMENTS	14	
		Number of units
NUMBER OF UNITS IN ISSUE - GROWTH UNITS	1.5	6,882,212
		----- Rupees -----
NET ASSET VALUE PER UNIT		500

The annexed notes from 1 to 31 form an integral part of these 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

INCOME STATEMENT

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 30 JUNE 2022

		From 23 November 2021 To 30 June 2022
	Note	----- Rupees -----
Income		
Markup income	16	145,081,420
Gain on sale of Government securities - Market Treasury Bills	5.1	15,234,088
Total income		160,315,508
Expenses		
Remuneration of the Management Company	9.1	2,346,287
Sindh Sales Tax on remuneration of the Management Company	9.2	305,017
Remuneration of the Trustee	10.1	735,385
Sindh Sales Tax on remuneration of the Trustee	10.2	95,600
Annual fee - Securities and Exchange Commission of Pakistan	11.1	267,413
Auditor's remuneration	12	323,999
Transaction charges	15	10,193
Amortization of preliminary expenses and floatation costs	7	72,307
Annual Listing fee		107,500
Annual Rating fee		228,259
Legal and professional charges		108,919
Printing charges		9,000
Bank charges		18,175
Total expenses		4,628,054
Net income for the period before taxation		155,687,454
Taxation	18	-
Net income for the period after taxation		155,687,454
Allocation of net income for the period:		
- Net income for the period after taxation		155,687,454
- Income already paid on units redeemed		-
		155,687,454
Accounting income available for distribution:		
- Relating to capital gains		15,234,088
- Excluding capital gains		140,453,366
		155,687,454

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 30 JUNE 2022

From 23
November 2021
To 30 June 2022
----- Rupees -----

Net income for the period after taxation	155,687,454
Other comprehensive income for the period	-
Total comprehensive income for the period	155,687,454

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 30 JUNE 2022

	Note	From 23 November 2021 To 30 June 2022		
		Capital value	Undistributed income	Net assets
			Rupees	
Issue of 10,378,616 units *		5,189,308,192	-	5,189,308,192
Redemption of 3,496,405 units		(1,748,202,364)	-	(1,748,202,364)
Total comprehensive income for the period		-	155,687,454	155,687,454
Cash Dividend *	1.6	-	(155,687,454)	(155,687,454)
Net assets at end of the period (Units outstanding: 6,882,212) (Rs. 500.00 per unit)		3,441,105,828	-	3,441,105,828
Undistributed income carried forward				
- Realised income		-	-	-
- Unrealised income		-	-	-
		-	-	-

* During the period all the units issued by the Fund are Growth units and dividend on these units have been reinvested on daily basis. (Please refer note 1.5)

The annexed notes from 1 to 31 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 30 JUNE 2022

From 23
November 2021
To 30 June 2022

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

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period after taxation

155,687,454

Adjustments for:

Markup income

(145,081,420)

Gain on sale of Government securities - Market Treasury Bills

(15,234,088)

Amortization of preliminary expenses and floatation costs

72,307

(160,243,201)

(Increase) in assets

Other receivables

(1,685,408)

(1,685,408)

Increase in liabilities

Payable to Atlas Asset Management Company - Management Company

1,247,837

Payable to Central Depository Company of Pakistan Limited - Trustee

176,911

Payable to the Securities and Exchange Commission of Pakistan

267,413

Accrued expenses and other liabilities

3,285,627

4,977,788

Interest received

135,921,454

Investments - net

(284,765,912)

Net cash used in operating activities

(150,107,825)

CASH FLOWS FROM FINANCING ACTIVITIES

Receipts against issuance of units

5,189,308,192

Cash dividend

(155,687,454)

Payments against redemption of units

(1,748,202,364)

Net cash generated from financing activities

3,285,418,374

Net increase in cash and cash equivalents

3,135,310,549

Cash and cash equivalents at the beginning of the period

-

Cash and cash equivalents at the end of the period

4

3,135,310,549

The annexed notes from 1 to 31 form an integral part of these 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 30 JUNE 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Liquid Fund (the Fund) is an open-ended Fund constituted under a trust deed registered dated 30 July 2021 under the Sindh Trust Act, 2020 entered into 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 has been revised through the First and Second Supplements dated 14 April 2022 and 19 April 2022 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 Securities and Exchange Commission of Pakistan (SECP) has authorized the offer of Units of the Fund and registered as a notified entity on 06 September 2021. SECP has approved this Offering Document on 07 September 2021.
- 1.2 The Fund has been categorised as a '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 23 November 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 Liquid Fund (ALF) 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 money market instruments.
- 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.
- 1.5 As per the offering document of the Fund, an investor shall, at the time of opening an account, select the types of units in which the investor wishes to invest, i.e. Growth Unit and/or Income Unit. Furthermore, at the time of dividend distribution the unit holders receive additional units or cash dividend against Growth unit and Income unit, respectively. During the period all the units issued by the Fund are Growth units and dividend has been reinvested on daily basis.
- 1.6 As per the offering document of the Fund, the Management Company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as 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. During the period, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable as disclosed in note 8.1.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that certain investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as 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'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; 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 etc.

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 asset to identify whether they meet the SPPI criteria.

'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.

c) Subsequent Measurement

Debt instruments at fair value through profit or loss

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss. Given the objectives of the Fund, all investments have been classified as FVTPL.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Debt instruments at amortized cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) Determination of fair value

a) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

b) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

c) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the previous business day, plus the allowable sales load, transaction cost and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the previous business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distributions to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the period end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the period.

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Markup income on bank balances, placements and deposits is recognised on effective yield basis.
- Gains or losses on sale of investments are included in the Income Statement in the period in which it arises.
- Unrealised appreciation / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.10 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 period 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. During the period, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

3.11 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 period end.

3.12 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.

3.13 Preliminary expenses and floatation costs

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortized by the Fund over a period of five years commencing from November 23, 2021 in accordance with the Trust Deed and the NBFC Regulations.

		2022
4	BANK BALANCES	Note ----- Rupees -----
	In local currency	
	- Profit and loss sharing accounts	4.1 <u><u>3,135,310,549</u></u>
4.1	The rate of return on these accounts during the period ranges between 8.25% to 16.4% per annum. The profit rates effective at the period end on these accounts ranges between 10.75% to 16.4% per annum.	

		2022
5	INVESTMENTS	Note ----- Rupees -----
	At fair value through profit or loss	
	Government securities - Market Treasury Bills	5.1 -
	Sukuk certificates	5.2 <u><u>300,000,000</u></u>
		<u><u>300,000,000</u></u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.1 Government securities - Market Treasury Bills

Instrument	Opening	Acquired during the period	Sold / matured during the period	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	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	-	33,013,000,000	33,013,000,000	-	-	-	-	-
06 Months - T-bills	-	24,578,900,000	24,578,900,000	-	-	-	-	-
Total as at June 30, 2022	-	57,591,900,000	57,591,900,000	-	-	-	-	-

5.1.1 During the period, the gain on sale of these securities amounted to Rs. 15,234,089

5.2 Sukuk certificates

Name of Investee Company	As at 01 July 2021	Purchased during the year	Disposed during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
		Number of sukuk certificates		Rupees		Percentage		
K-Electric Supply Company Limited - Short Term Sukuk - 5	-	150	-	150	150,000,000	150,000,000	50	4.36
Lucky Electric Power Company Limited - Short Term Sukuk - 1	-	150	-	150	150,000,000	150,000,000	50	4.36
Total as at June 30, 2022					300,000,000	300,000,000	100	8.72

5.2.1 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
K-Electric Supply Company Limited - Short Term Sukuk - 5	AA	06 Months	Bullet Payment	Oct 2022	6 Month KIBOR +0.95%
Lucky Electric Power Company Limited - Short Term Sukuk - 1	AA	06 Months	Bullet Payment	Oct 2022	6 Month KIBOR +1.20%

		2022
		Note ----- Rupees -----
6 MARKUP ACCRUED		
Profit and loss sharing account		2,240
Sukuk Certificate		9,157,726
		9,159,966
7 PRELIMINARY AND FLOATATION COST		
Floating cost		602,569
Less: Amortisation for the period		(72,307)
		530,262
8 OTHER RECEIVABLES		
Tax recoverable	8.1	1,685,408
		1,685,408

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 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 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 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 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 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.24 per unit.

		2022	
		Note	----- Rupees -----
9	PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED		
	- Management Company (Related Party)		
	Remuneration of the Management Company	9.1	571,210
	Sindh Sales Tax on remuneration of the Management Company	9.2	74,058
	Preliminary expenses and flotation cost	9.3	602,569
			1,247,837
9.1	As per the section 61 of the NBFC Regulations, 2008, 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 limit. The Management Company has charged management fee at the rate of 0.16% from 23 November 2021 to 30 April 2022 and 0.2% from 01 May 2022 to 30 June 2022 per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.		
9.2	Sindh Sales Tax has been charged at 13% on remuneration of the management company levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 305,017 charged during the period. Furthermore, an amount of Rs. 230,958 has been paid to the Management Company which acts as the collecting agent.		
9.3	Formation cost represents expenditure incurred incurred in connection with the establishment and registration of the Fund.		
10	PAYABLE TO CENTRAL DEPOSITORY COMPANY		
	OF PAKISTAN - TRUSTEE		
	Remuneration of the Trustee	10.1	156,559
	Sindh Sales Tax on remuneration of the Trustee	10.2	20,352
			176,911
10.1	The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of average Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.		
10.2	Sindh Sales Tax has been charged at 13% on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount an amount of Rs. 95,600 was charged during the period. Furthermore, an amount of Rs. 75,247 was paid to the Trustee which acts as a collecting agent.		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022
	Note	----- Rupees -----
11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
Annual fees payable	11.1	267,413
11.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee equal to 0.02% of the average annual net assets of the Fund to the Securities and Exchange Commission of Pakistan (SECP).		
12 AUDITORS' REMUNERATION		2022 ----- Rupees -----
Annual fee		100,000
Half Yearly		50,000
Certification charges		120,000
Out of Pocket		30,000
Sindh sales tax on services		24,000
		324,000
13 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable		188,999
Withholding tax payable		3,699,197
		3,888,196
14 CONTINGENCIES AND COMMITMENTS		
There were no other contingencies and commitments outstanding as at 30 June 2022.		
15 TRANSACTION CHARGES		
This represents brokerage, federal excise duty and settlement charges.		
16 MARKUP INCOME		2022 Note ----- Rupees -----
Markup income on:		
Profit on deposits with banks	4.1	52,403,776
Interest income on investments		90,925,727
Term deposit receipts		1,751,917
		145,081,420
17 TOTAL EXPENSE RATIO		
The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 0.21% which includes 0.03% representing government levies on the Fund such as provision for 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.		
18 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 Fund is also exempt from the provisions of Section 113 (minimum tax) under		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the management has distributed the income earned by the Fund during the period to the unit holders in the manner as explained above, accordingly, no provision for taxation has been made in these financial statements.

19 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.

20 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. It also includes staff retirement benefit funds of the above connected person / related parties.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.

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 are as follows:

	2022 ----- Rupees -----
20.1 Transactions during the period	
Atlas Asset Management Limited (Management Company)	
Remuneration for the period	2,346,287
Sindh sales tax on remuneration of the Management Company	305,017
Remuneration paid	1,775,077
Formation cost	602,569
Issue of 200,214 units	100,106,835
Redemption of 200,214 units	100,106,835
Dividend entitlement	1,378,489
Central Depository Company of Pakistan Limited	
Remuneration of the Trustee	735,385
Sindh Sales Tax on remuneration of the Trustee	95,600
Remuneration paid	578,826
Atlas Group of Companies - Management Staff Gratuity Fund	
Issue of 206,231 units	103,115,495
Redemption of 206,231 units	103,115,495
Dividend Entitlement	135,876
Atlas Honda Limited - Employee Provident Fund	
Issue of 133,377 units	66,688,260
Dividend Entitlement	3,426,425
Outstanding 133,377 units - at net asset value	66,688,500
Atlas Honda Limited	
Issue of 8,254,231 units	4,127,115,449
Redemption of 2,198,937 units	1,100,001,063
Dividend Entitlement	140,861,494
Outstanding 6,055,294 units - at net asset value	3,027,647,000

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022 ----- Rupees -----
M/S. Shirazi Investments (Private Limited) - Employee Provident Fund	
Issue of 20,629 units	10,314,569
Dividend Entitlement	314,569
Outstanding 20,629 - at net asset value	10,314,500
Atlas Metals (Private) Limited	
Issue of 262,840 units	131,419,952
Dividend Entitlement	1,769,476
Outstanding 262,840 units - at net asset value	131,420,000
Honda Atlas Cars (Pakistan) Limited - Employee Gratuity Fund	
Issue of 51,299 units	25,649,564
Dividend Entitlement	649,564
Outstanding 51,299 units - at net asset value	25,649,500
Directors and their close family members and key management personnel of the Management Company	
Issue of 91,456 units	45,727,874
Dividend Entitlement	896,690
Outstanding 91,456 units - at net asset value	45,728,000

21. FINANCIAL INSTRUMENTS BY CATEGORY

	As at 30 June 2022			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	----- (Rupees) -----			
Financial assets				
Bank balances	3,135,310,549	-	-	3,135,310,549
Investments	-	300,000,000	-	300,000,000
Markup accrued	9,159,966	-	-	9,159,966
	3,144,470,515	300,000,000	-	3,444,470,515

	As at 30 June 2022		
	At fair value through profit or loss	At amortised Cost	Total
	----- (Rupees) -----		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	1,247,837	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	176,911	176,911
Accrued expenses and other liabilities	-	188,999	188,999
	-	1,613,747	1,613,747

22. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

- 22.1** The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

performed based on limits established by the management company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund may be exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

22.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the Fund's income will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk in respect of bank balances and investments. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks and sukuks which exposes the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at June 30, 2022, with all other variables held constant, the net income for the period and net assets would have been higher / lower by Rs. 34,353,106.

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movements in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

As at 30 June 2022					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Percentage	(Rupees)				
Financial Assets					
Bank balances	8.25% to 16.4%	3,135,310,549	-	-	3,135,310,549
Investments		-	300,000,000	-	300,000,000
Markup accrued		9,159,966	-	-	9,159,966
		3,144,470,515	300,000,000	-	3,444,470,515
Financial Liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	1,247,837	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	176,911	176,911
Accrued expenses and other liabilities		-	-	188,999	188,999
		-	-	1,613,747	1,613,747
On-balance sheet gap (a)		3,144,470,515	300,000,000	(1,613,747)	3,442,856,768
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a + b)		3,144,470,515	300,000,000	-	-
Cumulative interest rate sensitivity gap		3,144,470,515	3,444,470,515	3,444,470,515	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of 30 June 2022.

22.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest a majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was required to be obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

----- As at 30 June 2022 -----						
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Financial instruments with no fixed maturity	Total
----- Rupees -----						
Assets						
Bank balances	3,135,310,549	-	-	-	-	3,135,310,549
Investments	-	-	300,000,000	-	-	300,000,000
Markup accrued	9,159,966	-	-	-	-	9,159,966
	3,144,470,515	-	300,000,000	-	-	3,444,470,515
Liabilities						
Payable to Atlas Asset Management Limited - Management Company	1,247,837	-	-	-	-	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	176,911	-	-	-	-	176,911
Accrued expenses and other liabilities	188,999	-	-	-	-	188,999
	1,613,747	-	-	-	-	1,613,747
Net assets/ (liabilities)	3,142,856,768	-	300,000,000	-	-	3,442,856,768

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

22.4 Credit Risk

Credit risk arises from the inability of the issuers of the instruments or the counter party to fulfil their obligations. The Fund is exposed to credit risk with respect to its bank balances and profit receivable on bank deposits. The Fund's policy is to enter into financial contracts in accordance with the interest risk management policies and investment guidelines approved by the Investment Committee. Furthermore, the Fund's maximum exposure to credit risk as of 30 June 2022 amounts to Rs. 3,444,470,519.

22.5 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks. The credit rating profile of above mentioned is as follows:

Ratings of amounts placed with banks	% of financial assets exposed to credit risk
AA+	0.24
AAA	99.76
	100.00

22.6 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at July 01, 2021	-	-	-
Receivable against issuance of units	5,189,308,192	-	5,189,308,192
Payable against redemption of units	-	(1,748,202,364)	(1,748,202,364)
	5,189,308,192	(1,748,202,364)	3,441,105,828
Amount received on issuance of units	(5,189,308,192)	-	(5,189,308,192)
Amount paid on redemption of units	-	1,748,202,364	1,748,202,364
	(5,189,308,192)	1,748,202,364	(3,441,105,828)
Closing balance as at June 30, 2022	-	-	-

22.7 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

22.8 Fair value hierarchy

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

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

As at June 30 2022, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The Fund's objective when managing unit holders' funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders, to maintain a strong base of assets to meet unexpected losses or opportunities and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The capital structure depends on the issuance and redemption of units.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs.100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times during the current year.

In accordance with the risk management policies as stated in note 22, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

24 UNIT HOLDING PATTERN OF THE FUND

Category	2022		
	Number of unit holders	Rupees	% of total
Associated Companies	3	3,261,221,644	94.77%
Individual	12	5,917,628	0.17%
Others	1	25,261,892	0.73%
Directors	3	46,008,241	1.34%
Retirement Funds	3	102,696,424	2.98%
	22	3,441,105,828	100.00%

25 LIST OF TOP BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022	
Name of broker	Percentage of commission paid
Pearl Securities Limited	93.10
Arif Habib Limited	6.90
	100.00

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

26 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

27 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Islamic Income Fund Atlas Income Fund Atlas Money Market Fund Atlas Sovereign Fund Atlas Liquid Fund

28 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present
L Leave of absence

29 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Moreover, PACRA has initially maintained the stability rating of the Fund at "AA(f)" on 29 June 2022.

30. GENERAL

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

30.2 This is the first year of operations of the Fund, hence there is no comparative information to report in these financial statements.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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

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

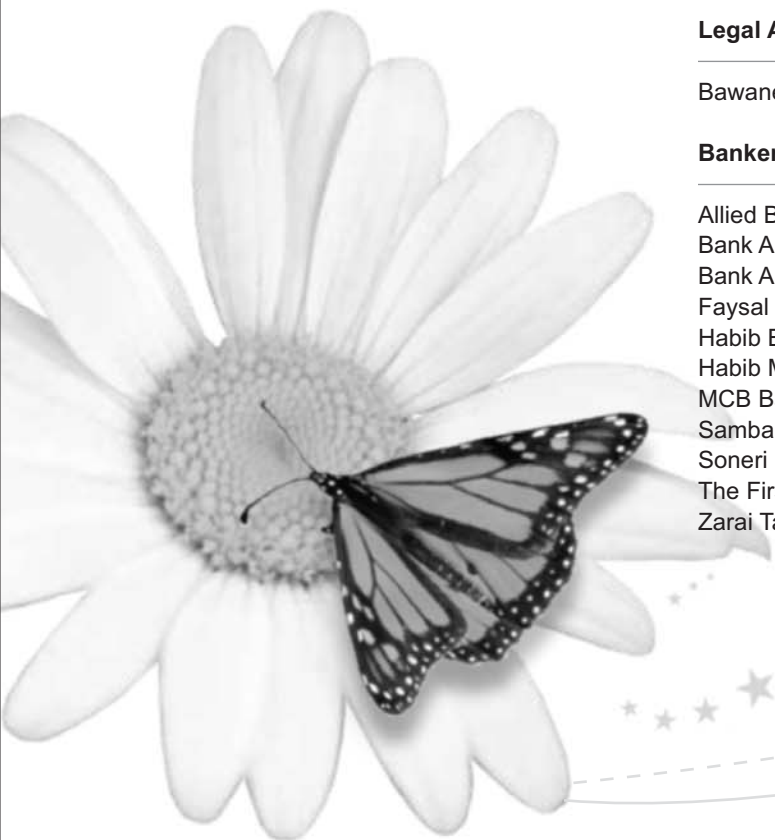
A. F. Ferguson & Co.
Chartered Accountants

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
The First Micro Finance Bank Limited
Zarai Taraqiat Bank Limited



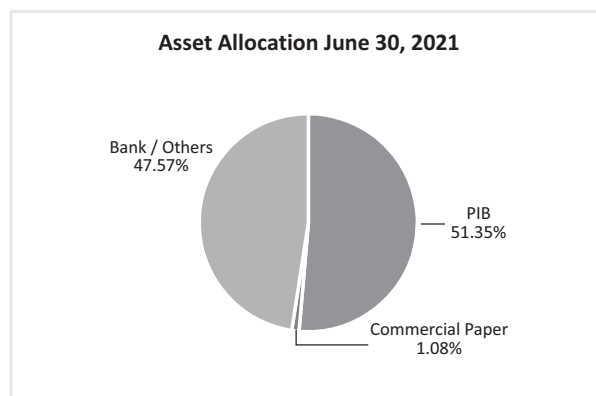
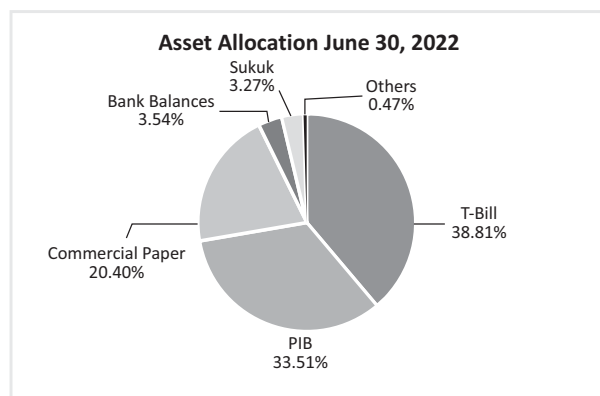
Fund Manager's Report

Atlas Sovereign Fund (ASF) is an Open-ended Income Fund. The objective of ASF is to provide unit holders competitive returns with medium risk and high liquidity by investing in Government Securities and Debt Instruments. The Fund's strategy is based on the conviction that economic environment drives long-term performance, and that active management of credit risk can produce consistently superior results. Fundamental and market analysis are used to identify overall portfolio, bond market sectors, yield curve and credit positioning to provide high and sustainable rates of return. The fund employs strategies such as overall portfolio duration and yield curve positioning to deal with market and reinvestment risks.

Atlas Sovereign Fund performance benchmark is average Six Months PKRV rates.

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The Net Asset Value per unit of Atlas Sovereign Fund increased by 7.30% to Rs. 101.26 as on June 30, 2022. The benchmark average six months PKRV rate stood at 10.69% during the period under review. The ASF total exposure in Treasury Bills, Pakistan Investment Bonds, Commercial Paper, Bank Balances, Sukuks and Others stood at 38.81%, 33.51%, 20.40%, 3.54%, 3.27% and 0.47%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns with medium risk. The Net Assets of the Fund stood at Rs. 1.21 billion, with 11.99 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Sovereign Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 7.24 per unit for the period ended June 30, 2022 (7.24% on the face value of Rs. 100 per unit).

Breakdown of Unit Holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	126	61,394,575	5.06%
Associated companies / Directors	7	828,059,959	68.20%
Other Corporates	3	7,745,253	0.64%
Retirement Funds	5	317,044,347	26.11%
Total	141	1,214,244,134	100%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASF amounting to Rs. 12.57 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASF by 0.50%. This is one-off event and is not likely to be repeated in the future. The Scheme has also held provision for FED liability that amounted to Rs. 905,341 up till June 30, 2022 (Rs. 0.08 per unit).

The Total Expense Ratio (TER) of the Fund is 0.91% including expenses representing Government levy, SWWF and SECP Fee of 0.09%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

PERFORMANCE SINCE INCEPTION

	2022	2021	2020	2019	2018	2017	2016	2015
Net Assets (Rs. in '000)	1,214,244	2,225,313	2,083,472	2,301,237	358,197	250,510	746,960	604,907
Number of units in issue	11,991,300	22,006,687	20,635,634	22,936,104	3,411,400	2,287,658	7,461,205	5,898,379
Net assets value per unit (Rs.)	101.26	101.12	100.96	100.33	105.00	109.50	100.11	102.55
Net income (Rs. in 000)	140,735	127,799	391,074	45,984	14,631	21,473	12,781	15,854
Earnings per unit (Rs.)	11.74	5.81	18.95	2.00	4.29	9.39	1.71	2.69
Annual return of the fund (%)	7.30	6.16	18.08	7.71	5.00	9.39	5.79	8.32
Offer Price ** (Rs.)	101.26	101.12	100.95	100.33	105.00	109.54	100.11	102.55
Redemption Price ** (Rs.)	101.26	101.12	100.95	100.33	105.00	109.54	100.11	102.55
Highest offer Price (Rs.)	108.36	107.01	118.07	104.33	104.97	109.54	105.76	104.61
Lowest offer Price (Rs.)	101.24	100.99	100.49	100.27	100.14	100.25	100.02	100.12
Highest repurchase price per unit (Rs.)	108.36	107.01	118.07	104.33	104.97	109.54	105.76	104.61
Lowest repurchase price per unit (Rs.)	101.24	100.99	100.49	100.27	100.14	100.25	100.02	100.12
Weighted average portfolio (No. of days)	493.19	662.37	336.54	218.17	2.82	0.98	10.83	1.72

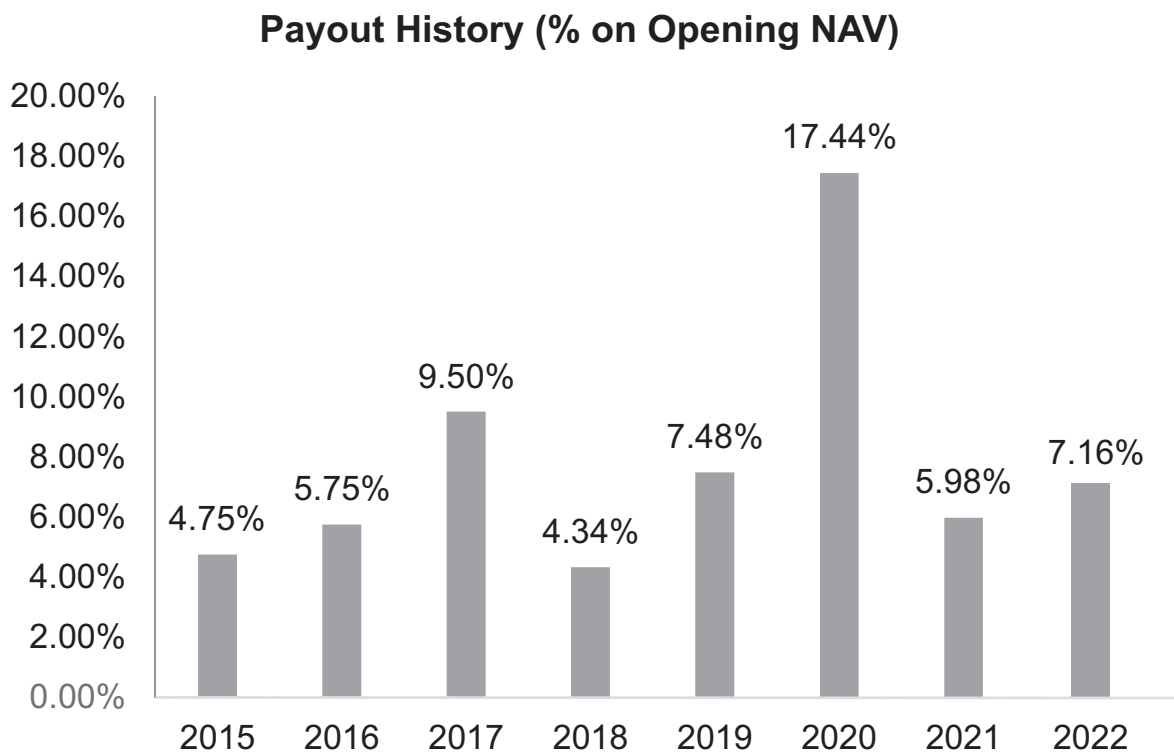
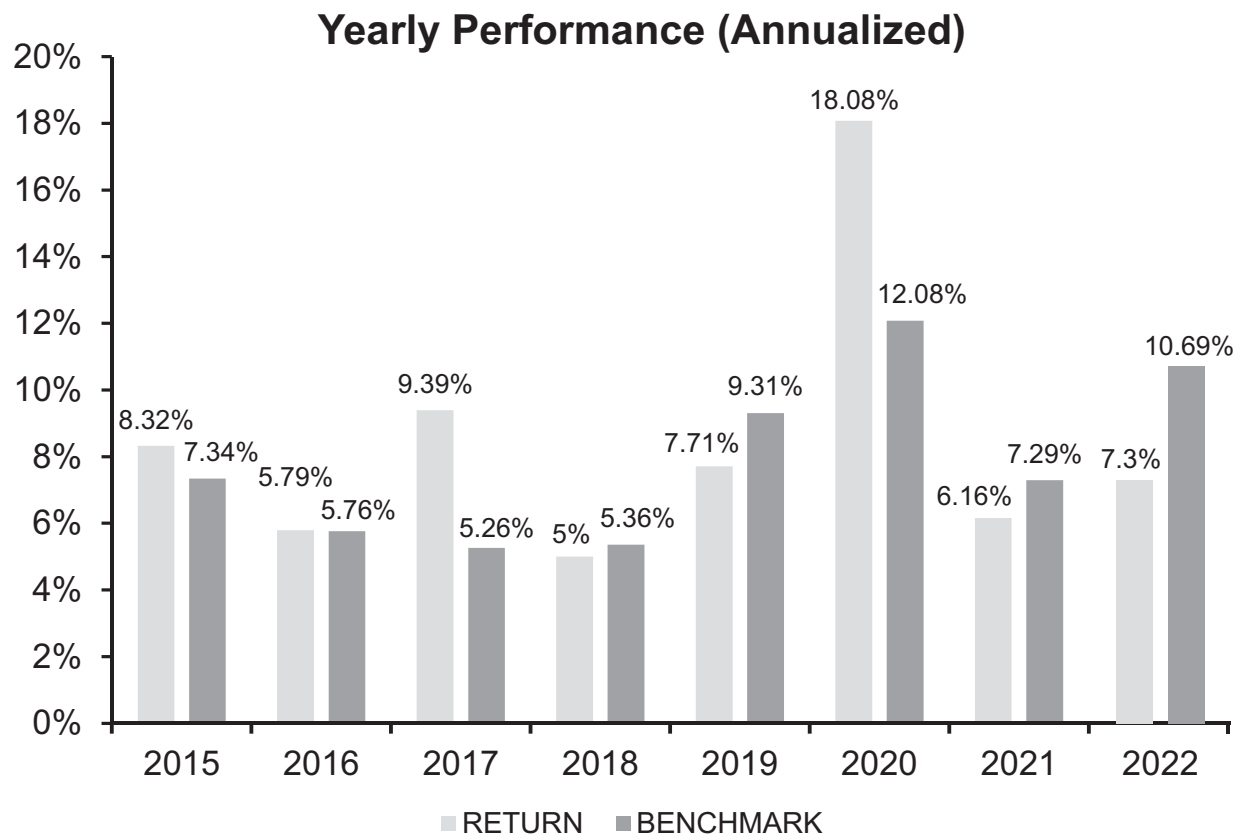
For the Period From 24 November 2014 to 30 June 2015 (Date of Launch: 01 December 2014)

**Relates to announced prices

Note: Past Performance of the Fund is not indicative of future performance, and the price and investment return may go down, as well as up.

Distribution Details

Distribution details	2022	2021	2020	2019	2018	2017	2016	2015
First Inteim Distribution - Cash Dividend (Rs.)	7.24	6.04	17.50	4.00	-	-	5.75	2.25
First Inteim Distribution as a % of opening NAV	7.16	5.98	17.44	3.99	-	-	5.75	2.25
Distribution date	27-Jun-22	25-Jun-20	26-Jun-20	18-Jan-19	-	-	24-Jun-16	8-Jun-15
Second Inteim Distribution - Cash Dividend (Rs.)	-	-	-	3.50	-	-	-	-
Second Inteim Distribution as a % of opening NAV	-	-	-	3.49	-	-	-	-
Distribution date	-	-	-	27-Jun-19	-	-	-	-
Final Distribution - Cash Dividend (Rs.)	-	-	-	-	4.75	9.50	-	2.50
Final Distribution as a % of opening NAV	-	-	-	-	4.75	9.49	-	2.50
Distribution date	-	-	-	-	6-Jul-18	7-Jul-17	-	7-Jul-15



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Sovereign Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

INDEPENDENT AUDITORS' REPORT

To the Unit holders of Atlas Sovereign Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Sovereign Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2022, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics /01- Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Net Asset Value (NAV) (Refer notes 4 and 5 to the financial statements)	
Investments and balances with banks constitute the most significant component of the net asset value. Investments of the Fund as at June 30, 2022 amounted to Rs 1,180.947 million and balances with banks aggregated to Rs 43,499 million. The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2022 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2022 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and • Obtained bank reconciliation statements and tested reconciling items on a sample basis.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of directors of the Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

-
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with board of directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide board of directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with board of directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Karachi: 14 September 2022

A. F. Ferguson & Co.
Chartered Accountants

Engagement Partner: Salman Hussain

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 ----- Rupees -----	2021 -----
Assets			
Bank balances	4	43,498,607	1,054,508,016
Investments	5	1,180,947,418	1,187,198,151
Mark-up receivable	6	2,866,030	19,723,378
Deposits and other receivable	7	3,097,602	3,197,602
Total assets		1,230,409,657	2,264,627,147
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	8	2,051,778	2,767,104
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	63,397	135,046
Payable to the Securities and Exchange Commission of Pakistan	10	404,149	431,255
Redemption payable		37,827	1,611,019
Accrued expenses and other liabilities	11	13,608,372	34,369,690
Total liabilities		16,165,523	39,314,114
NET ASSETS		1,214,244,134	2,225,313,033
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,214,244,134	2,225,313,033
CONTINGENCIES AND COMMITMENTS	12		
NUMBER OF UNITS IN ISSUE		11,991,300	22,006,687
NET ASSET VALUE PER UNIT		101.2604	101.1199

The annexed notes from 1 to 31 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2022

		2022	2021
	Note	----- Rupees -----	
Income			
Interest earned	13	192,012,699	171,078,212
Loss on sale of investments - net		(44,706,434)	(13,174,684)
Unrealised loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	(650,987)	(4,948,255)
		(45,357,421)	(18,122,939)
Total income		146,655,278	152,955,273
Expenses			
Remuneration of Atlas Asset Management Limited - Management Company	8.1	10,459,417	14,139,342
Sindh sales tax on remuneration of the Management Company	8.2	1,359,726	1,838,114
Accounting and operational charges	8.4	3,644,787	3,661,982
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	9.1	1,172,444	1,400,166
Sindh sales tax on Remuneration of Trustee		152,597	182,022
Annual fees to the Securities and Exchange Commission of Pakistan	10.1	404,614	431,255
Auditors' remuneration	15	365,040	273,240
Annual rating fee		442,669	402,633
Annual listing fee		27,500	30,138
Securities transaction cost		261,530	2,834
Printing charges		61,275	13,929
Legal and professional charges		97,958	136,560
Bank charges		35,882	35,436
Total expenses		18,485,439	22,547,651
Net income from operating activities		128,169,839	130,407,622
Reversal of provision / (provision) for Sindh Workers' Welfare Fund	11.1	12,565,416	(2,608,153)
Net income for the year before taxation		140,735,255	127,799,469
Taxation	16	-	-
Net income for the year after taxation		140,735,255	127,799,469
Earnings per unit	17		
Allocation of net income for the year:			
Net income for the year after taxation		140,735,255	127,799,469
Income already paid on units redeemed		(69,266,673)	(4,570,766)
		71,468,582	123,228,703
Accounting income available for distribution:			
-Relating to capital gains		-	-
-Excluding capital gains		71,468,582	123,228,703
		71,468,582	123,228,703

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2022

	2022 ----- Rupees -----	2021 ----- Rupees -----
Net income for the year after taxation	140,735,255	127,799,469
Other comprehensive income	-	-
Total comprehensive income for the year	<u>140,735,255</u>	<u>127,799,469</u>

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED JUNE 30, 2022

	June 30, 2022			June 30, 2021		
	Capital Value	Undistributed income	Net Assets	Capital Value	Undistributed income	Net Assets
	Rupees			Rupees		
Net assets at the beginning of the year	2,212,324,575	12,988,458	2,225,313,033	2,073,891,942	9,579,631	2,083,471,573
Issuance of 7,438,717 units (2021: 7,901,729 units)						
- Capital value (at net asset value per unit at the beginning of the year)	752,202,290	-	752,202,290	797,758,560	-	797,758,560
- Element of income	19,087,079	-	19,087,079	16,145,395	-	16,145,395
Total proceeds on issuance of units	771,289,369	-	771,289,369	813,903,955	-	813,903,955
Redemption of 17,454,104 units (2021: 6,530,676 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(1,764,957,208)	-	(1,764,957,208)	(659,337,049)	-	(659,337,049)
- Element of loss	(6,159,326)	(69,266,673)	(75,425,999)	(8,953,708)	(4,570,766)	(13,524,474)
Total payment on redemption of units	(1,771,116,534)	(69,266,673)	(1,840,383,207)	(668,290,757)	(4,570,766)	(672,861,523)
Total comprehensive income for the year	-	140,735,255	140,735,255	-	127,799,469	127,799,469
Refund of Capital	(12,919,358)	-	(12,919,358)	(7,180,565)	-	(7,180,565)
Cash dividend declared for the year ended June 30, 2022 at the rate of Rs. 7.24 per unit June 27, 2022 (2021: Rs. 6.04 per unit June 25, 2021)	-	(69,790,958)	(69,790,958)	-	(119,819,876)	(119,819,876)
	(12,919,358)	70,944,297	58,024,939	(7,180,565)	7,979,593	799,028
Net assets at end of the year	1,199,578,052	14,666,082	1,214,244,134	2,212,324,575	12,988,458	2,225,313,033
Undistributed income brought forward						
- Realised income		4,528,613			-	
- Unrealised Income / (loss)		8,459,845			9,579,631	
		<u>12,988,458</u>			<u>9,579,631</u>	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		71,468,582			123,228,703	
		<u>71,468,582</u>			<u>123,228,703</u>	
Distributions during the year:						
Cash dividend declared for the year ended June 30, 2022 at the rate of Rs. 7.24 per unit June 27, 2022 (2021: Rs. 6.04 per unit June 25, 2021)		(69,790,958)			(119,819,876)	
Undistributed income carried forward		<u>14,666,082</u>			<u>12,988,458</u>	
Undistributed income carried						
- Realised income		12,993,417			4,528,613	
- Unrealised Income		1,672,665			8,459,845	
		<u>14,666,082</u>			<u>12,988,458</u>	
Net assets value per unit at beginning of the year			101.1199			100.9600
Net assets value per unit at end of the year			<u>101.2604</u>			<u>101.1199</u>

The annexed notes from 1 to 31 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 ----- Rupees -----	2021 -----
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		140,735,255	127,799,469
Adjustments for:			
Interest income		(192,012,699)	(171,078,212)
Loss on sale of investments - net		44,706,434	13,174,684
Unrealized loss on remeasurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	650,987	4,948,255
(Reversal of provision) / provision for Sindh Workers' Welfare Fund	11.1	(12,565,416)	2,608,153
		(159,220,694)	(150,347,120)
Decrease / (increase) in assets			
Investments		438,355,690	721,954,952
Deposits and other receivable		100,000	(2,718,417)
		438,455,690	719,236,535
(Decrease) / increase in liabilities			
Payable to Atlas Asset Management Limited - Management Company		(715,326)	(893,749)
Payable to the Central Depository Company of Pakistan Limited - Trustee		(71,649)	(4,445)
Payable to the Securities and Exchange Commission of Pakistan		(27,106)	(63,937)
Redemption Payable		(1,573,192)	1,611,019
Accrued expenses and other liabilities		(8,195,902)	(64,726,159)
		(10,583,175)	(64,077,271)
Profit received on investments and bank balances		208,870,047	106,376,692
Net cash generated from operating activities		618,257,123	738,988,305
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received against issuance of units		771,289,369	813,903,955
Amount paid against redemption of units		(1,840,383,207)	(672,861,523)
Refund of capital		(12,919,358)	(7,180,565)
Cash dividend		(69,790,958)	(119,819,876)
Net cash (used in) / generated from financing activities		(1,151,804,154)	14,041,991
Net (decrease) / increase in cash and cash equivalents		(533,547,031)	753,030,296
Cash and cash equivalents at the beginning of the year		1,054,508,016	301,477,720
Cash and cash equivalents at the end of the year	18	520,960,985	1,054,508,016

The annexed notes from 1 to 31 form an integral part of these 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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 August 19, 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 2, 2019, October 30, 2019 and April 1, 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 a portfolio of medium risk securities including investments in Government securities and debt instruments. The investment objectives and policies are more fully defined in Fund's Offering document.
- 1.4 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.
- 1.5 During the year ended June 30, 2021, the Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part 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 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain new standards, interpretations and amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2022 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years of the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that investments have been carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years.

3.1 Financial assets

3.1.1 Classification and subsequent measurement

Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are classified based on the business model of the entity as either:

- at amortised cost; or
- at fair value through other comprehensive income (FVOCI); or
- at fair value through profit or loss (FVPL).

IFRS 9 also provides an option for securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the Statement of Assets and Liabilities at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI.

The dividend income from equity securities classified under FVPL is recognised in the Income Statement. The subsequent movement in the fair value of equity securities under FVPL is routed through the Income Statement.

The Fund can only invest in equity securities for the purpose of spread transactions.

3.1.2 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecast of future economic conditions.

The 12 months ECL is recorded for all financial assets in which there is no significant increase in credit risk from the date of initial recognition, whereas a lifetime ECL is recorded for all remaining financial assets.

3.1.2.1 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, in accordance with the provisioning policy duly approved by the Board of Directors.

3.1.3 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.1.4 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

3.1.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.1.6 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the Income Statement.

3.2 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to the Income Statement.

3.3 Offsetting of financial assets and financial 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 recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

3.4 Issue and redemption of units

Units issued are recorded at the offer price determined by the management company for the applications received by the distribution company / management company during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / distributors.

Units redeemed are recorded at the redemption price applicable to units for which the distribution company / management company receives redemption application during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the management company may consider to be an appropriate provision of duties and charges.

3.5 Revenue recognition

- Capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Income from investments in government securities and commercial papers is recognised on an accrual basis using effective interest method at the rate of return implicit in the instrument.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Interest income on bank balances is recognised on an accrual basis.

3.6 Expenses

All expenses chargeable to the Fund including remuneration of Management Company, Trustee and annual fee of SECP are recognised in the income statement on an accrual basis.

3.7 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.8 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 is also exempt from the provision of section 113 (minimum tax) under clause 11A of part IV of the second schedule of the Income Tax Ordinance, 2001.

3.9 Distribution to unit holders

Distributions to unit holders are recognised upon declaration and approval by the Investment Committee of the Board of Directors of Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.10 Net asset value per unit

The net asset value (NAV) 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.

3.11 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

3.12 Cash and cash equivalents

These comprise balances with banks, cheques in hand and short-term highly liquid investments with original maturities of three months or less.

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

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4	BANK BALANCES	Note	2022	2021
			----- Rupees -----	-----
	In local currency			
	- Saving accounts	4.1	<u>43,498,607</u>	<u>1,054,508,016</u>

4.1 The rate of return on these balances range from 5.50% to 12.25% per annum (June 30, 2021: 5.50% to 8.25% per annum).

			2022	2021
5	INVESTMENTS	Note	----- Rupees -----	-----

At fair value through profit or loss

5.1 Market treasury bills - At fair value through profit or loss

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

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 8.12% to 8.42% (June 30, 2021: 8.12% to 9.78%) per annum and will mature between June 19, 2023 and June 18, 2030 (2021: September 19, 2022 and December 10, 2030).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.3 Commercial Papers

Name of the Investee Company	Face Value					Balance as at June 30, 2022			Percentage	
	Issue Date	As At 1 July 2021	Acquired during the year	Sold / matured during the year	As at 30 June 2022	Carrying Value	Market Value	Unrealised appreciation / (diminution)	Market value as a percentage of Total Investment	Market value as a percentage of net assets
						Rupees			% age	
K-Electric ICP-18	April 19, 2021	25,000,000	-	25,000,000	-	-	-	-	-	-
Mughal Iron & Steel Industries	July 26, 2021	-	62,000,000	-	62,000,000	61,702,893	61,702,893	-	5.22%	5.08%
Lucky Electric Power Company	January 12, 2022	-	190,000,000	-	190,000,000	189,302,147	189,302,147	-	16.03%	15.59%
Total as at June 30, 2022		25,000,000	252,000,000	25,000,000	252,000,000	251,005,040	251,005,040	-	21.25%	20.67%
Total as at June 30, 2021						24,398,242	24,398,242	-	2.06%	1.10%

5.3.1 The cost of investment as on June 30, 2022 is Rs.248,656,361 (2021: Rs 23,998,900).

5.3.2 The commercial papers of Mughal Iron & Steel Industries Limited and Lucky Electric Power Company Limited carry profit at the rates of 9.44% and 12.86% respectively and will mature on July 21, 2022 and July 12, 2022 respectively.

5.4 Sukuk certificates

Name of the Investee Company	Face Value					Balance as at June 30, 2022			Percentage	
	Issue Date	As At 1 July 2021	Acquired during the year	Sold / matured during the year	As at 30 June 2022	Carrying Value	Market Value	Unrealised appreciation / (diminution)	Market value as a percentage of Total Investment	Market value as a percentage of net assets
						Rupees			% age	
OBS AGP (Private Limited)	July 15, 2021	-	40,000,000	-	40,000,000	40,000,000	40,200,000	200,000	3.40%	3.31%
Total as at June 30, 2022		-	40,000,000	-	40,000,000	40,000,000	40,200,000	200,000	3.40%	3.31%
Total as at June 30, 2021										

5.4.1 The Sukuk of OBS AGP (Private Limited) has a maturity date of July 15, 2026.

5.5 Unrealised loss on re-measurement of investments classified as financial asset at fair value through profit or loss - net	Note	2022	2021
		Rupees	
Market value of investments	5.1, 5.2, 5.3 & 5.4	1,180,947,418	1,187,198,151
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	1,181,598,405	1,192,146,406
		(650,987)	(4,948,255)

6 MARK-UP RECEIVABLE

Mark-up receivable on:

Bank balances	7,983	538,566
Pakistan investment bonds	1,661,642	19,184,812
Sukuk certificates	1,196,405	-
	2,866,030	19,723,378

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

7	DEPOSITS AND OTHER RECEIVABLE	Note	2022 ----- Rupees -----	2021 -----
	Deposit with Central Depository Company of Pakistan Limited (CDCPL)		102,825	102,825
	Deposit with National Clearing Company of Pakistan Limited (NCCPL)		2,500,000	2,500,000
	Other receivables	7.1	494,777	594,777
			<u>3,097,602</u>	<u>3,197,602</u>

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 section 151. However, during the year ended June, 30 2016, 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.

In this connection, a petition has been filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) 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. Pending resolution of the matter, the cumulative amount of withholding tax deducted on profit received by the Fund on bank deposits till June 30, 2022 has been shown as other receivables as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	2022 ----- Rupees -----	2021 -----
	Remuneration of the Management Company	8.1	711,669	1,248,121
	Sindh sales tax payable on remuneration of the Management Company	8.2	231,352	297,284
	Federal excise duty payable on remuneration of the Management Company	8.3	905,341	905,341
	Accounting and operational charges payable	8.4	203,416	316,358
			<u>2,051,778</u>	<u>2,767,104</u>

8.1 During the year, the Management Company has charged remuneration at the following rates:

From July 01, 2021 to November 30, 2021	0.40%
From December 01, 2021 to April 30, 2022	0.60%
From May 01, 2022 to June 30, 2022	0.70%

Previously, the management fee was charged at the rate of 0.4% of average daily net assets of the Fund.

8.2 During the year, an amount of Rs. 1,359,726 (2021: Rs. 1,838,114) 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. 1,425,658 (2021: Rs. 1,936,866) has been paid to the Management Company which acts as a 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) 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 Rs 0.08 (June 30, 2021: Rs 0.04).

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

During the year, the Management Company has charged expenses at the rate 0.12% of the average annual net assets of the Fund from July 01, 2021 to September 14, 2021 and 0.2% of the average annual net assets of the Fund from September 15, 2021 to June 30, 2022 (2021: 0.12% from July 1, 2020 to November 30, 2020 and 0.065% from December 1, 2020 to June 30, 2021).

9 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY

	Note	2022 ----- Rupees -----	2021 -----
Trustee fee payable	9.1	55,944	119,509
Sindh sales tax payable on trustee fee	9.2	7,453	15,537
		<u>63,397</u>	<u>135,046</u>

- 9.1** 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% from July 01, 2021 to September 30, 2021 and 0.055% from October 01, 2021 to June 30, 2022 (2021: 0.065%) of average daily net assets of the Fund during the year.

- 9.2** The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 13% (2021: 13%) on the remuneration of the trustee through Sindh Sales Tax on Services Act, 2011.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	2022 ----- Rupees -----	2021 -----
Annual fee payable	10.1	<u>404,149</u>	<u>431,255</u>

- 10.1** 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% (2021: 0.02%) of average daily net assets of the Fund during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2022	2021
		----- Rupees -----	----- Rupees -----
Transaction charges payable		1,204	1,204
Auditors' remuneration payable		304,020	259,740
Printing charges payable		-	2,071
Withholding tax payable		7,499,871	16,760,259
Capital gain tax payable		15,393	1,830
Dividend payable		5,776,900	4,768,186
Provision for Sindh Workers' Welfare Fund	11.1	-	12,565,416
Other payables		10,984	10,984
		<u>13,608,372</u>	<u>34,369,690</u>

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 was 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 Mutual Funds Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds had accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year, SRB through its letter dated August 12, 2021 intimated the MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and was also taken up with the SECP and the Asset Management Companies, in consultation with the SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP also gave its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF has been recognised in the financial statements of the Fund.

12 CONTINGENCIES AND COMMITMENTS

There were no material contingencies and commitments outstanding as at June 30, 2022 and June 30, 2021.

13 INTEREST EARNED	2022	2021
	----- Rupees -----	----- Rupees -----
Saving accounts	25,320,264	16,872,215
Government securities - Market treasury bills	51,072,343	59,424,508
Government securities - Pakistan investment bonds	94,929,081	94,382,147
Commercial papers	16,437,629	399,342
Sukuk Certificates	4,253,382	-
	<u>192,012,699</u>	<u>171,078,212</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2022 is 0.91% (2021: 1.17%) which includes 0.09% (2021: 0.21%) on the Fund such as 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".

15 AUDITORS' REMUNERATION

	2022	2021
	----- Rupees -----	
Annual audit fee	165,000	165,000
Half yearly review of condensed interim financial statements	82,500	82,500
Certification charges	60,500	-
Out of pocket expenses	30,000	27,000
Sindh sales tax on services	27,040	19,800
Prior year adjustment	-	(21,060)
	<u>365,040</u>	<u>273,240</u>

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. Since the management has distributed the required minimum percentage of income earned by the Fund during the year ended June 30, 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

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.

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 CASH AND CASH EQUIVALENTS

	Note	2022	2021
		----- Rupees -----	
Bank balances	4	43,498,607	1,054,508,016
Market treasury bills	5.1	477,462,378	-
		<u>520,960,985</u>	<u>1,054,508,016</u>

19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

19.1 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.

19.2 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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.

- 19.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 19.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 19.5** Accounting and operational expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 19.6** Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in these financial statements are as follows:

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	10,459,417	14,139,342
Remuneration paid	10,995,869	14,927,835
Sindh sales tax on remuneration of the Management Company	1,359,726	1,838,114
Accounting and operational charges	3,644,787	3,661,982
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,172,444	1,400,166
Sindh sales tax payable on remuneration of the Trustee	152,597	182,022
Remuneration paid	1,236,009	1,404,100
Atlas Foundation (Group Company)		
Issue of nil (2021: 108,965) units	-	11,054,719
Cash dividend	6,785,234	5,602,613
Outstanding 937,187 (2021: 937,187) units at - net asset value	94,899,930	94,768,256
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of nil (2021: 13,400) units	-	1,360,000
Redemption of nil (2021: 121,616) units	-	12,616,863
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of nil (2021: 33,063) units	-	3,338,258
Redemption of 585,755 (2021: Nil) units	61,426,662	-
Cash dividend	-	3,338,258
Outstanding nil (2021: 585,755) units - at net asset value	-	59,231,487
Atlas Honda Limited (Group Company)		
Issue of 3,141,417 (2021: 569,416) units	329,981,367	57,542,228
Redemption of 8,886,058 (2021: nil) units	946,000,000	-
Cash dividend	34,048,778	61,747,752
Outstanding 5,007,347 (2021: 10,751,988) units at - net asset value	507,045,859	1,087,239,951

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022 ----- Rupees -----	2021 ----- Rupees -----
Shirazi Investments (Private) Limited (Group Company)		
Issue of 1,542 (2021: 51,059) units	164,005	5,207,306
Cash dividend	14,439,993	17,821,688
Redemption of 966,883 (2021: nil) units	100,000,000	-
Outstanding 1,994,554 (2021: 2,959,895) units at - net asset value	201,969,336	299,304,286
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 299,811 (2021: 238,229) units	30,804,769	24,115,338
Cash dividend	5,804,769	5,050,006
Redemption of 338,218 (2021: 343,763) units	35,000,000	35,000,000
Outstanding 859,168 (2021: 897,575) units - at net asset value	86,999,695	90,762,694
Atlas Insurance Limited (Group Company)		
Issue of nil (2021: 986,539) units	-	100,000,000
Redemption of nil (2021: 1,813,622) units	-	184,784,214
Atlas Metals (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of 86,890 (2021: 509,042) units	9,000,000	52,104,395
Redemption of 595,932 (2021: nil) units	62,959,055	-
Cash dividend	-	1,643,578
Outstanding nil (2021: 509,042) units - at net asset value	-	51,474,276
Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of nil (2021: 723,875) units	-	75,000,000
Redemption of nil (2021: 723,875) units	-	75,952,040
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 142,334 (2021: 1,988,000) units	14,409,296	206,329,748
Cash dividend	14,393,118	5,691,660
Outstanding 2,130,334 (2021: 1,988,000) units - at net asset value	215,718,473	201,026,361
Batool's Benefit Trust		
Issue of nil (2021: 190,986) units	-	19,458,527
Redemption of 190,986 (2021: nil) units	20,160,177	-
Cash dividend	-	917,921
Outstanding nil (2021: 190,986) units - at net asset value	-	19,312,485
Directors and their close family members and key management Personnel and executive of the Management Company		
Issue of 52,577 (2021: 94,277) units	3,980,666	9,530,449
Redemption of 583,171 (2021: nil) units	62,162,392	-
Cash dividend	1,627,295	9,834,923
Outstanding 238,443 (2021: 769,037) units at - net asset value	24,144,834	77,764,911

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

20 FINANCIAL INSTRUMENTS BY CATEGORY

	As at June 30, 2022		
	At amortised cost	At fair value through profit or loss	Total
	----- (Rupees) -----		
Financial assets			
Bank balances	43,498,607	-	43,498,607
Investments	-	1,180,947,418	1,180,947,418
Mark-up receivable	2,866,030	-	2,866,030
Deposits	2,602,825	-	2,602,825
	48,967,462	1,180,947,418	1,229,914,880
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	2,051,778	-	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee	63,397	-	63,397
Redemption Payable	37,827	-	37,827
Accrued expenses and other liabilities	6,093,108	-	6,093,108
	8,246,110	-	8,246,110
	As at June 30, 2021		
	At amortised cost	At fair value through profit or loss	Total
	----- (Rupees) -----		
Financial assets			
Bank balances	1,054,508,016	-	1,054,508,016
Investments	-	1,187,198,151	1,187,198,151
Mark-up receivable	19,723,378	-	19,723,378
Deposits	2,602,825	-	2,602,825
	1,076,834,219	1,187,198,151	2,264,032,370
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	2,767,104	-	2,767,104
Payable to the Central Depository Company of Pakistan Limited - Trustee	135,046	-	135,046
Redemption Payable	1,611,019	-	1,611,019
Accrued expenses and other liabilities	5,042,185	-	5,042,185
	9,555,354	-	9,555,354

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

- 21.1** The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the management company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

21.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market prices. Market risk comprises of three types of risk; interest rate risk, price risk and currency risk.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in the market interest rates. As of June 30, 2022, the Fund is exposed to such risk in respect of its investments and bank balances. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds bank balances, Pakistan investments bonds and sukuk certificates which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at June 30, 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs.4.959 million (2021: Rs. 14.676 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds market treasury bills and commercial paper which expose the Fund to fixed interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at June 30, 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs.7.284 million (2021: Rs. 7.741 million).

The composition of the fund's investment portfolio and interest rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movements in interest rates.

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The Fund's interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2022 can be determined as follows:

As at June 30, 2022					
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Percentage	(Rupees)				
Financial assets					
Bank balances	5.50% to 12.25%	43,498,607	-	-	43,498,607
Investments	7.07%-14.70%	728,467,418	175,297,500	277,182,500	1,180,947,418
Mark-up receivable		-	-	-	2,866,030
Deposits		-	-	-	2,602,825
		771,966,025	175,297,500	277,182,500	5,468,855
					1,229,914,880
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	-	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	63,397
Redemption payable		-	-	-	37,827
Accrued expenses and other liabilities		-	-	-	6,093,108
		-	-	-	8,246,110
					8,246,110
Total interest rate sensitivity gap		771,966,025	175,297,500	277,182,500	(2,777,255)
					1,221,668,770

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at June 30, 2021 -----						
Effective yield / interest rate	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	----- (Rupees) -----					
Financial assets						
Bank balances	5.50%-8.25%	1,054,508,016	-	-	-	1,054,508,016
Investments	8.12% - 9.78%	24,398,242	413,136,250	749,663,659	-	1,187,198,151
Mark-up receivable		-	-	-	19,723,378	19,723,378
Deposits		-	-	-	2,602,825	2,602,825
		1,078,906,258	413,136,250	749,663,659	22,326,203	2,264,032,370
Financial liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	2,767,104	2,767,104
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	135,046	135,046
Redemption payable		-	-	-	1,611,019	1,611,019
Accrued expenses and other liabilities		-	-	-	5,042,185	5,042,185
		-	-	-	9,555,354	9,555,354
Total interest rate sensitivity gap		1,078,906,258	413,136,250	749,663,659	12,770,849	2,254,477,016

(ii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

(iii) Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short-term instruments in order to maintain liquidity.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

----- As at June 30, 2022 -----					
	Within 1 month	1 to 3 months	3 to 12 months	1 to 10 years	Total
	----- Rupees -----				
Financial assets					
Bank balances	43,498,607	-	-	-	43,498,607
Investments	728,467,418	-	175,297,500	277,182,500	1,180,947,418
Mark-up receivable	2,866,030	-	-	-	2,866,030
Deposits	-	-	-	2,602,825	2,602,825
	774,832,055	-	175,297,500	279,785,325	1,229,914,880
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company	2,051,778	-	-	-	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee	63,397	-	-	-	63,397
Redemption Payable	37,827	-	-	-	37,827
Accrued expenses and other liabilities	6,093,108	-	-	-	6,093,108
	8,246,110	-	-	-	8,246,110
Net financial assets	<u>766,585,945</u>	<u>-</u>	<u>175,297,500</u>	<u>279,785,325</u>	<u>1,221,668,770</u>

----- As at June 30, 2021 -----					
	Within 1 month	1 to 3 months	3 to 12 months	1 to 10 years	Total
	----- Rupees -----				
Financial assets					
Bank balances	1,054,508,016	-	-	-	1,054,508,016
Investments	-	24,398,242	-	1,162,799,909	1,187,198,151
Mark-up receivable	19,723,378	-	-	-	19,723,378
Deposits	-	-	-	2,602,825	2,702,825
	1,074,231,394	24,398,242	-	1,165,402,734	2,264,132,370
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company	2,767,104	-	-	-	2,767,104
Payable to the Central Depository Company of Pakistan Limited - Trustee	135,046	-	-	-	135,046
Redemption Payable	1,611,019	-	-	-	1,611,019
Accrued expenses and other liabilities	5,042,185	-	-	-	5,042,185
	9,555,354	-	-	-	9,555,354
Net financial assets	<u>1,064,676,040</u>	<u>24,398,242</u>	<u>-</u>	<u>1,165,402,734</u>	<u>2,254,577,016</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

21.4 Credit risk

Credit risk arises from the inability of the issuers of the instruments or the counter party to fulfil their obligations. The Fund is exposed to credit risk with respect to its bank balances, commercial paper, sukuk certificates and interest accrued thereon. The Fund's policy is to enter into financial contracts in accordance with the interest risk management policies and investment guidelines approved by the Investment Committee. As of June 30, 2022, 73.28% (2021: 53.12%) of Fund's net assets are invested in government securities. The Fund's maximum exposure to credit risk (excluding government securities and their related outstanding mark-up) as of June 30, 2022 amounts to Rs. 3.359 million (2021: Rs. 1,082.148 million).

21.4.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements with banks. The credit rating profile of banks is as follows:

Ratings of amounts placed with banks	% of financial assets exposed to credit risk	
	2022	2021
AAA	75.83%	9.81%
AA+	23.99%	71.19%
AA	0.05%	0.01%
A+	0.10%	18.97%
AA-	0.04%	0.02%
	100%	100%

The maximum exposure to credit risk before any credit enhancement as at June 30, 2022 is the carrying amount of the financial assets except for government securities held and their related outstanding mark-up. None of these assets are impaired nor past due but not impaired.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with, diverse credit worthy counter parties.

22 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.

22.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 June 30, 2022 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

As at June 30, 2022				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Market treasury bills	-	477,462,378	-	477,462,378
Pakistan investment bonds	-	412,280,000	-	412,280,000
Commercial paper*	-	251,005,040	-	251,005,040
Sukuk certificates	-	40,200,000	-	40,200,000
	-	1,180,947,418	-	1,180,947,418
As at June 30, 2021				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Pakistan Investment Bonds	-	1,162,799,909	-	1,162,799,909
Commercial Paper*	-	24,398,242	-	24,398,242
	-	1,187,198,151	-	1,187,198,151

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

23 UNIT HOLDERS FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current year.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

24 UNIT HOLDING PATTERN OF THE FUND

Category	30 June 2022			30 June 2021		
	Number of unit holders	Amount (Rupees)	Percentage of total	Number of unit holders	Amount (Rupees)	Percentage of total
Individuals	126	61,394,575	5.06%	98	117,542,660	5.28%
Associated Companies / Directors	7	828,059,959	68.20%	9	1,629,105,689	73.21%
Other Corporates	3	7,745,253	0.64%	2	23,159,502	1.04%
Retirement Funds	5	317,044,347	26.11%	7	455,505,182	20.47%
	141	1,214,244,134	100%	116	2,225,313,033	100%

25 LIST OF BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Arif Habib Limited	100.00	Optimus Capital Management (Pvt) Ltd	100.00

26 MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	MBA, CFA	11 Years

27 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Money Market Fund Atlas Income Fund Atlas Islamic Income Fund Atlas Liquid Fund

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

28 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and attendance of its members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Fahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim(Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

29 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on December 24, 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

Moreover, PACRA has updated the stability rating of the Fund to "AA- (f)" (2021: "AA (f)") on April 15, 2022.

30 GENERAL

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

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

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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
HBL Microfinance Bank
Zarai Taraqati Bank Limited



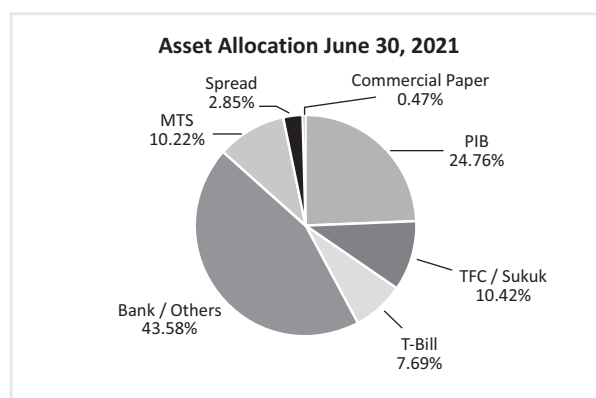
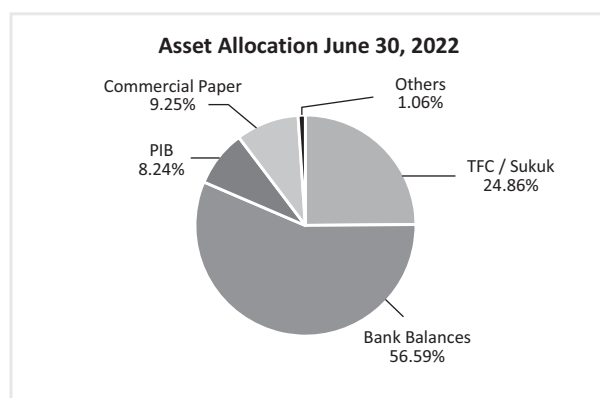
Fund Manager's Report

Atlas Income Fund (AIF) is an Open-ended Income Fund. The objective of AIF is to achieve a good rate of current income (with medium risk) and provide investors with liquidity as well as the facility to join or leave the fund at their convenience. The Fund primarily invests in a diversified portfolio of long, medium and short-term fixed income instruments. The Fund's strategy is based on the conviction that economic environment drives long term performance, and that active management of credit risk can produce consistently superior results. Fundamental and market analysis are used to identify overall portfolio, bond market sectors, yield curve and credit positioning to provide high and sustainable rates of return. The fund employs strategies such as overall portfolio duration and yield curve positioning to deal with market and reinvestment risks.

Atlas Income Fund performance benchmark is average Six Months KIBOR (offer) rate.

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The Net Asset Value per unit of Atlas Income Fund increased by 8.43% to Rs. 523.46 as on June 30, 2022. The benchmark average six months KIBOR rate stood at 10.87% during the period under review. AIF total exposure in Bank Balances, Term Finance Certificates/Sukuk, Commercial Papers, Pakistan Investment Bonds and Others stood at 56.59%, 24.86%, 9.25%, 8.24% and 1.06% respectively. 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. 2.67 billion with 5.09 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Income Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 43.10 per unit for the period ended June 30, 2022 (8.62% on the face value of Rs. 500 per unit).

The non-performing assets and provisions, are as detailed below:

(Rupees '000)

Non-compliant Investments	Value of Investment before Provision	Provision Held	Value of Investment After Provision	% of Net Assets	Suspended Markup (fully provided)
Agritech Limited - Sukuk	15,225	(15,225)	-	-	24,447
Agritech Limited - PPTFC	29,976	(29,976)	-	-	46,700
Agritech Limited - TFC IV	7,494	(7,494)	-	-	12,100
Agritech Limited - TFC II	11,015	(11,015)	-	-	-
Azgard Nine Limited - TFC	1,735	(1,735)	-	-	104
Azgard Nine Limited - TFC VI	6,040	(6,040)	-	-	61
Azgard Nine Limited - TFC VII	13,850	(13,850)	-	-	-
Telecard Limited - TFC	3,424	(3,424)	-	-	981
Total	88,759	(88,759)	-	-	84,394

The Administrative Plans:

The Management Company is offering investment plans that allow investors focused combination investment strategic in Atlas Income fund (AIF) and Atlas Stock Market Fund (ASMF). The investment plans were offered from September 2008, and the returns are as under:

Administrative Plans	Proportionate Investment in		Return (period ended)			
	AIF	ASMF	2018-19	2019-20	2020-21	2021-22
Atlas Bachat Plan	85%	15%	3.41%	14.5%	12.2%	5.11%
Atlas Bachat Balanced Plan	50%	50%	-5.75%	10.4%	24.4%	-2.65%
Atlas Bachat Growth Plan	15%	85%	-14.91%	6.37%	36.6%	-10.41%

Breakdown of Unit Holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individuals	447	328,908,575	12.34%
Associated Companies / Directors	9	1,789,073,337	67.11%
Retirement Funds	19	463,819,237	17.40%
Insurance Companies	1	41,907,771	1.57%
Others	14	42,128,269	1.58%
Total	490	2,665,837,189	100.00%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIF amounting to Rs. 44.64 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIF by 0.81%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 23,582,971 up till June 30, 2022 (Rs. 4.63 per unit).

The Total Expense Ratio (TER) of the Fund is 1.18% including expenses representing Government levy and SECP Fee of 0.10%. During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

PERFORMANCE SINCE INCEPTION

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Net assets (Rs. in '000)	2,665,837	4,990,461	3,715,448	2,988,495	6,736,308	12,550,927	7,808,327	5,576,232	3,896,867
Number of units in issue	5,092,694	9,550,014	7,151,571	5,820,926	12,545,428	24,501,811	15,273,112	10,928,688	7,734,075
Net asset value per unit (Rs.)	523.46	522.56	519.53	513.41	536.95	512.24	511.25	510.24	503.86
Net income (Rs. in '000)	358,548	284,786	499,956	292,891	460,808	213,245	444,672	168,149	184,945
Earnings per unit (Rs.)	70.40	29.82	69.91	50.32	36.73	8.70	29.11	15.39	23.91
Annual return of the Fund (%)	8.43	7.43	16.26	7.33	4.82	5.48	8.02	10.19	8.45
Offer price ** (Rs.)	523.46	522.56	519.53	513.41	536.95	512.24	511.25	510.24	503.80
Redemption price ** (Rs.)	523.46	522.56	519.53	513.41	536.95	512.24	511.25	510.24	503.86
Highest offer price (Rs.)	565.73	555.23	596.65	531.63	536.86	538.50	550.09	565.53	518.68
Lowest offer price (Rs.)	522.90	520.39	514.18	513.06	513.00	510.39	510.77	504.10	502.10
Highest repurchase price per unit (Rs.)	565.73	555.23	596.65	531.63	536.86	538.50	550.09	565.53	518.11
Lowest repurchase price per unit (Rs.)	522.90	520.39	514.18	513.06	513.00	510.39	510.77	504.10	502.10
Weighted average portfolio (No. of days)	541.63	554.78	612.86	774.82	652.86	417.19	845.19	98.20	329.65

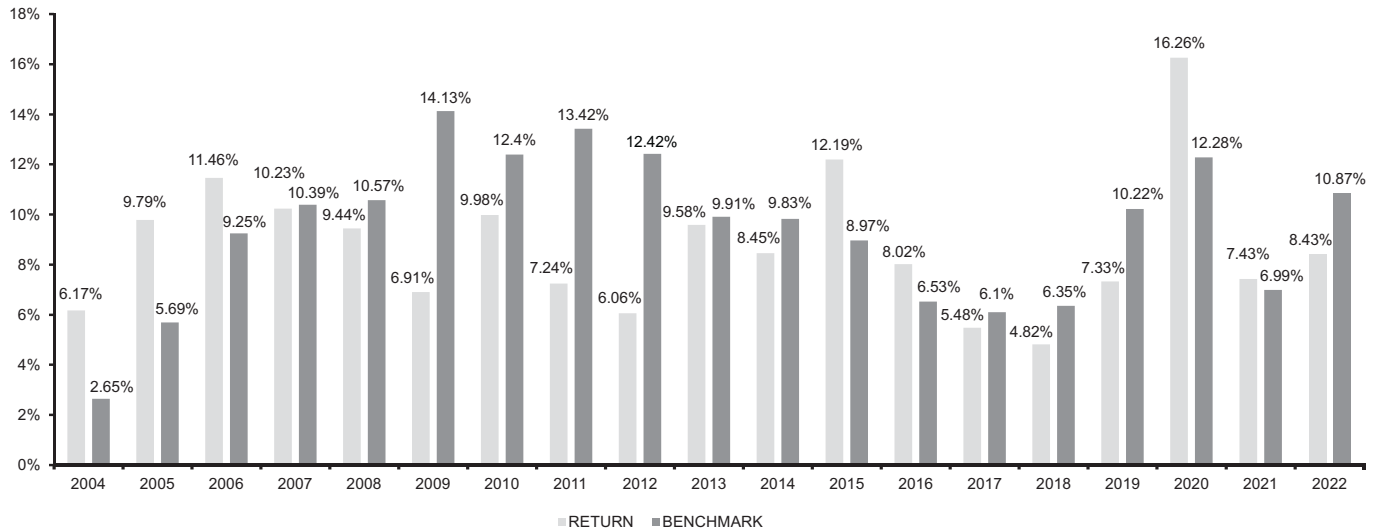
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004*
Net assets (Rs. in '000)	1,939,998	931,487	786,935	1,282,287	1,748,265	4,150,406	3,853,940	2,675,604	1,153,856	371,324
Number of units in issue	3,851,364	1,855,552	1,530,383	2,509,323	3,403,895	7,930,536	6,988,480	4,796,790	2,101,528	742,343
Net asset value per unit (Rs.)	503.72	502.00	514.21	511.01	513.61	523.34	551.47	557.79	549.06	500.21
Net income (Rs. in '000)	139,186	53,314	63,171	161,118	154,107	433,326	357,866	276,820	103,093	13,941
Earnings per unit (Rs.)	36.14	28.73	41.28	64.21	45.27	54.64	51.21	57.71	49.06	18.78
Annual return of the Fund (%)	9.58	6.06	7.24	9.98	6.91	9.44	10.23	11.46	9.79	6.17
Offer price ** (Rs.)	508.56	507.02	519.35	516.04	518.75	533.81	557.60	566.65	554.55	505.21
Redemption price ** (Rs.)	503.52	502.00	514.21	510.93	513.61	523.34	546.67	555.54	549.06	500.21
Highest offer price (Rs.)	523.74	535.51	524.74	525.88	528.18	547.01	557.60	566.79	556.84	529.24
Lowest offer price (Rs.)	507.30	483.57	500.55	507.89	474.68	513.92	513.33	511.77	510.90	520.91
Highest repurchase price per unit (Rs.)	518.55	530.21	519.54	520.67	517.82	536.28	546.67	555.54	545.92	518.86
Lowest repurchase price per unit (Rs.)	502.28	478.78	495.59	501.32	466.39	503.84	503.26	500.45	500.88	510.70
Weighted average portfolio (No. of days)	59.05	87.24	67.57	70.58	58.63	76.47	26.19	47.17	21.47	33.70

Date of Launch: 22 March 2004.

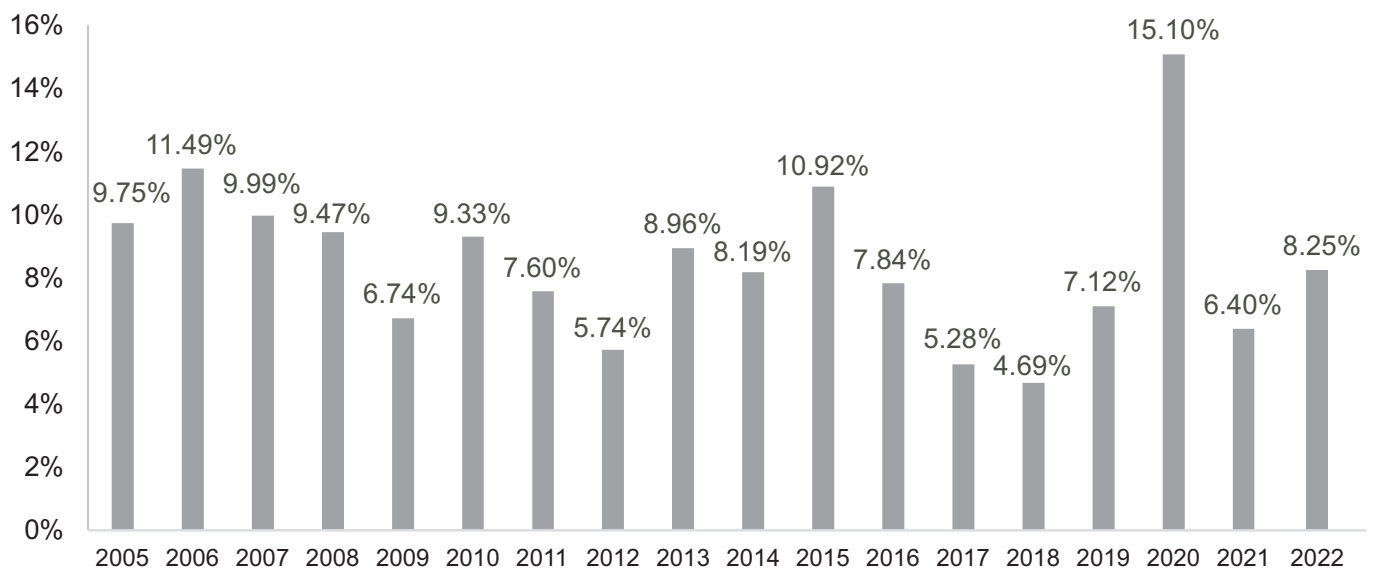
* For the period from 15 September 2003 to 30 June 2004.

** Relates to announced prices.

Yearly Performance (Annualized)



Payout History (% on opening Ex - NAV)



DISTRIBUTION HISTORY

Distribution detail	2022	2021	2020	2019	2018	2017	2016	2015
First Interim distribution cash dividend (Rs.)	43.10	28.80	77.50	18.00	-	27.00	40.00	55.00
First Interim distribution as a % of Ex-NAV of units	8.25	5.54	15.10	3.51	-	5.28	7.84	10.92
Date of distribution - Interim	24-Jun-22	25-Jun-21	26-Jun-20	18-Jan-19	-	20-Jun-17	24-Jun-16	29-Jun-15
Second Interim distribution cash dividend (Rs.)	-	4.45	-	18.50	-	-	-	-
Second Interim distribution as a % of Ex-NAV of units	-	0.86	-	3.61	-	-	-	-
Date of distribution - Interim	-	30-Jun-21	-	27-Jun-19	-	-	-	-
Final distribution cash dividend (Rs.)	-	-	-	-	24	-	-	-
Final distribution as a % of Ex-NAV of units	-	-	-	-	4.69	-	-	-
Date of distribution	-	-	-	-	6-Jul-18	-	-	-

Distribution details	2014	2013	2012	2011	2010	2009	2008
First Interim distribution (Bonus)	9.50	12.50	-	-	12.50	13.75	25.00
First Interim distribution as a % of opening Ex-NAV of units	1.89	2.49	-	-	2.49	2.75	4.99
Date of distribution - Interim	4 October 2013	5 October 2012	-	-	27 October 2009	25 October 2008	3 April 2008
Second Interim distribution (Bonus)	9.50	12.50	-	12.50	13.75	7.50	-
Second Interim distribution as a % of opening Ex-NAV of units	1.89	2.49	-	2.49	2.74	1.50	-
Date of distribution - Interim	7 January 2014	4 January 2013	-	11 January 2011	21 January 2010	24 April 2009	-
Third Interim distribution (Bonus)	9.50	10.00	-	12.00	12.50	-	-
Third Interim distribution as a % of opening Ex-NAV of units	1.89	1.99	-	2.39	2.49	-	-
Date of distribution - Interim	4 April 2014	5 April 2013	-	7 April 2011	6 April 2010	-	-
Fourth Interim distribution (Bonus)	12.75	10.00	-	-	-	-	-
Fourth Interim distribution as a % of opening Ex-NAV of units	2.53	1.99	-	-	-	-	-
Date of distribution - Interim	18 June 2014	27 June 2013	-	-	-	-	-
Interim distribution (Bonus)	-	-	28.75	-	-	-	-
Interim distribution as a % of opening Ex-NAV of units	-	-	5.74	-	-	-	-
Date of distribution - Interim	-	-	27 June 2012	-	-	-	-
Final Distribution (Bonus)	-	-	-	13.75	8.00	12.50	22.50
Final Distribution as a % of opening Ex-NAV of units	-	-	-	2.73	1.60	2.50	4.49
Date of distribution - Final	-	-	-	7 July 2011	8 July 2010	3 July 2009	4 July 2008

Distribution details	2007	2006	2005	2004*
Final Distribution (Bonus)	50.00	57.50	48.75	18.75
Final Distribution as a % of opening Ex-NAV of units	9.99	11.49	9.75	3.75
Date of distribution - Final	20 July 2007	19 July 2006	15 July 2005	29 July 2004

* For the period from 15 September 2003 to 30 June 2004.

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Income Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Income Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Income Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investments in Debt Instruments	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of debt investments which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of debt investments. Our key procedure included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement and valuations on the basis of prices determined by Mutual Funds Association of Pakistan (MUFAP). • We assessed the Fund's compliance with the requirements of

Key audit matter	How our audit addressed the key audit matter
	Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of debt investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the debt investments portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide

a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 Rupees	2021
Assets			
Bank balances	4	1,542,301,936	2,146,464,962
Investments	5	1,154,234,216	2,383,532,812
Receivable against Margin Trading System		-	527,223,489
Markup / profit accrued	6	19,867,926	45,277,174
Security deposits, prepayment and other receivables	7	9,039,382	56,721,155
Total assets		2,725,443,460	5,159,219,592
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	8	29,650,873	32,526,165
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	206,137	353,377
Payable to the Securities and Exchange Commission of Pakistan	10	891,294	853,312
Payable against purchase of investment		-	18,957,296
Payable against redemption of units	11	-	1,374,017
Dividend payable		197,315	32,852,713
Accrued expenses and other liabilities	12	28,660,654	83,871,854
Total liabilities		59,606,273	170,788,734
NET ASSETS		2,665,837,187	4,988,430,858
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,665,837,187	4,988,430,858
CONTINGENCIES AND COMMITMENTS	13		
NUMBER OF UNITS IN ISSUE		5,092,694	9,546,130
NET ASSET VALUE PER UNIT		523.4631	522.5605

The annexed notes from 1 to 33 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	Rupees	
Income			
Markup / profit income	14	415,795,967	338,419,573
(Loss) / gain on sale of investments - net	5.7	(52,116,356)	20,915,797
Net unrealised gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		2,940,332	2,064,550
		(49,176,024)	22,980,347
Total income		366,619,943	361,399,920
Expenses			
Remuneration of the Management Company	8.1	26,144,292	42,665,757
Sindh Sales Tax on remuneration of the Management Company	8.2	3,398,758	5,546,548
Remuneration of the Trustee	9.1	3,342,354	3,199,932
Sindh Sales Tax on remuneration of the Trustee	9.2	434,506	415,991
Annual fees to the Securities and Exchange Commission of Pakistan	10.1	891,294	853,312
Transaction charges	15	4,961,336	7,776,686
Auditors' remuneration	16	730,944	652,088
Accounting and operational charges	17	8,029,131	7,253,179
Annual rating fee		632,637	523,030
Annual listing fee		27,499	30,106
Printing charges		59,083	25,769
Legal and professional charges		4,035,171	1,807,320
Bank charges		23,351	50,889
(Reversal) / provision for Sindh Workers' Welfare Fund	12.1	(44,638,020)	5,814,127
Total expenses		8,072,336	76,614,735
Net income for the year before taxation		358,547,607	284,785,185
Taxation	19	-	-
Net income for the year after taxation		358,547,607	284,785,185
Allocation of net income for the year:			
- Net income for the year after taxation		358,547,607	284,785,185
- Income already paid on units redeemed		(175,214,088)	(13,861,520)
		183,333,519	270,923,665
Accounting income available for distribution:			
- Relating to capital gains		-	22,980,347
- Excluding capital gains		183,333,519	247,943,318
		183,333,519	270,923,665

The annexed notes from 1 to 33 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022 ----- Rupees -----	2021 ----- Rupees -----
Net income for the year after taxation	358,547,607	284,785,185
Other comprehensive income for the year	-	-
Total comprehensive income for the year	358,547,607	284,785,185

The annexed notes from 1 to 33 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

	2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	4,773,825,599	-	4,773,825,599
Undistributed income brought forward			
- Realised income	-	185,109,189	185,109,189
- Unrealised income	-	29,496,070	29,496,070
Net assets at the beginning of the year (Units outstanding: 9,546,130) (Rs. 522.5605 per unit)	4,773,825,599	214,605,259	4,988,430,858
Issue of 6,149,124 units	3,327,679,843	-	3,327,679,843
Redemption of 10,602,560 units	(5,623,602,014)	(175,214,088)	(5,798,816,102)
Total comprehensive income for the year	-	358,547,607	358,547,607
Refund of capital	(31,185,126)	-	(31,185,126)
Cash distribution for year the ended 30 June 2022 at Rs. 43.1 per unit declared on 24 June 2022	-	(178,819,894)	(178,819,894)
Net assets at end of the year (Units outstanding: 5,092,694) (Rs. 523.4631 per unit)	2,446,718,303	219,118,884	2,665,837,187
Undistributed income carried forward			
- Realised income	-	212,606,523	-
- Unrealised income	-	6,512,362	-
	-	219,118,884	-
	2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	3,527,040,519	-	3,527,040,519
Undistributed income brought forward			
- Realised income	-	104,252,481	104,252,481
- Unrealised loss	-	84,161,043	84,161,043
Net assets at the beginning of the year (Units outstanding: 7,151,571) (Rs. 519.5300 per unit)	3,527,040,519	188,413,524	3,715,454,043
Issue of 9,410,509 units	5,055,409,880	-	5,055,409,880
Redemption of 7,015,950 units	(3,744,255,571)	(13,861,520)	(3,758,117,091)
Total comprehensive income for the year	-	284,785,186	284,785,186
Refund of capital	(64,369,228)	-	(64,369,228)
Cash distribution for year the ended 30 June 2021 at Rs. 28.8 per unit declared on 25 June 2021	-	(205,758,085)	(205,758,085)
Cash distribution for year the ended 30 June 2021 at Rs. 4.45 per unit declared on 30 June 2021	-	(38,973,846)	(38,973,846)
Net assets at end of the year (Units outstanding: 9,546,130) (Rs. 522.5605 per unit)	4,773,825,599	214,605,259	4,988,430,858
Undistributed income carried forward			
- Realised income	-	185,109,189	-
- Unrealised gain	-	29,496,070	-
	-	214,605,259	-

The annexed notes from 1 to 33 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

Note	2022	2021
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year after taxation	358,547,607	284,785,186
Adjustments for:		
Markup income	(415,795,967)	(338,419,573)
Loss / (gain) on sale of investments - net	52,116,356	(20,915,797)
Net unrealised gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(2,940,332)	(2,064,550)
(Reversal) / provision for Sindh Workers' Welfare Fund	(44,638,020)	5,814,127
	(411,257,963)	(355,585,793)
Decrease / (increase) in assets		
Receivable against Margin Trading System	527,223,489	(527,223,489)
Security deposits, prepayment and other receivables	47,681,773	(45,165,322)
	574,905,262	(572,388,811)
Decrease in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(2,875,292)	1,360,557
Payable to the Central Depository Company of Pakistan Limited - Trustee	(147,240)	87,570
Payable to the Securities and Exchange Commission of Pakistan	37,982	187,548
Payable against purchase of investment	(18,957,296)	18,957,296
Dividend payable	(32,655,398)	(258,658,873)
Accrued expenses and other liabilities	(10,573,180)	(24,963,766)
	(65,170,423)	(263,029,669)
	457,024,483	(906,219,087)
Interest received	441,205,215	342,717,411
Investments - net	1,180,122,572	402,269,481
Net cash generated from / (used) in operating activities	2,078,352,270	(161,232,196)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	3,327,679,843	5,055,409,880
Payments against redemption of units	(5,800,190,119)	(3,756,857,712)
Refund of capital	(31,185,126)	(64,369,228)
Cash dividend	(178,819,894)	(244,731,931)
Net cash (used) / generated from financing activities	(2,682,515,296)	989,451,009
Net (decrease) / increase in cash and cash equivalents	(604,163,025)	828,218,813
Cash and cash equivalents at the beginning of the year	2,146,464,962	1,318,246,149
Cash and cash equivalents at the end of the year	1,542,301,936	2,146,464,962

The annexed notes from 1 to 33 form an integral part of these 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 and the Offering Document has been revised various times during 2010 to 2022 with its last amendment in 26 July 2021 and 12 November 2021, respectively, further the trust has been registered under the Sindh Trust Act as disclosed in note 1.5. 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 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.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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 Regulation) 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
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
IAS 41 Agriculture - Taxation in fair value measurements	01 January 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets, and provision under uncertain circumstances such as taxes recoverable and Federal Excise Duty payable on remuneration of management company as disclosed in notes 7.1 and 8.3 respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below.

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as 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'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; 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 etc.

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 asset to identify whether they meet the SPPI criteria.

'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.

c) Subsequent Measurement

Debt instruments at fair value through profit or loss

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

previously recognised in OCI are reclassified from OCI to profit or loss. The fund has not used this classification for its investment portfolio.

Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

i) **Determination of fair value**

The fair value of financial assets are determined as follows:

1) **Debt securities (other than Government securities)**

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

2) **Debt securities (Government securities)**

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

3) **Equity securities**

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 **Cash and cash equivalents**

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 **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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.4 **Unit holders' Fund**

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 **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% net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded tax liability in respect of income relating to the current year as the Management Company has distributed more than 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the distribution company and the management company as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the distribution company / management company / distributors receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the management company may consider to be an appropriate provision of duties and charges.

3.7 Distributions to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.9 Revenue recognition

- Income from investments in term finance certificates / sukuks and government securities is recognised on an accrual basis using effective interest method at the rate of return implicit in the instrument.
- Markup / interest income on bank balances, term deposits and MTS transactions is recognised on an accrual basis.
- Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealised gain / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.10 Margin Trading System

Transactions of purchase under Margin Trading System (MTS) of marketable securities are entered into contracted rates for specified periods of time. Securities purchased under MTS are not recognised in the Statement of Assets and Liabilities. The amount paid under such agreements is recognised as receivable in respect of MTS. Profit is recognised on an accrual basis using the effective interest method. Cash releases are adjusted against the receivable as a reduction in the amount of receivable. The maximum maturity of an MTS contract is 60 calendar days out of which 25% exposure is automatically released at expiry of every 15th day from the day of contract.

3.11 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.

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.

		2022	2021
4	BANK BALANCES	Note	----- Rupees -----
	In local currency		
	- Profit and loss sharing accounts	4.1	1,542,296,936
	- Cheques in hand	4.2	2,145,467,153
			992,808
			1,542,301,936
			2,146,464,962

4.1 The rate of return on these accounts ranges between 5.50% to 16.45% (30 June 2021 5.5% to 7.95%) per annum. The profit rates effective at the year end on these accounts ranges between 7% and 15% (30 June 2021 5.50% to 7.80%) per annum.

4.2 This denotes cheque received against issue of units which was deposited and cleared in the bank account subsequent to the year ended 2022 : Nil (2021: 28 July 2021).

		2022	2021
5	INVESTMENTS	Note	----- Rupees -----
	At fair value through profit or loss		
	Term finance certificates - listed	5.1 & 5.7	38,606,746
	Term finance certificates - unlisted	5.2 & 5.7	37,058,292
	Sukuk certificates	5.3 & 5.7	350,472,196
	Government securities - Market Treasury Bills	5.4	288,550,000
	Government securities - Pakistan Investment Bonds	5.5	201,665,984
	Islamic commercial paper	5.6	-
	Investment in ordinary shares	5.8	396,979,395
	Investment in Future contracts		224,605,000
			252,000,274
			-
			143,201,863
			-
			3,903,901
			1,154,234,216
			2,383,532,812

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.1 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 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	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										
Soneri Bank Limited		7,428	-	-	7,428	37,043,436	38,606,746	3.34%	1.45%	1.24%
TELECOMMUNICATION										
Telecard Limited	5.8.1	4,000	-	-	4,000	-	-	0.00%	0.00%	0.00%
PERSONAL GOODS										
Azgard Nine Limited	5.8.1	5,000	-	-	5,000	-	-	0.00%	0.00%	0.00%
Total - 30 June 2022						37,043,436	38,606,746	3.34%	1.45%	1.24%
Total - 30 June 2021						36,825,928	37,058,292	1.55%	0.74%	1.24%

5.1.1 The terms and conditions of listed term finance certificates outstanding as at 30 June 2022 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
PERSONAL GOODS					
Azgard Nine Limited	NPA	7 years	Semi-annually	Sept 2012	6 month KIBOR + 2.40%
TELECOMMUNICATION					
Telecard Limited	NPA	15 years	Semi-annually	Dec 2020	3 month KIBOR
BANKS					
Soneri Bank Limited	A+	8 years	Semi-annually	July 2023	6 month KIBOR + 1.35%

5.2 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 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	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										
The Bank of Punjab Limited - TFC (Face Value Rs. 99,840)		527	500	-	1,027	103,199,489	102,883,956	8.91%	3.86%	4.11%
Askari Bank Limited - TFC VII (Face Value Rs. 1,000,000)		150	-	-	150	150,671,100	152,250,000	13.19%	5.71%	2.50%
Samba Bank Limited TFC (Face Value Rs. 99,960)		950	-	-	950	94,962,000	95,338,239	8.26%	3.58%	1.90%
						348,832,589	350,472,196	30.36%	13.15%	8.51%
CHEMICALS										
Agritech Limited- I	5.8.1	2,000	-	-	2,000	-	-	0.00%	0.00%	0.00%
Agritech Limited - II	5.8.1	8,000	-	-	8,000	-	-	0.00%	0.00%	0.00%
Agritech Limited- IV	5.8.1	2,203	-	-	2,203	-	-	0.00%	0.00%	0.00%
PERSONAL GOODS										
Azgard Nine Limited-VI (Face value Rs. 5,000)	5.8.1	1,208	-	-	1,208	-	-	0.00%	0.00%	0.00%
Azgard Nine Limited-VII (Face value Rs. 5,000)	5.8.1	1,208	-	-	1,208	-	-	0.00%	0.00%	0.00%
Total - 30 June 2022						348,832,589	350,472,196	30.36%	13.15%	8.51%
Total - 30 June 2021						295,049,779	298,812,248	12.54%	5.99%	4.80%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.2.1 The terms and conditions of unlisted term finance certificates outstanding as at 30 June 2022 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
BANKS					
Askari Bank Limited - VII	AA	10 years	Quarterly	Mar 2030	3 month KIBOR + 1.20%
Samba Bank Limited	AA-	10 years	Quarterly	Mar 2031	6 month KIBOR + 1.35%
The Bank of Punjab Limited	AA	10 years	Semi-annually	Dec 2026	6 month KIBOR + 1.00%
CHEMICALS					
Agri-tech Limited - I	NPA	7 years	Semi-annually	Nov 2014	6 month KIBOR + 1.75%
Agri-tech Limited - II	NPA	7 years	Semi-annually	Jan 2015	6 month KIBOR + 1.75%
Agri-tech Limited - IV	NPA	3.5 years	Semi-annually	Jan 2015	-
PERSONAL GOODS					
Azgard Nine Limited-VI	NPA	7 years	Annually / quarterly with 2 year grace period	April 2028	5%
Azgard Nine Limited-VII	NPA	10 years	At maturity	March 2031	Zero Coupon

5.3 Sukuk certificates

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

Name of Investee Company	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	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 -----									
CHEMICALS									
Agri-tech Limited (note 5.7.1)	4,060	-	-	4,060	-	-	0.00%	0.00%	0.00%
BANKS									
Meezan Bank Limited Tier - II - Unlisted (face value of Rs. 1,000,000 per certificate)	47	-	47	-	-	-	0.00%	0.00%	0.00%
PHARMACEUTICAL									
OBS AGP Private Limited Sukuk Certificates (note 5.3.2) (face value of Rs. 100,000)	-	1,100	-	1,100	110,000,000	110,550,000	9.58%	4.15%	4.25%
POWER GENERATION & DISTRIBUTION									
The Hub Power Company Limited -Listed (Face value of Rs. 100,000)	1,500	-	1,500	-	-	-	-	-	-
K-Electric Limited Short Term Sukuk - V - Listed (note 5.3.2) (Face value of Rs. 1,000,000)	-	178	-	178	178,000,000	178,000,000	15.42%	6.68%	3.56%
Total - 30 June 2022					288,000,000	288,550,000	25.00%	10.82%	7.81%
Total - 30 June 2021					201,392,200	201,665,984	8.46%	4.04%	3.17%

5.3.1 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
OBS AGP Private Limited - Sukuk	A+	5 years	Quarterly	July 2026	3 month KIBOR + 1.55%
K-Electric Limited Short Term Sukuk - V - Listed	AA+	6 Months	Upon maturity	October 2022	6 month KIBOR + 1.50%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.3.2 These Sukuks have been measured at their initial investment value, as their market values are not available at MUFAP.

5.3.3 These securities are valued on the basis of amortization on 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 up to six months.

5.4 Government securities - Market Treasury Bills

Tenor	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	Face value (Rupees)				Rupees		Percentage	
3 Years	400,000,000	11,797,000,000	12,197,000,000	-	-	-	-	-
6 Years	-	4,392,870,000	4,392,870,000	-	-	-	-	-
12 Years	-	995,000,000	995,000,000	-	-	-	-	-
Total as at 30 June 2022	400,000,000	17,184,870,000	17,584,870,000	-	-	-	-	-
Total as at 30 June 2021					396,954,566	396,979,395		

5.4.1 Market treasury bills carry purchases which yield Nil (2021: 7.33% to 7.34%) per annum. The cost of these investments as on 30 June 2022 is Nil (2021: Rs. 396,954,566).

5.5 Government securities - Pakistan Investment Bonds

Tenor	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	Face value (Rupees)				Rupees		Percentage	
3 Years	489,000,000	1,485,000,000	1,924,000,000	50,000,000	50,060,000	50,085,000	4.34%	2.00%
5 Years	640,000,000	-	540,000,000	100,000,000	100,110,000	99,940,000	8.66%	4.00%
10 Years	175,000,000	-	100,000,000	75,000,000	75,247,500	74,580,000	6.46%	3.00%
Total as at 30 June 2022	1,304,000,000	1,485,000,000	2,564,000,000	225,000,000	225,417,500	224,605,000	19.46%	9.00%
Total as at 30 June 2021					1,282,786,465	1,277,512,883		

5.5.1 Pakistan Investment Bonds carry purchase yield of 15.6500% to 15.9000% (2021: 7.8300% to 9.7764%) per annum and will mature on 10 Dec 2030 (2021: 10 Dec 2030). The cost of these investments is Rs. 225,417,500 (2021: Rs. 1,259,749,272).

5.6 Commercial Papers

(Certificates having a face value of Rs. 100,000 each unless stated otherwise)

Name of Investee Company	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	Face value (Rupees)				Rupees		Percentage	
K-Electric Limited - Islamic Commercial Paper (ICP-18)	25	-	25	-	-	-	0.00%	0.00%
K-Electric Limited - Islamic Commercial Paper (ICP-21)	-	150	150	-	-	-	0.00%	0.00%
Mughal - Commercial Paper	-	63	-	63	62,698,101	62,698,101	5.43%	2.35%
Lucky Electric Power Company (LEPCL-2)	-	190	-	190	189,302,206	189,302,174	16.40%	7.10%
Total as at 30 June 2022	25	403	175	253	252,000,306	252,000,274	21.83%	9.45%
Total as at 30 June 2021					24,398,246	24,398,246		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.6.1 The nominal value of these commercial papers is Rs. 1,000,000 per certificate with 12.19% expected profit rate (2021: 8.97%)

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

	2022	2021
	----- Rupees -----	
5.7 (LOSS) / GAIN ON SALE OF INVESTMENTS - NET		
Net gain on disposals of Ordinary shares	6,182,779	-
Net loss on disposals of PIBs	(48,993,438)	(13,941,856)
Net loss/ gain on disposals of T-Bills	(7,564,607)	213,778
Net loss on disposals of TFC	(106)	-
Net loss / gain on disposals of Sukuk certificates	(1,740,984)	17,515,768
Net gain on Ready Futures	-	17,128,108
	<u>(52,116,356)</u>	<u>20,915,797</u>

5.8 Particulars of non-compliant investments

5.8.1 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	Principal Value	Valuation Loss	Value of Investment before Provision	Provision held	Value of Investment after provision	Percentage of		Suspended Mark up	Payments after declared NPA/Financial Structuring	Payment after June 30, 2021
							Net assets	Gross assets			
				-----Rupees-----		%	%	-----Rupees-----			
Listed											
Azgard Nine Limited *	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	104,413	2,125,163	-
Telecard Limited	TFC	4,980,480	1,556,330	3,423,870	3,423,870	-	-	-	980,732	3,845,938	1,245,120
		6,715,735	1,556,330	5,159,125	5,159,125	-	-	-	1,085,145	5,971,101	1,245,120
Agritech Limited-I	TFC	9,992,000	2,498,000	7,494,000	7,494,000	-	-	-	12,100,333	2,154,995	-
Agritech Limited-II	TFC	39,968,000	9,992,000	29,976,000	29,976,000	-	-	-	46,700,480	5,915,011	-
Agritech Limited-IV	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	61,438	-	302,000
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
		80,865,000	12,490,000	68,375,000	68,375,000	-	-	-	58,862,251	11,019,022	302,000
Unlisted											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	24,447,008	1,594,375	-
As at 30 June 2022		107,880,735	19,121,330	88,759,125	88,759,125	-	-	-	84,394,404	18,584,498	1,547,120
As at 30 June 2021				81,888,584	81,888,584						

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 5.8.2** 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. 88.76 million (30 June 2021: Rs 81.89 million), has been made in accordance with the provisioning requirements specified by the SECP.
- 5.8.3** During the FY 2012-13, the Fund received zero coupon term finance certificates of Azgard Nine Limited having face value of Rs. 5,375,000. These TFCs were received against outstanding mark-up of Azgard Nine Limited's TFCs payable as of 31 March 2012.
- 5.8.4** Atlas Income Fund (AIF) has opted for Option C (of Creditors' Scheme of Arrangement as approved by Lahore High Court (LHC) was implemented from April 29, 2021), which is no waiver of principal or mark-up amount amongst other options available i.e. Option A (waiver of principal and mark-up amount) and Option B (no waiver of principal and but waiver of mark-up amount). AIF hold TFC of Rs.13,509,594 (fully provided for) at face value out of which TFC valuing Rs. 5,375,000 are Zero Coupon TFCs received through conversion of overdue mark-up up till March 31, 2012. Furthermore, accrued mark-up as at April 29, 2021 stands at Rs.8,479,650. Therefore, total accrued mark-up till April 29, 2021 stands at Rs. 13,854,650 that is to be converted into zero coupon PPTFC having maturity on the 10th anniversary as per the arrangement. Following are the details of the option selected by AIF.

Settlement of Accrued Markup and Zero Coupon PPTFC: This amount will be converted into New Zero Coupon PPTFC with one-time bullet payment by ANL on the 10th anniversary.

Description	Amount
Outstanding Markup	8,479,650
Zero Coupon PPTFC	5,375,000
Payment received	(4,650)
New Zero Coupon PPTFC	13,850,000

Settlement of Principal Amount: Principal portion will be converted into Sub PPTFC with repayment period of 10 years while remaining amount will be paid against the sale of Muzaffargah Unit, both accruing markup at 5 percent.

Description	Amount
Outstanding Principal	8,134,594
Payment Received by AIF post settlement of Markup for option A & B creditors and Principal amount for option A creditors from cash proceeds of right issue and sale of Ferozepur property.	(154,858)
Payment against sale of Muzaffargah Unit (within 2 years)	(1,735,255)
Payment to be made by ANL on future date from internal sources	(204,480)
Issuance of Sub PPTFC	6,040,000

The instrument will continue to remain non-performing as per the provisioning policy for non-performing exposure of collective investment scheme dated February 12, 2013 which states that "The terms and conditions of rescheduled/restructured debt security are fully met for a period of at least one year"

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

Name of Investee Company	As at 01 July 2021	Purchases during the year	Bonus / right shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
	Number of shares					Rupees		Percentage		
International Steels Limited	-	1,000,000	-	1,000,000	-	-	-	-	-	-
Mughal Iron And Steel Industries Limited	90,000	90,000	-	180,000	-	-	-	-	-	-
	90,000	1,090,000	-	1,180,000	-	-	-	-	-	-
Cement										
D.G. Khan Cement Company Limited	332,500	787,500	-	1,120,000	-	-	-	-	-	-
Fauji Cement Company Limited	127,000	-	-	127,000	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	1,427,000	3,466,000	-	4,893,000	-	-	-	-	-	-
Lucky Cement Limited	-	29,000	-	29,000	-	-	-	-	-	-
	1,886,500	4,282,500	-	6,169,000	-	-	-	-	-	-
Power Generation & Distribution										
Sui Northern Gas Pipelines Limited	117,000	-	-	117,000	-	-	-	-	-	-
Pakistan State Oil Company Limited	-	5,000	-	5,000	-	-	-	-	-	-
	117,000	5,000	-	122,000	-	-	-	-	-	-
Oil & Gas Exploration Companies										
Pakistan Petroleum Limited	7,500	-	-	7,500	-	-	-	-	-	-
Oil & Gas Development Company Limited	-	400,000	-	400,000	-	-	-	-	-	-
	7,500	400,000	-	407,500	-	-	-	-	-	-
Technology & Communication										
Pakistan Telecommunication Company Limited	200,000	-	-	200,000	-	-	-	-	-	-
	200,000	-	-	200,000	-	-	-	-	-	-
Fertilizer										
Engro Fertilizers Limited	100,000	-	-	100,000	-	-	-	-	-	-
	100,000	-	-	100,000	-	-	-	-	-	-
Chemicals										
Lotte Chemical Pakistan Limited	32,500	44,500	-	77,000	-	-	-	-	-	-
	32,500	44,500	-	77,000	-	-	-	-	-	-
Transport										
Pakistan International Bulk Terminal Limited	738,500	50,000	-	788,500	-	-	-	-	-	-
	738,500	50,000	-	788,500	-	-	-	-	-	-
Foods & Personal Care Products										
Unity Foods Limited	-	1,918,001	-	1,918,001	-	-	-	-	-	-
	-	1,918,001	-	1,918,001	-	-	-	-	-	-
Total as at 30 June 2022										
Total as at 30 June 2021						144,061,078	143,201,863			

5.10 The cost of listed equity securities as at 30 June 2022 is Rs. Nil (2021: 144,061,078).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

6	MARKUP / PROFIT ACCRUED	Note	2022 ----- Rupees -----	2021 -----
	Interest / profit accrued on:			
	Profit on Bank Balances		2,322,566	11,784,176
	Margin Trading System		-	1,445,307
	Term finance certificates		7,519,022	4,998,463
	Sukuk certificates		8,767,540	2,866,548
	Pakistan investment bonds		1,258,797	24,182,681
			19,867,926	45,277,174

7	SECURITY DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES			
	Deposit with Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
	Deposit with National Clearing Company of Pakistan Limited (NCCPL)		2,750,000	2,750,000
	Margin Deposit Futures		-	47,681,770
	Tax Recoverable	7.1	6,189,385	6,189,385
			9,039,382	56,721,155

- 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 section 151. However, during the year ended 30 June 2016, withholding tax on profit on bank deposits and debt securities paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 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 before him by the withholders. The amount of tax withheld on profit on bank deposits and debt securities as at 30 June 2022 amounts to Rs. 3.02 million and Rs. 3.17 million (2021: Rs 3.02 million and Rs. 3.17 million) respectively.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all Funds managed by the Company to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund on bank deposits and debt securities has been shown as other receivables as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 1.22 per unit (2021: Rs. 0.65 per unit).

8	PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	2022 ----- Rupees -----	2021 -----
	Remuneration of the Management Company	8.1	1,822,250	4,169,613
	Sindh sales tax payable on remuneration of the Management Company	8.2	3,759,591	4,064,748
	Federal excise duty payable on remuneration of the Management Company	8.3	23,582,971	23,582,971
	Accounting and operational charges payable	17	486,061	708,833
			29,650,873	32,526,165

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 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 set the maximum limit of 2% of average annual net assets, within allowed expense ratio. The management charged management fee at the rate of 0.5% from 01 July 2021 to 30 November 2021, 0.65% from 01 December 2021 to 30 April 2022 and 0.75% from 01 May 2022 to 30 June 2022. (2021: 1%) of the average annual net assets per annum. The fee is payable to the Management Company monthly in arrears.
- 8.2 Sindh Sales Tax has been charged at 13% (30 June 2021: 13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 3,398,758 (2021: Rs. 5,546,548) was charged during the year and an amount of Rs. 3,703,915 (2021: Rs. 5,410,493) has been paid to the Management Company which acts as a 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 (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 04 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 previous year, 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 01 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 2021: 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. Had the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been higher by Rs. 4.63 per unit (2021: Rs. 2.47 per unit).

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY	Note	2022	2021
			Rupees	
	Remuneration of the Trustee	9.1	182,226	312,723
	Sindh sales tax on remuneration of the Trustee	9.2	23,911	40,654
			206,137	353,377
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 average Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated 27 June 2019 issued by CDC. However, during the year ended 30 June 2022, the trustee fee was charged in the same manner.			
9.2	Sindh Sales Tax has been charged at 13% (2021: 13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 434,506 (2021: Rs. 415,989) charged during the year and an amount of Rs. 451,248 (2021: Rs. 405,785) was paid to the Trustee which acts as a collecting agent.			

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees	Rupees
Annual fee payable	10.1	891,294	853,312

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). Effective 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% (2021: 0.02%) of net assets on all categories of CISs.

11 PAYABLE AGAINST REDEMPTION OF UNITS

This represents payable against units redeemed to the unit holders based on their request for cash payout managed by the Management Company.

		2022	2021
12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Rupees	Rupees
Auditors' remuneration payable		491,017	488,258
NCCPL charges payable		-	147,733
Printing charges payable		-	4,263
Brokerage payable		1,629,970	3,631,447
Zakat payable		18,055	5,167
Withholding tax payable		22,302,700	34,002,269
Capital gain tax payable		3,884,569	220,353
Provision for Sindh Workers' Welfare Fund	12.1	-	44,638,021
Legal and professional charges payable		-	400,000
Other payable		334,343	334,343
		28,660,654	83,871,854

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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP 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 mutual / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

13 CONTINGENCIES AND COMMITMENTS

13.1 There are no contingencies other than those disclosed in the note 19 of these financial statements.

13.2 There were no commitments outstanding as at 30 June 2022 and on (30 June 2021: Nil).

14 MARKUP / PROFIT INCOME	Note	2022 ----- Rupees -----	2021 ----- Rupees -----
Markup / profit on:			
Profit and loss saving accounts	4.1	88,624,360	36,080,867
Margin Trading System		14,253,208	37,954,118
Sukuk certificates	5.3	19,876,133	26,341,577
Government Securities - Market Treasury Bills	5.4	97,750,326	102,694,838
Government Securities - Pakistan Investment Bonds	5.5	126,875,023	85,917,788
Islamic Commercial Paper	5.6	31,498,142	399,705
Term Finance Certificates	14.1	36,918,775	49,030,680
		415,795,967	338,419,573

14.1 This includes mark-up received on non-performing term finance certificates amounting to Rs. Nil (30 June 2021: Nil). Furthermore, in accordance with the requirements specified by the SECP, mark-up on non-performing securities amounting to Rs. 62.65 million (2021: Rs. 62.65 million) based on outstanding principal has not been recognised during the period.

15 TRANSACTION CHARGES

This represents brokerage, BATS charges, laga / levy and MTS transaction charges to the NCCPL and settlement charges to the CDC.

16 AUDITORS' REMUNERATION	2022 ----- Rupees -----	2021 ----- Rupees -----
Audit fee	390,900	390,900
Half yearly review of condensed interim financial information	195,400	195,400
Certification charges	60,500	60,500
Out of pocket expenses	30,000	30,000
Sindh sales tax on services	54,144	54,144
Prior year adjustment	-	(78,856)
	730,944	652,088

17 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 0.12% from 01 July 2021 to 14 September 2021 and 0.2% from 15 September 2021 to 30 June 2022 of the average annual net assets of the Fund (2021: 0.17%) for allocation of such expenses to the Fund.

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 1.18% (30 June 2021: 1.79%) which includes 0.10 (30 June 2021: 0.29%) 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

19 TAXATION

19.1 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% net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded tax liability in respect of income relating to the current year as the Management Company has distributed more than 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

19.2 On December 21, 2018, an income tax order was issued through which a tax demand including penalty and default surcharge of Rs. 15,863,027 was raised by the Deputy Commissioner Inland Revenue (ACIR) under section 161 of the Income Tax Ordinance, 2001 in respect of monitoring of withholding taxes paid/deducted under various sections of the Income Tax Ordinance, 2001 for tax year 2017 along with reconciliation under rule 44(4) of the Income Tax Rules, 2002.

An appeal was filed before the Commissioner Inland Revenue (CIR-A) against the said order (Appeals). The CIR has passed appellate order dated April 24, 2019 and upheld the action of Deputy Commissioner Inland Revenue (DCIR) in computing default of withholding tax on amounts inclusive of accruals yet to be paid instead of actual payment as required under section 158 of the Ordinance. He, however, has accepted the Fund's contention that the DCIR had worked out the default by applying incorrect withholding rates. Therefore, he has directed the DCIR to rework the alleged default. The CIR-A has further acknowledged the tax advisor's argument that default was erroneously computed without excluding dividends which were exempted from withholding tax. The DCIR has been directed to rework the default, if any, in respect of payment of dividend.

Furthermore, the CIR-A has not given specific findings on non-consideration of reconciliation of expenses furnished under rule 44(4) and non-application of withholding provisions on reimbursement of certain expenses to the Management Company. However, he remanded back the matter of non-deduction of tax on payments of securities transaction cost which were subject to separate withholding of tax under section 233A by Pakistan Stock Exchange Limited. He has also set aside the default surcharge and penalty for re-adjudication by the tax officer. The effect to the appellate order of the CIR-A is pending.

An appeal has been filed before the Appellate Tribunal against the appellate order of the Commissioner (Appeals) which is pending for hearing. Based on consultation with the tax advisor, the Management Company of the fund is confident that the matter will be decided favorably and hence, no provision is considered necessary in the financial statements.

20 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.

21 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

21.1 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.

21.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.

21.3 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	26,144,292	42,665,757
Remuneration paid	28,491,655	41,619,173
Sindh Sales Tax on remuneration of the Management Company	3,398,758	5,546,548
Accounting and operational charges billed	8,029,131	7,253,179
Issue of 119,698 (2021: Nil) units	65,702,337	-
Redemption of 220,033 (2021: Nil) units	119,676,020	-
Dividend declared	-	3,336,127
Outstanding Nil (2021: 100,335) units - at net asset value	-	52,430,926
Central Depository Company of Pakistan Limited (Trustee)		
Trustee Fee	3,342,354	3,199,932
Sindh Sales Tax on remuneration of Trustee Fee	434,506	415,991
Trustee Fee paid	3,472,851	3,121,436
Atlas Foundation (Trust having common Director / Trustee)		
Issue of 119,698 (2021: 67,402) units	37,332,489	35,133,941
Redemption of Nil (2021: 53,763) units	-	29,329,726
Dividend declared	26,150,493	17,835,312
Outstanding 607,376 (2021: 536,572) units - at net asset value	317,939,009	280,391,373
Atlas Honda Limited (Group Company)		
Issue of 2,310,996 (2021: 30,502) units	1,246,203,758	16,040,908
Redemption of 1,647,224 (2021: Nil) units	924,000,000	-
Dividend declared	50,405,482	18,870,483
Outstanding 1,258,298 (2021: 594,525) units - at net asset value	658,672,048	310,675,541
Atlas Insurance Limited (Group company)		
Issue of Nil (2021: 5,331) units	-	2,803,329
Redemption of 103,900 (2021: Nil) units	57,990,409	-
Dividend declared	-	3,297,830
Outstanding Nil (2021: 103,900) units - at net asset value	-	54,294,061
Batool Benefit Trust (Trust having common Director / Trustee)		
Issue of 4,994 (2021: 60,647) units	2,609,928	32,036,817
Redemption of Nil (2021: 5,814) units	-	3,036,000
Dividend declared	2,609,928	2,257,233
Outstanding 76,235 (2021: 71,241) units - at net asset value	39,906,209	37,227,920
Shirazi Investments (Private) Limited (Group company)		
Issue of Nil (2021: 3,880) units	-	2,022,044
Redemption of 2,586,346 (2021: Nil) units	1,400,000,000	-
Dividend declared	-	130,527,271
Outstanding 1,339,297 (2021: 3,925,643) units - at net asset value	701,072,559	2,051,385,734

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Issue of Nil (2021: 1,633) units	-	858,602
Redemption of 27,200 (2021: 41,816) units	14,751,365	23,000,000
Dividend declared	-	858,548
Outstanding Nil (2021: 27,266) units - at net asset value	-	14,248,124
Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund (Retirement benefit plan of Group Company)		
Redemption of 162,038 (2021: Nil) units	87,913,196	-
Dividend declared	-	5,102,561
Outstanding Nil (2021: 162,038) units - at net asset value	-	84,674,812
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Issue of 241,073 (2021: 51,588) units	127,018,584	27,123,540
Redemption of 116,357 (2021: Nil) units	63,149,942	-
Dividend declared	7,018,584	1,623,540
Outstanding 176,274 (2021: 51,558) units - at net asset value	92,272,934	26,941,964
Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Issue of 1,743 (2021: 1,970) units	911,188	1,035,813
Redemption of 11,752 (2021: 1,855) units	6,500,000	1,000,000
Dividend declared	911,188	1,035,748
Outstanding 22,885 (2021: 32,894) units - at net asset value	11,979,453	17,188,871
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)		
Issue of 22,994 (2021: 241,813) units	12,017,389	128,780,169
Dividend declared	12,017,389	8,779,631
Outstanding Units 301,820 (2021: 278,826) units - at net asset value	157,991,633	145,703,317
Atlas Metals (Private) Limited		
Issue of 126,254 (2021: 98,414) units	70,000,000	52,378,787
Redemption of 224,696 (2021: Nil) units	124,729,620	-
Dividend declared	-	2,592,771
Outstanding Nil (2021: 98,441) units - at net asset value	-	51,441,626
Atlas Autos (Private) Limited		
Issue of 181 (2021: 1,660,096) units	94,731	897,112,103
Redemption of 1,569,770 (2021: 90,506) units	849,238,081	50,000,000
Dividend declared	-	49,558,463
Outstanding Nil (2021: 1,569,589) units - at net asset value	-	820,205,472

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	Rupees	
Atlas Energy Limited		
Issue of 0.45 (2021: 10,095) units	235	5,827,107
Dividend declared	274	337,358
Redemption of 10,689 (2021: Nil) units	5,848,962	-
Outstanding 7 (2021: 10,695) units - at net asset value	3,664	5,588,783
M/S. Shirazi Investments (Private) Ltd. - Employee Provident Fund		
Issue of 35,950 (2021: Nil) units	19,761,097	-
Redemption of 9,300 (2021: Nil) units	5,073,090	-
Dividend declared	214,931	-
Outstanding 26,650 (2021: Nil) units - at net asset value	13,950,292	-
Directors and their close family members and key management personnel and executive of the Management Company		
Issue of 17,223 (2021: 45,410) units	14,470,414	23,961,246
Redemption of 1,780 (2021: 48,440) units	1,000,023	25,943,742
Dividend declared	6,421,471	15,802,875
Outstanding 159,457 (2021: 488,479) units - at net asset value	83,469,981	255,259,992

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

21.6 These represent parties holding units with more than 10% of total number of units issued.

22 FINANCIAL INSTRUMENTS BY CATEGORY

	2022		
	At amortised cost	At fair value through profit or loss	At fair value through other comprehensive income
	Rupees		
Financial assets			
Bank balances	1,542,301,936	-	-
Investments	-	1,154,234,216	-
Markup / profit accrued	19,867,926	-	-
Deposits and other receivables	2,850,000	-	-
	1,565,019,862	1,154,234,216	-
			2,719,254,078
	2022		
	At fair value through profit or loss	Other financial liabilities	Total
	Rupees		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	29,650,873	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	206,137	206,137
Unclaimed dividend	-	197,315	197,315
Accrued expenses and other liabilities	-	2,455,329	2,455,329
	-	32,509,655	32,509,655

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2021		
	At amortised cost	At fair value through profit or loss	At fair value through other comprehensive income
	Rupees		
Financial assets			
Bank balances	2,146,464,962	-	-
Investments	-	2,383,532,812	-
Receivable against Margin Trading System	527,223,489	-	-
Interest / profit accrued	45,277,174	-	-
Deposits and other receivables	2,850,000	-	-
	2,721,815,625	2,383,532,812	-
			5,105,348,437
	2021		
	At fair value through profit or loss	Other financial liabilities	Total
	Rupees		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	32,526,165	32,526,165
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	353,377	353,377
Payable against purchase of investment	-	18,957,296	18,957,296
Payable against redemption of units	-	1,374,017	1,374,017
Unclaimed dividend	-	32,852,713	32,852,713
Accrued expenses and other liabilities	-	4,606,045	4,606,045
	-	90,669,612	90,669,612

23 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

23.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

Market risk comprises of three types of risks: yield / interest rate risk, currency risk, and price risk.

(i) Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of 30 June 2022, the Fund is exposed to such risk on its balances held with banks, investments in term finance and sukuk certificates and investments in government securities. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds KIBOR based term finance and sukuk certificates and balances with banks which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase/decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher/lower by Rs. 22.199 million (2021: Rs. 26.830 million).

b) Sensitivity analysis for fixed rate instruments

As at 30 June 2022, the Fund holds market treasury bills, pakistan investment bonds and Islamic Commercial Papers which are classified as 'financial assets at fair value through profit or loss' exposing the Fund to fair value interest rate risk. In case of 100 basis points increase in rates announced by the Financial Markets Association of Pakistan and with all other variables held constant, the net income for the year and net assets of the Fund would have been lower by Rs. 4.766 million (2021: Rs. 16.98 million). In case of 100 basis points decrease in those rates, the net income for the year and net assets of the Fund would have been higher by Rs. 4.766 million (2021: Rs. 16.98 million).

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

Yield / interest rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on settlement date.

The Fund's interest rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

----- 2022 -----					
Effective interest rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
----- Rupees -----					
Financial assets					
Bank balances	5.50% to 16.45%	1,542,296,936	-	5,000	1,542,301,936
Investments		-	252,000,274	902,233,942	1,154,234,216
Markup / profit accrued		-	-	19,867,926	19,867,926
Deposits and other receivables		-	-	2,850,000	2,850,000
		1,542,296,936	-	252,000,274	924,956,868
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	29,650,873	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	206,137	206,137
Unclaimed dividend		-	-	197,315	197,315
Accrued expenses and other liabilities		-	-	2,455,329	2,455,329
		-	-	32,509,655	32,509,655
On-balance sheet gap (a)		1,542,296,936	-	892,447,213	2,686,744,423
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a+b)		1,542,296,936	-	252,000,274	
Cumulative interest rate sensitivity gap		1,542,296,936	1,542,296,936	1,794,297,210	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2021						
Effective interest rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
Rupees						
Financial assets						
Bank balances	5.5% to 7.95%	2,146,459,962	-	-	5,000	2,146,464,962
Investments		-	171,504,010	2,212,028,802	-	2,383,532,812
Receivable against Margin Trading System		-	-	-	527,223,489	527,223,489
Markup / profit accrued		-	-	-	45,277,174	45,277,174
Deposits and other receivables		-	-	-	2,850,000	2,850,000
		2,146,459,962	171,504,010	2,212,028,802	575,355,663	5,105,348,437
Financial liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	32,526,165	32,526,165
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	353,377	353,377
Payable against redemptions of units		-	-	-	1,374,017	1,374,017
Unclaimed dividend		-	-	-	32,852,713	32,852,713
Accrued expenses and other liabilities		-	-	-	4,606,044	4,606,044
		-	-	-	71,712,315	71,712,316
On-balance sheet gap (a)		2,146,459,962	171,504,010	2,212,028,802	503,643,348	5,033,636,121
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		2,146,459,962	171,504,010	2,212,028,802		
Cumulative interest rate sensitivity		2,146,459,962	2,317,963,972	4,529,992,774		

(ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

23.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Fund is exposed to daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity dates. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

	2022					
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	More than 5 years	Financial instruments with no fixed maturity
	Rupees					
Financial assets						
Bank balances	1,542,301,936	-	-	-	-	1,542,301,936
Investments	-	-	-	727,713,942	99,940,000	827,653,942
Receivable against Margin Trading System	-	-	-	-	-	-
Markup / profit accrued	2,321,465	17,545,359	-	-	-	19,866,824
Deposits and other receivables	-	-	-	-	-	2,850,000
	1,544,623,401	17,545,359	-	727,713,942	99,940,000	2,850,000
						2,392,672,702
Financial liabilities						
Payable to Atlas Asset Management Limited - Management Company	29,650,873	-	-	-	-	29,650,873
Payable to Central Depository Company of Pakistan Limited - Trustee	206,137	-	-	-	-	206,137
Payable against redemption of units	-	-	-	-	-	-
Unclaimed dividend	197,315	-	-	-	-	197,315
Accrued expenses and other liabilities	1,629,969	825,360	-	-	-	2,455,329
	31,684,295	825,360	-	-	-	32,509,655
Net assets	1,512,939,107	16,719,999	-	727,713,942	99,940,000	2,850,000
						2,360,163,047

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2021						
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	More than 5 years	Financial instruments with no fixed maturity	Total
	Rupees						
Financial assets							
Bank balances	2,146,464,962	-	-	-	-	-	2,146,464,962
Investments	-	-	-	1,022,859,988	628,494,291	-	1,651,354,279
Receivable against Margin Trading System	527,223,489	-	-	-	-	-	527,223,489
Markup / profit accrued	11,784,176	32,047,692	-	-	-	-	43,831,867
Deposits and other receivables	-	-	-	-	-	2,850,000	2,850,000
	2,685,472,627	32,047,692	-	1,022,859,988	628,494,291	2,850,000	4,371,724,597
Financial liabilities							
Payable to Atlas Asset Management Limited - Management Company	32,526,165	-	-	-	-	-	32,526,165
Payable to Central Depository Company of Pakistan Limited - Trustee	353,377	-	-	-	-	-	353,377
Payable against redemption of units	1,374,017	-	-	-	-	-	1,374,017
Unclaimed dividend	32,852,713	-	-	-	-	-	32,852,713
Accrued expenses and other liabilities	3,779,180	826,864	-	-	-	-	4,606,044
	70,885,452	826,864	-	-	-	-	71,712,316
Net assets	2,614,587,174	31,220,828	-	1,022,859,988	628,494,291	2,850,000	4,300,012,281

23.3 Credit risk

23.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	2022	2021
	Rupees	
Bank balances	1,542,301,936	2,146,464,962
Investments in debt instruments	677,628,942	537,536,524
Receivable against Margin Trading System	-	527,223,489
Interest / profit accrued	19,866,824	43,831,867
Deposits and other receivables	2,850,000	2,850,000
	2,242,647,702	3,257,906,843

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. Investment in government securities, however, are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan.

There is a possibility of default by participants or failure of the financial market / stock exchanges, the depositories, the settlements or clearing systems, etc. Settlement risk on equity securities is considered minimal because of inherent controls established in the settlement process. The Fund's policy is to enter into financial contracts in accordance with internal risk management policies and instruments guidelines approved by the Investment Committee.

23.3.2 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements with banks and investments in term finance and sukuk certificates. The credit rating profile of banks and issuers of TFCs is as follows:

Rating	% of financial assets exposed to credit risk	
	2022	2021
AAA	90.04	3.80
AA+	9.75	70.64
AA	0.00	7.60
AA-	0.16	3.54
A+	0.04	14.43
	100	100

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

23.4 Reconciliation of liabilities arising out of financing activities

	Receivable against issuance of units	Payable against redemption of units (Rupees in '000)	Total
Opening balance as at July 01, 2021	-	1,374,017	1,374,017
Receivable against issuance of units	3,327,679,843	-	3,327,679,843
Payable against redemption of units	-	5,798,816,102	5,798,816,102
	3,327,679,843	5,798,816,102	9,126,495,945
Amount received on issuance of units	(3,327,679,843)	-	(3,327,679,843)
Amount paid on redemption of units	-	(5,800,190,119)	(5,800,190,119)
	(3,327,679,843)	(5,800,190,119)	(9,127,869,962)
Closing balance as at June 30, 2022	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

23.5 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's investments in term finance and sukuk certificates are broadly diversified thereby mitigating any significant concentration of credit risk. The table below analyses the Fund's concentration of credit risk by industrial distribution for its exposure in term finance and sukuk certificates:

	% of debt instruments	
	2022	2021
Banks	73.73	71.54
Power Generation & Distribution	26.27	28.46
	100.00	100.00

24 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

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 30 June 2022 and 30 June 2021, the Fund held the following financial instruments measured at fair values:

As at June 30 2022, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

25 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 24, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

26 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Investment amount (Rupees)	Percentage of total	Number of unit holders	Investment amount (Rupees)	Percentage of total
Individuals	447	328,908,575	12.34%	386	658,837,976	13.21%
Associated Companies / Directors	9	1,789,073,337	67.11%	12	3,724,353,571	74.66%
Retirement Funds	19	463,819,237	17.40%	20	445,114,087	8.92%
Insurance Companies	1	41,907,771	1.57%	1	1,988,604	0.04%
Others	14	42,128,269	1.58%	12	158,136,620	3.17%
	490	2,665,837,189	100.00%	431	4,988,430,858	100.00%

27 LIST OF BROKERS BY PERCENTAGE OF COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Topline Securities Limited	73.57	Topline Securities Limited	57.75
Al Habib Capital Markets (Private) Limited	23.78	Alfalah CLSA Securities (Private) Limited	17.24
Alfalah CLSA Securities (Private) Limited	2.66	Al Habib Capital Markets (Private) Limited	14.08
		Insight Securities (Private) Limited	3.35
		Pearl Securities Limited	3.01
		Shajar Capital Pakistan (Private) Ltd.	2.92
		AKD Securities Limited	1.64
		EFG Hermes Pakistan Limited	0.01
	100.00		100.00

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

28 MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

29 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Islamic Income Fund Atlas Income Fund Atlas Money Market Fund Atlas Sovereign Fund Atlas Liquid Fund

30 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The dates of the meetings of the Board of Directors of the Management Company of the Fund and the attendance of its members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Fahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present
L Leave of absence

31 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Furthermore, PACRA maintained the stability rating of "AA- (f)" (Double A minus) to the Fund [2021: "AA- (f)" (Double A minus)] on 15 April 2022.

32 GENERAL

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

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

33 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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

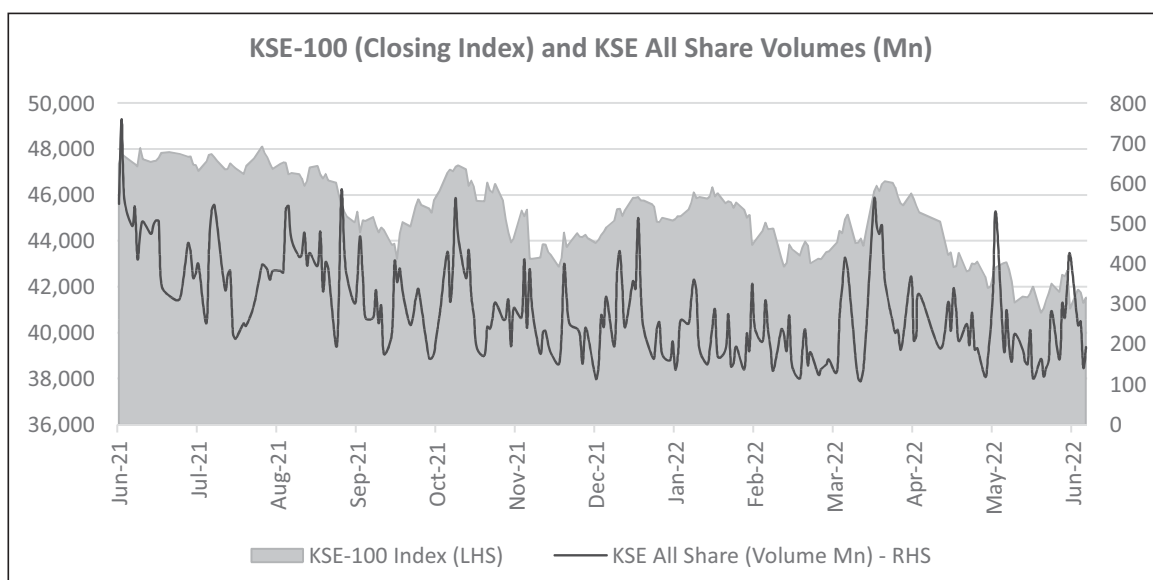
Bank Alfalah Limited
Habib Bank Limited
MCB Bank Limited



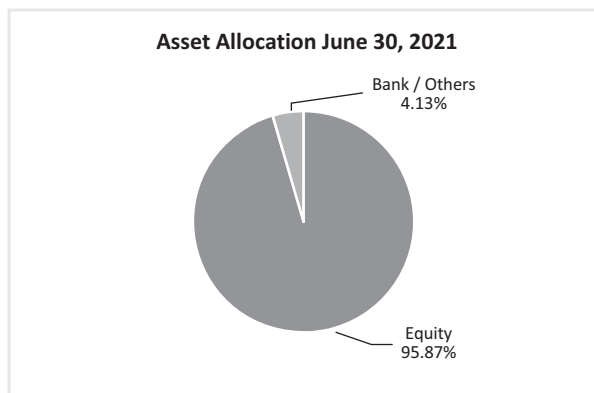
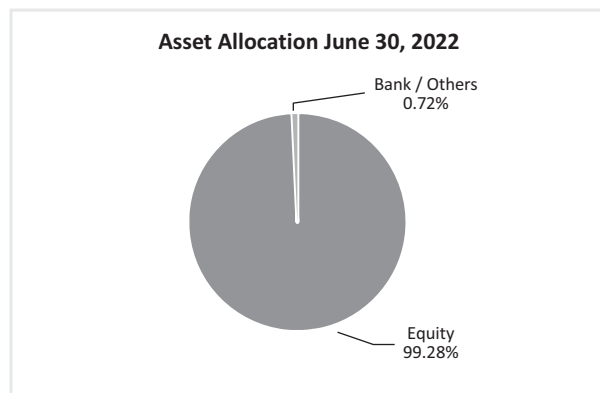
Fund Manager's Report

Atlas Stock Market Fund (ASMF) is an open-ended equity fund. The Fund has a high-risk rating and aims to provide unit holders with appreciation in the value of amount invested, modest income, liquidity and the facility to join or leave the fund at their convenience. ASMF investment strategy emphasizes on medium to long-term investment views and involves the application of relative value analysis of various industry sectors. The KSE-100 Index serves as the performance benchmark of Atlas Stock Market Fund.

The KSE-100 index declined 12.28% from 47,356.02 points as on June 30, 2021, to 41,540.83 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.



The Net Asset Value per unit of Atlas Stock Market Fund decreased by 13.73% to Rs. 593.60 as on June 30, 2022. KSE-100 index declined 12.28% from 47,356.02 points as on June 30, 2021, to 41,540.83 points as on June 30, 2022. The ASMF equity portfolio exposure stood at 99.28% that mainly comprised of Commercial Banks, Oil & Gas Exploration, Fertilizer and Cement sectors. ASMF strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiple with prospects of earnings growth. The Net Assets of the Fund stood at Rs. 9.08 billion, with 15.29 million units outstanding as of Jun 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Stock Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs. 0.00 per unit for the period ended June 30, 2022 (0.00% on the face value of Rs. 500 per unit).

The Administrative Plans:

The Management Company is offering investment plans that allow investors focused combination investment strategic in Atlas Income fund (AIF) and Atlas Stock Market Fund (ASMF). The investment plans were offered from September 2008, and the returns are as under:

Administrative Plans	Proportionate Investment in		Return (period ended)			
	AIF	ASMF	2018-19	2019-20	2020-21	2021-22
Atlas Bachat Plan	85%	15%	3.41%	14.5%	12.2%	5.11%
Atlas Bachat Balanced Plan	50%	50%	-5.75%	10.4%	24.4%	-2.65%
Atlas Bachat Growth Plan	15%	85%	-14.91%	6.37%	36.6%	-10.41%

Breakdown of Unit holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individuals	594	906,071,384	9.98
Associated Companies / Directors	11	3,862,882,562	42.56
Insurance Companies	5	196,703,395	2.17
Retirement Funds	20	3,784,401,598	41.69
Others	6	326,460,993	3.60
Total	636	9,076,519,932	100.00

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASMF amounting to Rs. 105.14 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021, addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASMF by 1.03%. This is one-off event and is not likely to be repeated in the future. The Scheme has held provision for FED liability that amounted to Rs. 20,301,987 up till June 30, 2022 (Rs. 1.33 per unit).

The Total Expense Ratio (TER) of the Fund is 3.56% including expenses representing Government levy and SECP Fee of 0.38%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Faran-UI-Haq
Head of Equities

Supplementary Non Financial Information as required under clause 38 A (g) of NBFC and NE, Regulations, 2008

Summary of actual proxies voted by Atlas Stock Market Fund

ASMF	Resolution	For	Against	Abstain
Number	444	444	-	-
%	100%	100%	-	-

Note: The Proxy voting policy of the Atlas Stock Market Fund (ASMF) is available on the website of Atlas Asset Management Limited and detailed information regarding actual proxies voted by the Company in respect of the Fund is also available without charge, upon request, to all unit holders.

Performance Since Inception

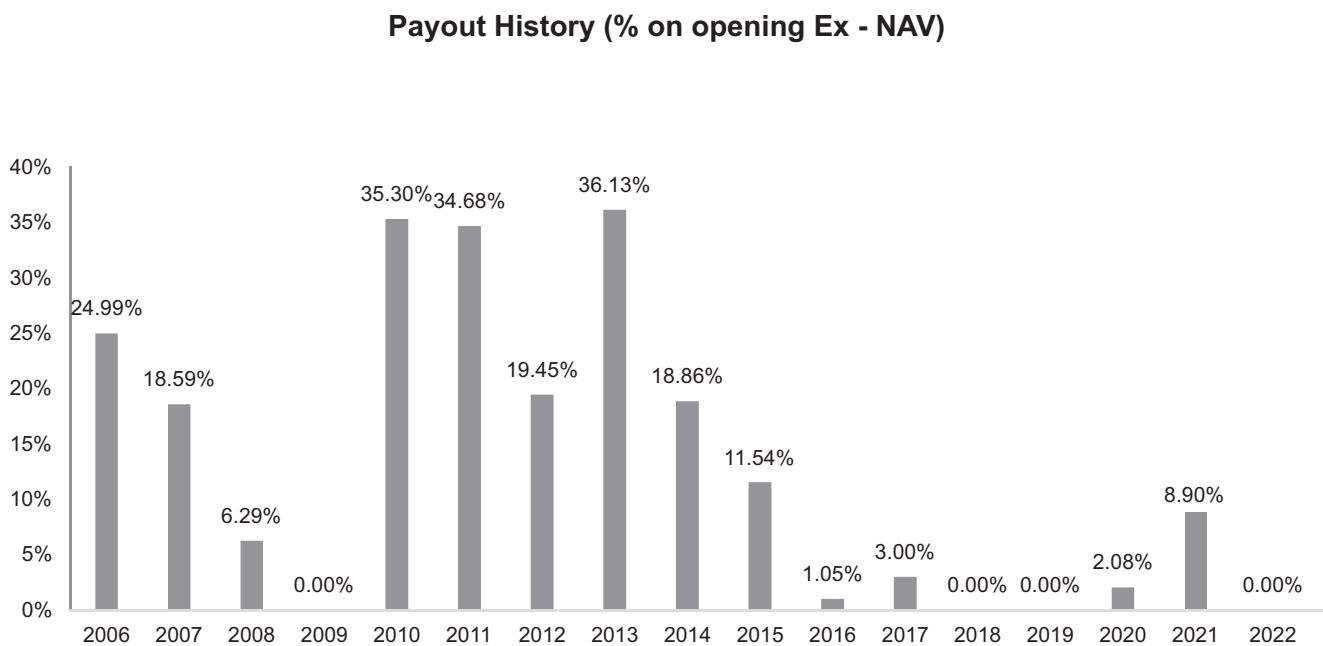
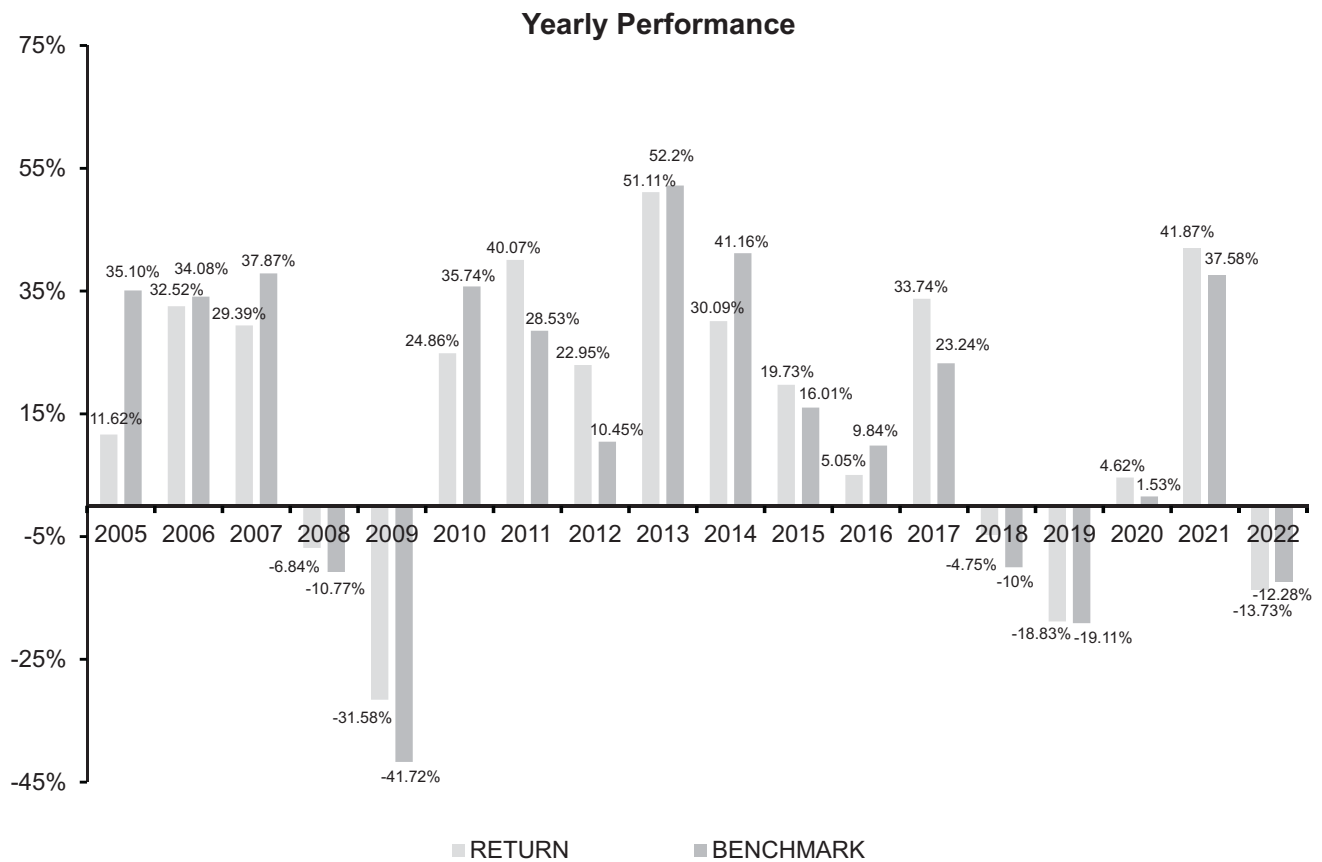
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Net assets (Rs. in '000)	9,076,520	9,862,470	6,841,670	5,044,438	5,375,332	5,527,676	4,017,187	3,304,662	1,049,717
Number of units in issue	15,290,637	14,333,327	13,240,837	10,009,549	8,657,936	8,289,668	7,979,640	6,257,738	2,379,851
Net asset value per unit (Rs.)	593.60	688.08	516.71	503.96	620.86	666.82	503.43	528.09	441.08
Net income / (loss) (Rs. in '000)	(1,450,215)	2,967,720	281,056	(1,171,613)	(255,744)	1,395,859	202,191	544,472	254,583
Earnings / (loss) per unit (Rs.)	(94.84)	207.05	21.23	(117.05)	(29.54)	168.39	25.34	87.01	106.97
Annual return of the Fund (%)	(13.73)	41.87	4.62	(18.83)	(4.75)	33.74	5.05	19.73	30.09
Offer price ** (Rs.)	593.60	703.63	528.39	515.35	620.86	666.82	503.43	528.09	441.08
Redemption price ** (Rs.)	593.60	688.08	516.71	503.96	620.86	666.82	503.43	528.09	441.08
Distribution Per Unit (Rs.)	-	46.00	10.50	-	-	15.00	5.00	50.00	75.00
Distribution as a % of opening Ex- NAV of units	-	8.90	2.08	-	-	3.00	1.05	11.34	18.86
Date of distribution	-	25-Jun-21	30-Jun-20	-	-	7-Jul-17	11-Jul-16	7-Jul-15	24-Jun-14
Highest offer price (Rs.)	734.95	777.15	662.80	651.76	670.30	741.32	519.23	536.44	523.17
Lowest offer price (Rs.)	586.12	544.90	412.35	506.30	545.53	519.17	420.92	420.61	423.67
Highest repurchase price per unit (Rs.)	718.70	759.97	648.15	645.99	670.30	741.32	519.23	536.44	523.17
Lowest repurchase price per unit (Rs.)	586.12	532.85	403.24	495.11	545.53	519.17	420.92	420.61	418.01

	2013	2012	2011	2010	2009	2008	2007	2006	2005*
Net assets (Rs. in '000)	1,035,727	710,617	650,259	645,129	689,228	1,320,643	1,522,066	1,534,739	918,413
Number of units in issue	1,981,235	1,729,144	1,463,694	1,458,982	1,946,267	2,379,248	2,187,372	2,315,580	1,632,318
Net asset value per unit (Rs.)	522.77	410.96	444.26	442.18	354.13	555.07	695.84	662.79	562.64
Net income / (loss) (Rs. in '000)	350,292	132,635	186,008	199,544	(325,703)	(78,623)	334,451	371,585	103,097
Earnings / (loss) per unit (Rs.)	176.80	76.71	127.08	136.77	(167.35)	(33.05)	152.90	160.47	63.16
Annual return of the Fund (%)	51.11	22.95	40.07	24.86	(31.58)	(6.84)	29.39	32.52	11.62
Offer price ** (Rs.)	533.32	419.21	453.15	451.02	361.21	566.17	709.77	675.85	574.66
Redemption price ** (Rs.)	522.86	410.99	444.26	442.18	354.13	555.07	695.85	662.60	563.39
Distribution Per Unit (Rs.)	125.00	65.00	110.00	125.00	-	37.50	100.00	125.00	62.50
Distribution as a % of opening Ex- NAV of units	36.13	19.45	34.68	35.30	-	6.29	18.59	24.99	12.50
Date of distribution	4-Jul-13	5-Jul-12	7-Jul-11	8-Jul-10	-	4-Jul-08	20-Jul-07	19-Jul-06	15-Jul-05
Highest offer price (Rs.)	561.36	437.30	469.09	525.81	509.76	698.28	710.81	793.44	676.57
Lowest offer price (Rs.)	368.11	308.05	328.38	377.77	211.57	515.74	535.97	507.03	503.86
Highest repurchase price per unit (Rs.)	550.35	428.73	459.89	515.50	499.76	684.59	696.87	777.88	663.30
Lowest repurchase price per unit (Rs.)	360.89	302.01	321.94	370.36	207.42	505.63	525.46	497.09	503.82

* For the period from 24 August 2004 to 30 June 2005 (Date of Launch: 23 November 2004)

** Relates to announced prices.

Note: Past Performance of the Fund is not indicative of future performance, and the price and investment return may go down, as well as up.



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Stock Market Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Stock Market Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Stock Market Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
1. Equity investments	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of listed shares which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of investments. Our key procedures included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement, related reconciliations and re-performance of investment valuations on the basis of quoted market prices at the Pakistan Stock Exchange Limited as at 30 June 2022. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities

Key audit matter	How our audit addressed the key audit matter
	Regulations, 2008 (the Regulations) in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard. We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide

a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 Rupees	2021
ASSETS			
Bank balances	4	51,296,361	311,116,752
Investments	5	9,064,315,544	9,840,526,442
Profit receivable on bank balances		2,750	914,389
Receivable against sale of investments		1,219,498	98,787,808
Advances, deposits and other receivables	6	13,530,225	13,529,987
Total assets		9,130,364,378	10,264,875,378
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	7	48,359,647	48,685,188
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	945,453	1,046,330
Payable to the Securities and Exchange Commission of Pakistan	9	2,008,397	1,804,473
Payable against redemption of units	10	-	114,849
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	11	2,129,217	350,353,228
Total liabilities		53,844,446	402,405,800
NET ASSETS		9,076,519,932	9,862,469,578
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		9,076,519,932	9,862,469,578
CONTINGENCIES AND COMMITMENTS	12		
		-----Number of Units-----	
NUMBER OF UNITS IN ISSUE		15,290,637	14,333,327
		-----Rupees-----	
NET ASSET VALUE PER UNIT		593.5999	688.0795

The annexed notes from 1 to 30 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	Rupees	
INCOME			
Profit on bank balances	4.1	9,387,203	8,726,017
Dividend income		782,879,140	496,984,575
Capital (loss) / gain on sale of investments - net		(201,105,613)	1,353,182,307
Other income		251,000	-
Net unrealised (loss)/gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(1,789,647,950)	1,466,596,668
		(1,990,502,563)	2,819,778,975
Total (loss) / income		(1,198,236,220)	3,325,489,567
EXPENSES			
Remuneration of the Management Company	7.1	248,468,588	216,539,759
Sindh sales tax on remuneration of the Management Company	7.2	32,300,925	28,150,169
Remuneration of the Trustee	8.1	11,042,109	10,022,490
Sindh sales tax on remuneration of the Trustee	8.2	1,435,474	1,302,924
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	2,008,422	1,804,498
Accounting and operational charges	13	48,070,836	22,415,453
Auditors' remuneration	15	673,732	542,045
Annual listing fee		27,500	30,138
Legal and professional charges		186,261	211,560
Transaction charges	11.1	12,813,331	16,016,268
Printing charges		54,611	50,111
Bank charges		34,048	118,261
(Reversal) / provision for Sindh Workers' Welfare Fund	11.2	(105,137,220)	60,565,719
Total expenses		251,978,617	357,769,394
Net (loss) / income for the year before taxation		(1,450,214,835)	2,967,720,173
Taxation	16	-	-
Net (loss) / income for the year after taxation		(1,450,214,835)	2,967,720,173
Allocation of net income for the year:			
- Net income for the year after taxation		-	2,967,720,173
- Income already paid on units redeemed		-	(510,989,329)
		-	2,456,730,844
Accounting income / (loss) available for distribution:			
- Relating to capital gains		-	2,819,778,975
- Excluding capital gains		-	(363,048,131)
		-	2,456,730,844

The annexed notes from 1 to 30 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022 ----- Rupees -----	2021 ----- Rupees -----
Net (loss) / income for the year after taxation	(1,450,214,835)	2,967,720,173
Other comprehensive income	-	-
Total comprehensive (loss) / income for the year	<u>(1,450,214,835)</u>	<u>2,967,720,173</u>

The annexed notes from 1 to 30 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

	Capital Value	30 June 2022 Undistributed income	Net Assets
	-----Rupees-----		
Capital value	7,557,133,362	-	7,557,133,362
Undistributed income brought forward			
- Realised income	-	1,331,130,189	1,331,130,189
- Unrealised income	-	974,206,027	974,206,027
Net assets at the beginning of the year (Units outstanding: 14,333,327) (Rs. 688.0795 per unit)	7,557,133,362	2,305,336,216	9,862,469,578
Issue of 4,245,038 units	2,824,066,647	-	2,824,066,647
Redemption of 3,287,728 units	(2,159,801,459)	-	(2,159,801,459)
Total comprehensive loss for the year	-	(1,450,214,835)	(1,450,214,835)
Net assets at end of the year (Units outstanding: 15,290,637) (Rs. 593.5999 per unit)	8,221,398,550	855,121,381	9,076,519,932
Undistributed income carried forward			
- Realised income	-	2,294,129,032	-
- Unrealised loss	-	(1,439,007,651)	-
	-	855,121,381	-
	Capital Value	30 June 2021 Undistributed income	Net Assets
	-----Rupees-----		
Capital value	6,499,701,211	-	6,499,701,211
Undistributed income brought forward			
- Realised income	-	909,302,970	909,302,970
- Unrealised loss	-	(567,334,642)	(567,334,642)
Net assets at the beginning of the year (Units outstanding: 13,240,837) (Rs. 516.7100 per unit)	6,499,701,211	341,968,328	6,841,669,539
Issue of 9,010,475 units	6,020,267,464	-	6,020,267,464
Redemption of 7,917,985 units	(4,821,246,823)	(510,989,329)	(5,332,236,152)
Refund of capital	(141,588,490)	-	(141,588,490)
Cash dividend declared @ Rs. 46 per unit declared on 25 June 2021	-	(493,362,956)	(493,362,956)
Total comprehensive income for the year	-	2,967,720,173	2,967,720,173
Net assets at end of the year (Units outstanding: 14,333,327) (Rs. 688.0795 per unit)	7,557,133,362	2,305,336,216	9,862,469,578
Undistributed income carried forward			
- Realised income	-	1,331,130,189	-
- Unrealised income	-	974,206,027	-
	-	2,305,336,216	-

The annexed notes from 1 to 30 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

Note	2022	2021
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year after taxation	(1,450,214,835)	2,967,720,173
Adjustments for:		
Profit on bank balances	(9,387,203)	(8,726,017)
Dividend income	(782,879,140)	(496,984,575)
Capital gain on sale of investments	201,105,613	(1,353,182,307)
Net unrealised (loss)/ on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	1,789,647,950	(1,466,596,668)
(Reversal) / provision for Sindh Workers' Welfare Fund	(105,137,220)	60,565,719
	1,093,350,000	(3,264,923,848)
Decrease / (increase) in assets		
Receivable against sale of investments	97,568,310	(98,787,808)
Advances, deposits, prepayments and other receivables	(238)	-
	97,568,072	(98,787,808)
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(325,541)	9,072,910
Payable to the Central Depository Company of Pakistan Limited - Trustee	(100,877)	309,595
Payable to the Securities and Exchange Commission of Pakistan	203,924	559,026
Accrued expenses and other liabilities	(243,086,790)	226,092,646
	(243,309,284)	236,034,177
Profit received on bank balances	10,298,842	8,225,532
Dividend received	782,879,140	496,984,575
Investments made during the year	(7,243,085,842)	(7,243,085,842)
Investments sold during the year	6,028,543,177	7,212,781,218
	(421,364,683)	474,905,483
Net cash (used in) / generated from operating activities	(923,970,730)	314,948,176
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	2,824,066,647	6,020,267,464
Payments against redemption of units	(2,159,916,308)	(5,464,853,735)
Refund of capital	-	(141,588,490)
Cash Dividend	-	(493,362,956)
Net cash generated / (used in) from financing activities	664,150,339	(79,537,717)
Net (decrease)/ increase in cash and cash equivalents	(259,820,391)	235,410,458
Cash and cash equivalents at the beginning of the year	311,116,752	75,706,293
Cash and cash equivalents at the end of the year	51,296,361	311,116,752

The annexed notes from 1 to 30 form an integral part of these 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 and Offering Document has been revised various times during 2005 to 2022 with its last amendment in 26 July 2021 and 14 April 2022, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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.
- 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 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.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS FOR PREPARATION

2.1 Statement of compliance

These 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
"IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities"	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12 '	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable and Federal excise duty payable on remuneration of Management Company as disclosed in notes 6.1 and 7.3 respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments which are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out as below. These policies have been applied consistently to all years and are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Equity Instruments

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis. An equity instrument held for trading purposes or in which FVOCI election is not taken is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as FVTPL.

Debt Instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes or which does not meet the SPPI criterion 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'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; 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 etc.

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 asset to identify whether they pass the SPPI criteria.

'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.

c) Subsequent Measurement

Equity investments at FVTPL

These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Equity instruments at FVOCI

Upon initial recognition, the Fund can elect to irrevocably classify an equity investment as FVOCI when they meet the definition of Equity under IAS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis.

Gains and losses on these equity instruments are never recycled to profit. Dividends are recognised in profit or loss as other operating income when the right of the payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the instrument, in which case, such gains are recorded in OCI. Equity instruments at FVOCI are not subject to an impairment assessment.

Debt investments at FVTPL

These assets are subsequently measured at fair value. Interest / markup income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) Determination of fair value

The fair value of financial assets are determined as follows:

a) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

b) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

c) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.4 Unit holder's Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distribution to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to element of income and excludes the element of income from the expression accounting income as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Profit on bank balances, placements and deposits is recognised on an accrual basis.
- Gains/losses on sale of investments are included in the Income Statement in the year in which it arises.
- Unrealised gain / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.10 Taxation

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

3.11 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.

3.12 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.

		2022	2021
4	Note	Rupees	Rupees
BANK BALANCES			
In local currency			
- Profit and loss sharing accounts	4.1	51,291,361	278,461,795
- Current account		5,000	5,000
- Cheque in hand	4.2	-	32,649,957
		51,296,361	311,116,752

4.1 The rate of return on these accounts during the year ranges between 5.5% to 12.25% (30 June 2021: 5.5% to 7.80%) per annum. The profit rates effective at the year end on these accounts ranges between 10.75% to 12.75% (30 June 2021: 7.75%) per annum.

4.2 These cheques were received against issue of units which were cleared during the year Nil (2021: 06 July 2021).

		2022	2021
5	Note	Rupees	Rupees
INVESTMENTS			
At fair value through profit or loss			
Investments in listed equity securities	5.1	9,064,315,544	9,840,526,442

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 2021	Purchases during the year	Bonus / rights shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of investee company held
----- Number of shares ----- Rupees ----- Percentage -----											
Banks											
Bank Alfalah Limited	5.3	-	11,159,101	-	1,830,129	9,328,972	311,862,256	298,527,104	3.29	3.29	0.52
Bank Al Habib Limited		3,306,292	2,676,290	-	261,655	5,720,927	406,213,954	332,157,022	3.66	3.66	0.51
Faysal Bank Limited		994,943	2,439,000	-	1,294,943	2,139,000	55,792,067	49,325,340	0.54	0.54	0.14
Habib Bank Limited		4,705,400	2,787,769	-	585,409	6,907,760	836,424,300	630,954,798	6.96	6.95	0.47
Habib Metropolitan Bank Limited		5,713,500	718,000	-	5,813,000	618,500	27,357,509	24,152,425	0.27	0.27	0.06
Mcb Bank Limited		785,915	909,911	-	1,692,417	3,409	541,850	419,239	0.00	0.00	0.00
Meezan Bank Limited	5.3	3,577,898	1,818,398	547,934	2,537,341	3,406,889	403,461,260	384,910,319	4.25	4.24	0.21
United Bank Limited		4,958,463	1,257,199	-	325,508	5,890,154	736,299,911	666,353,122	7.35	7.34	0.48
		24,042,411	23,765,668	547,934	14,340,402	34,015,611	2,777,953,107	2,386,799,369	26.32	26.29	2.39
Insurance											
Adamjee Insurance Company Limited		670,000	-	-	667,000	3,000	124,410	94,680	0.00	0.00	0.00
IGI Holdings Limited		263,900	15,000	-	-	278,900	53,690,485	30,888,175	0.34	0.34	0.20
Jubilee Life Insurance Company Limited		95,200	129,700	-	-	224,900	57,402,109	34,004,880	0.38	0.37	0.26
Pakistan Reinsurance Company Limited		1,178,500	-	-	1,178,500	-	-	-	-	-	-
		2,207,600	144,700	-	1,845,500	506,800	111,217,004	64,987,735	0.72	0.71	0.46
Textile Composite											
Gul Ahmed Textile Mills Limited		1,218,000	1,492,874	-	100,000	2,610,874	132,402,730	88,273,650	0.97	0.97	0.42
Interloop Limited		1,117,500	711,000	43,455	145,000	1,726,955	120,226,176	105,344,255	1.16	1.16	0.19
Kohinoor Textile Mills Limited		1,306,000	462,500	-	70,000	1,698,500	128,641,509	84,925,000	0.94	0.94	0.57
Nishat (Chunian) Limited		-	1,975,000	-	25,000	1,950,000	100,726,647	87,340,500	0.96	0.96	0.81
Nishat Mills Limited		1,971,500	1,060,700	-	376,200	2,656,000	246,437,944	196,304,960	2.17	2.16	0.76
		5,613,000	5,702,074	43,455	716,200	10,642,329	728,435,006	562,188,365	6.20	6.19	2.75
Cement											
Attock Cement Pakistan Limited		431,100	-	-	430,700	400	71,928	26,600	0.00	0.00	0.00
Cherat Cement Company Limited		597,900	892,489	-	955,955	534,434	79,803,034	49,723,739	0.55	0.55	0.28
D.G. Khan Cement Company Limited		1,665,000	425,000	-	2,089,646	354	40,645	22,125	0.00	0.00	0.00
Fauji Cement Company Limited		7,914,000	4,000,000	-	1,165,000	10,749,000	230,398,944	152,313,330	1.68	1.68	0.78
Kohat Cement Company Limited		683,000	115,700	-	102,000	696,700	144,249,974	90,661,571	1.00	1.00	0.35
Lucky Cement Limited		737,000	237,000	-	165,500	808,500	663,985,988	371,133,840	4.09	4.09	0.25
Maple Leaf Cement Factory Limited		1,090,000	8,608,828	-	4,140,000	5,558,828	190,522,848	152,033,946	1.68	1.68	0.51
Pioneer Cement Limited		190,000	605,337	-	795,000	337	31,924	20,331	0.00	0.00	0.00
		13,308,000	14,884,354	-	9,843,801	18,348,553	1,309,105,285	815,935,482	9.00	9.00	2.17
Refinery											
Attock Refinery Limited		285,500	1,179,000	-	555,500	909,000	134,774,585	159,784,020	1.76	1.75	0.85
National Refinery Limited		48,000	-	-	48,000	-	-	-	-	-	-
		333,500	1,179,000	-	603,500	909,000	134,774,585	159,784,020	1.76	1.75	0.85
Power Generation & Distribution											
The Hub Power Company Limited		6,223,808	1,105,000	-	1,148,460	6,180,348	488,476,942	421,314,323	4.65	4.64	0.48
Kot Addu Power Company Limited		1,335,000	-	-	-	1,335,000	59,207,250	36,752,550	0.41	0.40	0.15
K-Electric Limited (face value Rs. 3.5 per share)		9,500,000	-	-	-	9,500,000	39,710,000	28,880,000	0.32	0.32	0.03
Lalpir Power Limited		7,464,000	-	-	-	7,464,000	133,307,040	95,166,000	1.05	1.05	1.97
Pakgen Power Limited		3,248,000	-	-	-	3,248,000	80,095,680	60,055,520	0.66	0.66	0.87
		27,770,808	1,105,000	-	1,148,460	27,727,348	800,796,912	642,168,393	7.09	7.07	3.50

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Name of Investee Company	Note	As at 01 July 2021	Purchases during the year	Bonus / rights shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of investee company held
		----- Number of shares -----				----- Rupees -----		----- Percentage -----			
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited		1,433,177	237,500	-	155,000	1,515,677	335,378,283	260,453,936	2.87	2.87	0.32
Sui Northern Gas Pipelines Limited		2,074,098	1,350,000	-	150,000	3,274,098	150,583,732	112,006,893	1.24	1.23	0.52
		3,507,275	1,587,500	-	305,000	4,789,775	485,962,015	372,460,829	4.11	4.10	0.84
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited		265,049	79,260	-	18,534	325,775	515,125,858	566,763,799	6.25	6.24	0.24
Oil & Gas Development Company Limited	5.3	4,918,100	1,458,745	-	527,000	5,849,845	549,141,447	460,207,306	5.08	5.07	0.14
Pakistan Oilfields Limited		256,020	222,500	-	14,000	464,520	182,374,268	188,506,861	2.08	2.08	0.16
Pakistan Petroleum Limited	5.3	2,767,602	628,862	-	246,000	3,150,464	271,391,535	212,687,825	2.35	2.34	0.12
		8,206,771	2,389,367	-	805,534	9,790,604	1,518,033,108	1,428,165,791	15.76	15.73	0.66
Engineering											
Aisha Steels Mills Limited		-	4,443,000	-	538,500	3,904,500	74,772,502	43,144,725	0.48	0.48	0.42
Amreli Steels Limited		-	864,500	-	28,000	836,500	39,811,998	19,607,560	0.22	0.22	0.28
Crescent Steel & Allied Products Limited		405,000	-	-	7,500	397,500	33,382,050	16,563,825	0.18	0.18	0.51
International Industries Limited		469,000	50,000	-	236,300	282,700	58,453,075	29,324,471	0.32	0.32	0.21
International Steels Limited		494,000	100,000	-	593,616	384	35,836	22,794	0.00	0.00	0.00
Ittefaq Iron Industries Limited		-	727,000	-	51,500	675,500	12,556,872	4,742,010	0.05	0.05	0.47
Mughal Iron And Steel Industries Limited		591,213	370,000	103,681	710,000	354,894	33,501,356	20,456,090	0.23	0.23	0.11
		1,959,213	6,554,500	103,681	2,165,416	6,451,978	252,513,689	133,861,475	1.48	1.48	2.00
Automobile Assembler											
Al-Ghazi Tractors Limited		-	15,000	-	-	15,000	6,755,369	5,852,550	0.06	0.06	0.03
Indus Motor Company Limited		56,200	54,640	-	110,594	246	315,612	281,525	0.00	0.00	0.00
Millat Tractors Limited		90,000	-	1,074	91,000	74	46,783	64,572	0.00	0.00	0.00
Pak Suzuki Motor Company Limited		215,000	203,500	-	343,500	75,000	14,595,653	15,840,750	0.17	0.17	0.09
		361,200	273,140	1,074	545,094	90,320	21,713,417	22,039,397	0.23	0.23	0.12
Automobile Parts & Accessories											
Panther Tyres Limited		1,025,363	64,500	205,072	85,000	1,209,935	68,726,248	39,201,894	0.43	0.43	0.72
Thal Limited (face value Rs. 5 per share)		395,700	37,300	-	9,000	424,000	178,623,852	114,318,880	1.26	1.26	0.52
		1,421,063	101,800	205,072	94,000	1,633,935	247,350,100	153,520,774	1.69	1.69	1.24
Transport											
Pakistan International Bulk Terminal Limited		7,400,000	-	-	7,400,000	-	-	-	-	-	-
		7,400,000	-	-	7,400,000	-	-	-	-	-	-
Technology & Communications											
Air Link Communication Limited		-	786,525	58,989	845,500	14	895	565	0.00	0.00	-
Avanceon Limited		-	1,331,427	-	-	1,331,427	104,653,544	103,731,478	1.14	1.14	0.41
Hum Network Limited		-	10,917,000	-	1,300,000	9,617,000	72,396,913	68,473,040	0.76	0.75	1.02
Octopus Digital Limited		-	74,336	-	74,000	336	13,642	23,960	0.00	0.00	0.00
Pakistan Telecommunication Company Limited		5,226,000	-	-	5,215,500	10,500	124,320	73,080	0.00	0.00	0.00
Systems Limited		451,700	160,000	97,200	354,500	354,400	119,302,009	116,902,384	1.29	1.29	0.13
Trg Pakistan Limited - Class 'A'		865,000	802,500	-	1,667,108	392	42,957	30,313	0.00	0.00	0.00
		6,542,700	14,071,788	156,189	9,456,608	11,314,069	296,534,280	289,234,820	3.19	3.18	1.56

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Name of Investee Company	Note	As at 01 July 2021	Purchases during the year	Bonus / rights shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of investee company held
----- Number of shares -----						----- Rupees -----		----- Percentage -----			
Fertilizer											
Engro Fertilizers Limited	5.3	3,153,500	865,004	1,301,400	4,564,900	755,004	68,161,722	66,923,555	0.74	0.74	0.06
Engro Corporation Limited	5.3	1,544,701	694,022	-	174,387	2,064,336	603,605,000	530,720,142	5.86	5.85	0.36
Fauji Fertilizer Bin Qasim Limited		1,700,000	2,209,500	-	60,000	3,849,500	97,123,019	77,913,880	0.86	0.86	0.30
Fauji Fertilizer Company Limited		955,000	4,919,795	-	1,470,711	4,404,084	470,559,599	485,418,138	5.36	5.35	0.35
		7,353,201	8,688,321	1,301,400	6,269,998	11,072,924	1,239,449,340	1,160,975,715	12.82	12.80	1.07
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited		113,500	81,000	-	-	194,500	152,447,910	127,327,480	1.40	1.40	0.20
Ferozsons Laboratories Limited		15,700	-	-	15,700	-	-	-	-	-	-
Glaxosmithkline Pakistan Limited		210,800	-	-	166,100	44,700	7,405,449	5,584,371	0.06	0.06	0.01
Highnoon Laboratories Limited		259,542	-	25,434	5,200	279,776	152,605,200	148,244,909	1.64	1.63	0.67
The Searle Company Limited		201,572	-	18,471	201,572	18,471	3,447,281	2,013,708	0.02	0.02	0.01
		801,114	81,000	43,905	388,572	537,447	315,905,840	283,170,468	3.12	3.11	0.89
Chemicals											
Engro Polymer & Chemicals Limited		2,428,500	4,094,500	-	3,763,500	2,759,500	151,422,055	219,738,985	2.42	2.42	0.30
ICI Pakistan Limited		40,000	-	-	40,000	-	-	-	-	-	-
		2,468,500	4,094,500	-	3,803,500	2,759,500	151,422,055	219,738,985	2.42	2.42	0.30
Paper & Board											
Packages Limited		208,000	-	-	208,000	-	-	-	-	-	-
		208,000	-	-	208,000	-	-	-	-	-	-
Leather & Tanneries											
Bata Pakistan Limited		35,440	-	-	35,360	80	137,152	190,395	0.00	0.00	0.00
Service Global Footwear Limited		915,837	125,000	-	36,000	1,004,837	58,344,449	40,374,351	0.45	0.44	0.49
Service Industries Limited		120,836	328,700	-	120,800	328,736	150,632,532	115,961,624	1.28	1.28	0.70
		1,072,113	453,700	-	192,160	1,333,653	209,114,133	156,526,370	1.73	1.72	1.19
Foods & Personal Care Products											
At-Tahur Limited		3,933,750	50,000	478,050	3,329,000	1,132,800	23,620,082	21,602,605	0.24	0.24	0.57
Shezan International Limited		76,000	-	7,600	-	83,600	25,183,360	14,212,000	0.16	0.16	0.87
Treet Corporation Limited		1,156,500	-	-	1,156,500	-	-	-	-	-	-
Unity Foods Limited		831,800	-	-	831,800	-	-	-	-	-	-
		5,998,050	50,000	485,650	5,317,300	1,216,400	48,803,442	35,814,605	0.40	0.40	1.44
Glass & Ceramics											
Shabbir Tiles & Ceramics Limited (face value Rs. 5 per share)		1,157,000	2,286,500	-	1,348,500	2,095,000	34,660,727	30,649,850	0.34	0.47	0.88
Tariq Glass Industries Limited		-	1,439,239	-	30,000	1,409,239	170,219,451	146,293,101	1.61	1.61	1.02
		1,157,000	3,725,739	-	1,378,500	3,504,239	204,880,178	176,942,951	1.95	2.08	1.90
Total as at 30 June 2022							10,853,963,493	9,064,315,544	100	100	
Total as at 30 June 2021							8,373,929,775	9,840,526,442	100	100	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 5.2 The cost of listed equity securities as at 30 June 2022 is Rs. 10,503,323,195 (30 June 2021: Rs. 8,866,320,415).
- 5.3 The below 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 23 October 2007 issued by the SECP:

Name of Investee Company	Number of shares		Market value	
	2022	2021	2022	2021
			----- Rupees -----	
Pakistan Petroleum Limited	297,000	297,000	20,050,470	25,788,510
Habib Bank Limited	60,000	60,000	5,480,400	7,342,200
Engro Fertilizers Limited	-	425,000	-	29,864,750
Engro Corporation Limited	125,000	-	32,136,250	-
United Bank Limited	170,000	170,000	19,232,100	20,774,000
Oil & Gas Development Company Limited	100,000	100,000	7,867,000	9,503,000
	752,000	1,052,000	84,766,220	93,272,460

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES	Note	2022	2021
		----- Rupees -----	----- Rupees -----
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
Tax Recoverable	6.1	10,930,225	10,929,987
		13,530,225	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 sections 150 and 151. However, during the year ended 30 June 2016, 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 before him by the withholders. The amount of tax withheld on dividend and profit on bank deposits aggregates to Rs.10.930\ million (30 June 2021: Rs. 10.930 million).

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 Funds managed by the Company to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted from dividend and profit received on bank deposits by the Fund has been shown as other receivables as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the tax recoverable not been recorded in these financial statements, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.72 per unit (30 June 2021: Rs. 0.76 per unit).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	2022	2021
		----- Rupees -----	-----
Remuneration of the Management Company	7.1	18,863,973	20,250,329
Sindh sales tax on remuneration of the Management Company	7.2	5,421,127	5,601,589
Federal excise duty on remuneration of the Management Company	7.3	20,301,987	20,301,988
Accounting and operational charges	13	3,772,559	2,531,282
		48,359,647	48,685,188

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 set the maximum limit of 3.5% of average annual net assets, within allowed expense ratio. The Management Company has charged management fee at the rate of 2.4% from 01 July 2021 to 30 September 2021 and 2.5% from 01 October 2021 to 30 June 2022 (30 June 2021: 2.4%) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on management fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 32,300,925 (2021: Rs. 28,150,169). Furthermore an amount of Rs. 32,481,386 (2021: Rs. 27,286,699) has been paid to the Management Company which acts as the 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 were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On 04 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 previous year, 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 01 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 2021: Rs 20.302 million) is being retained in the 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 financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been higher by Rs. 1.33 (30 June 2021: Rs 1.42) per unit.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	Rupees	Rupees
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY			
Remuneration of the Trustee	8.1	836,675	925,955
Sindh sales tax on remuneration of the Trustee	8.2	108,778	120,375
		945,453	1,046,330

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:	Tariff per annum
- up to Rs 1 billion	Rs. 0.20% per annum of Net Assets
- exceeding Rs 1 billion	Rs. 2.0 million plus 0.10% per annum of Net Assets amount exceeding Rs 1 billion

8.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on trustee fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 1,435,474 (2021: Rs. 1,305,924). Furthermore an amount of Rs. 1,447,071 (2021: Rs. 1,266,917) has been paid to the Trustee which acts as the collecting agent.

		2022	2021
	Note	Rupees	Rupees
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	9.1	2,008,397	1,804,473

9.1 In accordance with the NBFC Regulations, 2008, a collective investment scheme classified as an equity scheme is required to pay the Securities and Exchange Commission of Pakistan an amount equal to 0.02% of the average annual net assets of the Fund as annual fee.

10 PAYABLE AGAINST REDEMPTION OF UNITS

This represents payable against units redeemed to the unit holders based on their request for cash payout, managed by the Management Company.

		2022	2021
	Note	Rupees	Rupees
11 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		480,763	457,002
Printing charges payable		-	8,736
NCCPL charges payable		-	25,000
Transaction charges payable	11.1	408,228	10,051,896
Withholding and capital gain tax payable		663,779	50,110,148
Zakat payable		45,945	83,816
Sales load payable		64,699	68,090
Other payable		66,820	66,820
Dividend payable		398,983	184,344,500
Provision for Sindh Workers' Welfare Fund	11.2	-	105,137,220
		2,129,217	350,353,228

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

11.1 This represents brokerage, federal excise duty and settlement charges.

11.2 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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2022 (30 June 2021: Nil)

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 0.4% from 01 July 2021 to 14 September 2021 and 0.5% from 15 September 2021 to 30 June 2022 of the average annual net assets of the fund (2021: 0.17% of the average annual net assets of the fund for the period from 01 July 2020 to 02 December 2020 and 0.3% of the average annual net assets of the fund for the period from 03 December 2020 to 30 June 2021) for allocation of such expenses to the Fund.

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 3.56% (30 June 2021: 3.96%) which includes 0.38% (30 June 2021: 1.05%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

15 AUDITORS' REMUNERATION

	2022	2021
	----- Rupees -----	
Annual audit fee	348,825	348,825
Half yearly review of condensed interim financial information	174,500	174,500
Certification charges	60,500	60,500
Out of pocket expenses	40,000	40,000
Sindh sales tax on services	49,907	49,906
Prior year adjustment	-	(131,686)
	673,732	542,045

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

16 TAXATION

- 16.1** 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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders. Due to loss, distribution is not required during the year ended 30 June 2022, accordingly, no provision for taxation has been made in these financial statements during the year.

17 EARNING / (LOSS) PER UNIT

Earning / (Loss) 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 RELATED PARTIES / CONNECTED PERSONS

- 18.1** 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.
- 18.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.
- 18.3** 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.
- 18.4** The details of transactions carried out by the Fund with connected persons during the year and balances with them as at year end are as follows:

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	248,468,588	216,539,759
Remuneration paid	249,854,944	209,897,683
Sindh Sales Tax on remuneration of the Management Company	32,300,925	28,150,169
Accounting and Operational Charges	48,070,836	22,415,453
Issue of 80,548 (2021: 36,033) units	51,531,696	20,438,462
Redemption of 56,127 (2021: 151,059) units	35,000,000	98,000,000
Dividend declared	-	3,846,646
Outstanding 115,955 (2021: 91,534) units - at net asset value	68,831,023	62,982,893

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	11,042,109	10,022,490
Sindh Sales Tax on remuneration of the Trustee	1,435,474	1,302,924
Remuneration paid	11,131,390	9,745,513
Trustee fee payable	836,675	925,955
Sindh Sales Tax payable on remuneration of the Trustee	108,778	120,375
Settlement charges	530,316	544,123
Sindh Sales Tax on settlement charges	68,941	70,736
Settlement charges payable	-	3,000
Sindh Sales Tax payable on settlement charges	-	390
Atlas Honda Limited (Group Company)		
Issue of Nil units (2021: 1,568) units	-	1,103,231
Dividend declared	-	1,297,919
Outstanding 29,783 (2021: 29,783) units - at net asset value	17,679,404	20,493,072
Atlas Insurance Limited (Group Company)		
Issue of 317,221 (2021: 223,565) units	207,412,432	141,982,233
Redemption of 287,031 (2021: 49,863) units	187,412,432	35,000,000
Dividend declared	-	12,420,148
Outstanding 317,221 (2021: 287,031) units - at net asset value	188,302,353	197,499,863
Atlas Foundation (Group Company)		
Issue of Nil (2021: 25,380) units	-	15,095,826
Dividend declared	-	41,073,305
Outstanding 894,455 (2021: 894,455) units - at net asset value	530,948,494	615,456,149
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)		
Issue of 5,253 (2021: 212) units	3,500,000	149,467
Redemption of 3,462 (2021: 23,299) units	2,400,936	16,246,299
Dividend declared	-	149,467
Outstanding 5,253 (2021: 3,462) units - at net asset value	3,118,122	2,382,131
Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
Issue of 17,528 (2021: 17,159) units	11,500,000	12,059,118
Redemption of 5,042 (2021: 19,161) units	3,500,000	12,470,000
Dividend declared	-	5,709,118
Outstanding 144,711 (2021: 132,224) units - at net asset value	85,900,229	90,980,624

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)		
Issue of Nil (2021: 1,272) units	-	894,893
Redemption of Nil (2021: 2,782) units	-	2,000,000
Dividend declared	-	894,893
Outstanding 20,726 (2021: 20,726) units - at net asset value	12,302,952	14,261,052
Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)		
Issue of Nil (2021: 5,583) units	-	3,929,070
Redemption of Nil (2021: 14,380) units	-	10,000,000
Dividend declared	-	3,929,070
Outstanding 90,998 (2021: 90,998) units - at net asset value	54,016,386	62,613,838
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)		
Issue of 37,229 (2021: 100,625) units	25,000,000	65,727,936
Dividend declared	-	5,727,936
Outstanding 169,889 (2021: 132,660) units - at net asset value	100,846,349	91,280,656
Shirazi Investments (Private) Limited (Group Company)		
Redemption of Nil (2021: 900,747)	-	600,000,000
Dividend declared	-	176,144,046
Outstanding 3,829,218 (2021: 3,829,218) units - at net asset value	2,273,023,653	2,634,806,675
Atlas Metals (Private.) Limited (Group Company)		
Issue of 3,778 (2021: 61,896) units	2,500,000	42,672,539
Dividend declared	-	2,672,539
Redemption of 32,394 (2021: Nil) units	22,150,000	-
Outstanding 33,281 (2021: 61,896) units - at net asset value	19,755,843	42,589,708
Batool Benefit Trust (Trust having common Director / Trustee)		
Issue of Nil (2021: 11,876) units	-	8,357,395
Dividend declared	-	9,832,229
Outstanding 225,620 (2021: 225,620) units - at net asset value	133,928,243	155,244,767
Directors and their close family members and key management personnel and executive of the Management Company		
Issue of 37,014 (2021: 737,630) units	22,139,188	525,084,005
Redemption of 69,105 (2021: 45,443) units	42,922,057	31,721,096
Dividend declared	-	92,118,956
Outstanding 1,831,325 (2021: 2,117,293) units - at net asset value	1,087,074,305	1,456,866,235

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

----- As at 30 June 2022 -----			
At amortised cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
----- (Rupees) -----			
Financial assets			
Bank balances	51,296,361	-	51,296,361
Investments	-	9,064,315,544	9,064,315,544
Dividend receivable	-	-	-
Profit receivable on bank balances	2,750	-	2,750
Receivable against sale of investments	1,219,498	-	1,219,498
Advances, deposits and other receivables	2,600,000	-	2,600,000
	55,118,609	9,064,315,544	9,119,434,153

----- As at 30 June 2022 -----			
	At fair value through profit or loss	At amortised cost	Total
	----- (Rupees) -----		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	48,359,647	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	945,453	945,453
Payable against redemption of units	-	-	-
Unclaimed dividend	-	401,732	401,732
Accrued expenses and other liabilities	-	1,419,493	1,419,493
	-	51,126,325	51,126,325

----- As at 30 June 2021 -----			
At amortised cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
----- (Rupees) -----			
Financial assets			
Bank balances	311,116,752	-	311,116,752
Investments	-	9,840,526,442	9,840,526,442
Dividend receivable	-	-	-
Profit receivable on bank balances	914,389	-	914,389
Receivable against sale of investments	98,787,808	-	98,787,808
Advances, deposits and other receivables	2,600,000	-	2,600,000
	413,418,949	9,840,526,442	10,253,945,391

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2021 -----		
At fair value through profit or loss	At amortised cost	Total
----- (Rupees) -----		
Financial liabilities		
Payable to Atlas Asset Management Limited - Management Company	- 48,685,188	48,685,188
Payable to the Central Depository Company of Pakistan Limited - Trustee	- 1,046,330	1,046,330
Payable against redemption of units	- 114,849	114,849
Unclaimed dividend	- 401,732	401,732
Accrued expenses and other liabilities	- 195,022,044	195,022,044
-	245,270,143	245,270,143

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

20.1 Market risk

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

Market risk comprises of three types of risks: yield / interest rate risk, currency risk, and price risk.

(i) Yield / interest rate risk

Yield / interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. As of 30 June 2022, the Fund is exposed to interest rate risk on its balances held with banks. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks which exposes the Fund to cash flow interest rate risk. In case of 100 basis points increase in market interest rates as at 30 June 2022, with all other variables held constant, the net income for the year and net assets would have been higher by Rs. 512,914 (2021: Rs. 2,784,618). In case of 100 basis points decrease in market interest rates as at 30 June 2022, with all other variables held constant, the net income for the year and net assets would have been lower by 512,914 (2021: Rs. 2,784,618).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value interest rate risk.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

As stated above out of the total financial assets of Rs. 9,119,434,153 (2021: Rs. 10,294,829,839), assets aggregating to Rs. 51,291,361 (2021: Rs. 278,461,795) are subject to yield / interest rate risk. These represent bank balances having effective yield for the year ranging between 5.5% and 12.25% (2021: 5.5% and 7.80%) per annum where as the profit rates effective at the year end on these accounts ranges between 5.5% to 16.45% (30 June 2021: 5.5% and 7.95%) per annum.

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movement in profit rates.

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk on investments held by the Fund and classified as 'at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 10% of net assets and issued capital of the investee company and sector exposure limit to 30% of the net assets.

In case of 5% increase / decrease in PSX 100 index on 30 June 2022, with all other variables held constant, net income of the Fund for the period would increase / decrease by Rs. 453,215,777 (2021: Rs. 492,026,322) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities at fair value through profit or loss.

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the PSX 100 Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the PSX 100 Index.

20.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to settlement of equity securities and to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is to invest

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

the majority of its assets in investments that are traded in an active market and can be readily disposed of. The Fund's securities are considered readily realisable as these are listed on the Pakistan Stock Exchange Limited.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was required to be obtained by the Fund during the current year. In addition, as required by SECP, the Fund has arranged committed credit lines from a financial institution equivalent to 10% of net assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

-----As at 30 June 2022-----					
Within 1 month	1 to 3 months	3 to 12 months	More than one year	Financial instruments without maturity	Total
-----Rupees-----					
Financial assets					
Bank balances	51,296,361	-	-	-	51,296,361
Investments	-	-	-	9,064,315,544	9,064,315,544
Dividend receivable	-	-	-	-	-
Profit receivable on bank balances	2,750	-	-	-	2,750
Receivable against sale of investments	1,219,498	-	-	-	1,219,498
Advances, deposits and other receivables	-	-	-	2,600,000	2,600,000
	52,518,608	-	-	9,066,915,544	9,119,434,152
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company	48,359,647	-	-	-	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee	945,453	-	-	-	945,453
Payable against purchase of investments	-	-	-	-	-
Payable against redemption of units	-	-	-	-	-
Unclaimed dividend	401,732	-	-	-	401,732
Accrued expenses and other liabilities	408,228	1,011,266	-	-	1,419,493
	50,115,059	1,011,266	-	-	51,126,325
Net assets/(Liabilities)	2,403,549	(1,011,266)	-	9,066,915,544	9,068,307,827

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

-----As at 30 June 2021-----						
	Within 1 month	1 to 3 months	3 to 12 months	More than one year	Financial instruments without maturity	Total
-----Rupees-----						
Financial assets						
Bank balances	311,116,752	-	-	-	-	311,116,752
Investments	-	-	-	-	9,840,526,442	9,840,526,442
Dividend receivable	-	-	-	-	-	-
Profit receivable on bank balances	914,389	-	-	-	-	914,389
Receivable against sale of investments	98,787,808	-	-	-	-	98,787,808
Advances, deposits and other receivables	-	-	-	-	2,600,000	2,600,000
	410,818,949	-	-	-	9,843,126,442	10,253,945,391
Financial liabilities						
Payable to Atlas Asset Management Limited - Management Company	48,685,188	-	-	-	-	48,685,188
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,046,330	-	-	-	-	1,046,330
Payable against redemption of units	114,849	-	-	-	-	114,849
Unclaimed dividend	401,732	-	-	-	-	401,732
Accrued expenses and other liabilities	10,076,896	184,945,148	-	-	-	195,022,044
	60,324,995	184,945,148	-	-	-	245,270,143
Net assets/(Liabilities)	350,493,954	(184,945,148)	-	-	9,843,126,442	10,008,675,248

20.3 Credit risk

Credit risk arises from the inability of the issuers of the instruments or the counter party to fulfil their obligations. The Fund is exposed to credit risk with respect to its bank balances, dividend receivable, receivable against sale of investments, receivable against sale of units and security deposit. Credit risk also arises from the inability of the relevant brokerage house or the counter party to fulfil their obligations. There is a possibility of default by participants or failure of the financial markets / stock exchanges, the depositories, the settlements or clearing system, etc. The settlement risk of default on equity securities is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with internal risk management policies and instrument guidelines approved by the Investment Committee. The Fund's maximum exposure to credit risk as of 30 June 2022 amounts to Rs. 53,899,111 (2021: Rs. 314,785,421).

20.3.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks. The credit rating profile of balances with banks is as follows:

Ratings of amounts placed with banks	% of financial assets exposed to credit risk	
	2022 %	2021 %
AA+	84.41	99.01
AAA	15.59	0.99
	100.00	100.00

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. Investments in equity securities, however, are not exposed to credit risk.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with, diverse credit worthy counter parties.

20.4 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at July 01, 2021	-	114,849	114,849
Receivable against issuance of units	2,856,716,604	-	2,856,716,604
Payable against redemption of units	-	2,159,801,459	2,159,801,459
	2,856,716,604	2,159,801,459	5,016,518,062
Amount received on issuance of units	(2,856,716,604)	-	(2,856,716,604)
Amount paid on redemption of units	-	(2,159,916,308)	(2,159,916,308)
	(2,856,716,604)	(2,159,916,308)	(5,016,632,912)
Closing balance as at June 30, 2022	-	-	-

21 FAIR VALUE MEASUREMENTS

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.

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.

21.1 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 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).

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).

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under NBFC Regulations, every open-end scheme shall maintain a fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current year.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

23 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Amount (Rupees)	% of total	Number of unit holders	Amount (Rupees)	% of total
Individuals	594	906,071,384	9.98	518	1,105,622,063	11.21
Associated Companies / Directors	11	3,862,882,562	42.56	11	4,466,274,840	45.29
Insurance Companies	5	196,703,395	2.17	7	287,928,588	2.92
Retirement Funds	20	3,784,401,598	41.69	24	3,662,614,986	37.14
Others	6	326,460,993	3.60	6	340,029,101	3.45
	636	9,076,519,932	100.00	566	9,862,469,578	100.00

24 LIST OF TOP TEN BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Optimus Capital Management (Private) Limited	6.97	Optimus Capital Management (Private) Limited	7.77
Alfalah CLSA Securities (Private) Limited	6.40	Alfalah CLSA Securities (Private) Limited	7.46
Next Capital Limited	6.27	Topline Securities Limited	6.06
Topline Securities Limited	6.10	AKD Securities Limited	4.71
Shajar Capital Pakistan (Private) Ltd.	5.38	Pearl Securities Limited	4.38
Arif Habib Limited	4.89	Shajar Capital Pakistan (Private) Ltd.	4.34
Intermarket Securities Limited	4.30	Habib Metropolitan Financial Services Limited	4.29
Alfa Adhi Securities (Private) Ltd.	4.18	JS Global Capital Limited	4.21
AKD Securities Limited	4.16	Next Capital Limited	4.05
BMA Capital Management Ltd.	4.15	Intermarket Securities Limited	3.96
	52.80		51.23

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

25 MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

26 NAME AND QUALIFICATION OF THE FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Faran-ul-Haq	Head of Equities	MBA, CFA	Atlas Islamic Stock Fund Atlas Islamic Fund of Funds Atlas Islamic Dedicated Stock Fund

27 MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of the dates of Board meetings of the Management Company of the Fund and the attendance of the members of the Board of Directors are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

28 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

29 GENERAL

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

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

30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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

مستحکم درجہ بندی برائے اے آئی ایف

پیکرانے مورخہ ۱۵ اپریل ۲۰۲۲ء کو استحکام فنڈ کیلئے (اے اے)۔ (ایف)۔ ڈبل اے مائنس فنڈ ریٹنگ (درجہ بندی تشکیل دی ہے۔ فنڈ کی یہ درجہ بندی ریٹرن میں مناسب استحکام کی گمرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

آڈیٹرز

بورڈ آف ڈائریکٹران کی آڈٹ کمیٹی نے اپنی میٹنگ منعقدہ ۶ ستمبر ۲۰۲۲ء میں میسرز اے ایف فرگوسن اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس، کراچی کو ٹالس سویرن فنڈ کے لیے دوبارہ تقرری تجویز کیا اور ٹالس اکم فنڈ اور ٹالس اشاک مارکیٹ فنڈ کا بطور اہل آڈیٹرز برائے اختتام سال ۳۰ جون ۲۰۲۳ء کے لیے تقرری تجویز کیا۔ اور میسرز ای وائی فورڈ روڈز، چارٹرڈ اکاؤنٹنٹس، کراچی کو بالترتیب ٹالس منی مارکیٹ فنڈ اور ٹالس لیکوڈ فنڈ کیلئے دوبارہ بطور اہل آڈیٹرز مالیاتی سال ۳۰ جون ۲۰۲۳ء کے لیے دوبارہ تقرری تجویز کیا۔

توثیق

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹران، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی قابل قدر حمایت، مدد اور رہنمائی کا شکریہ ادا کرتے ہیں۔ مینجمنٹ کمپنی کے ملازمین اور ٹرسٹی کا ان کی لگن اور محنت کیلئے، اور مینجمنٹ کمپنی پر پونٹ ہولڈرز کے اعتماد کا بھی بورڈ شکریہ ادا کرتا ہے۔

از طرف اور منجانب بورڈ

فراہیم علی خان
ڈائریکٹر

کراچی: ۸ ستمبر ۲۰۲۲ء

محمد عبدالصمد
چیف ایگزیکٹو آفیسر

- ہیومن ریسورس اینڈ ری مینوریشن کمیٹی (ایچ آراینڈ آری)۔ ایک میٹنگ منعقد ہوئیں دوران سال اور شرکت کی گئی درج ذیل:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	محترمہ زہرا نقوی	آزاد ڈائریکٹر	۲
۲	جناب فراہیم علی خان	نان ایگزیکٹو ڈائریکٹر	۲
۳	جناب علی ایچ شیرازی	نان ایگزیکٹو ڈائریکٹر	۱
۴	جناب ایم عبدالصمد	چیف ایگزیکٹو آفیسر	۲

- انویسٹمنٹ کمیٹی۔ اکیاون میٹنگ منعقد ہوئیں دوران سال اور شریک کی گئی درج ذیل:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	جناب علی ایچ شیرازی	نان ایگزیکٹو ڈائریکٹر	۱۶
۲	جناب ایم عبدالصمد	چیف ایگزیکٹو آفیسر	۴۳
۳	جناب خالد محمود (ایگزیکٹو مینجمنٹ)	چیف انویسٹمنٹ آفیسر رکن آئی سی	۴۸
۴	جناب ایم عمر خان (ایگزیکٹو مینجمنٹ)	ہیڈ آف پورٹ فولیو مینجمنٹ۔ رکن آئی سی	۴۵
۵	جناب فواد جاوید (ایگزیکٹو مینجمنٹ)	ہیڈ آف فکسڈ انکم۔ رکن آئی سی	۵۱
۶	جناب فاران الحق (ایگزیکٹو مینجمنٹ)	ہیڈ آف اکیویٹیز۔ سیکریٹری آئی سی	۵۱

تازہ ترین درجہ بندی:

۱۸ جات فیچر کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پیکرا) نے مینجمنٹ کمیٹی کی اسٹیٹ فیچر درجہ بندی اے ایم ۲ + (اے ایم ٹو پلس) ترتیب دی ہے۔
(۲۰۲۱ء: اے ایم ۲ + (اے ایم ٹو پلس)) تاریخ ۲۳ دسمبر ۲۰۲۱ء کو یہ درجہ بندی کمیٹی کی تجربہ کار ٹیم، منظم سرمایہ کاری نظام اور ہم آہنگ معیاری نظام اور طریقہ کار کی عکاسی کرتی ہے۔

مستحکم درجہ بندی برائے اے ایم ایف

پیکرا نے مورخہ ۱۸ اپریل ۲۰۲۲ء کو استحکام فنڈ کیلئے (ڈبل اے پلس فنڈ ریٹنگ "اے اے + (ایف)" درجہ بندی تشکیل دی ہے۔ فنڈ کی یہ درجہ بندی ریٹرن میں متناسب استحکام کی نگرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

مستحکم درجہ بندی برائے اے ایل ایف

پیکرا نے مورخہ ۲۹ جون ۲۰۲۲ء کو استحکام فنڈ کیلئے (ڈبل اے فنڈ ریٹنگ "اے اے (ایف)" درجہ بندی تشکیل دی ہے۔ فنڈ کی یہ درجہ بندی ریٹرن میں متناسب استحکام کی نگرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

مستحکم درجہ بندی برائے اے ایس ایف

پیکرا نے تاریخ ۱۵ اپریل ۲۰۲۲ء کو درجہ بندی برائے استحکام فنڈ تشکیل دی ہے (اے اے - (ایف)۔ ڈبل اے مائنس فنڈ ریٹنگ) فنڈ کی یہ درجہ بندی ریٹرن میں متناسب استحکام کی نگرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

- ☆ اندرونی نظم و ضبط کا نظام موثر نگرانی میں مستحکم بنیادوں پر نافذ ہے۔
- ☆ فنڈز کے مستقبل بنیادوں پر جاری رہنے پر کوئی شبہ نہیں ہے۔
- ☆ مالی اعداد و شمار میں قانونی ادائیگی، ٹیکس، محصولات کا صحیح انکشاف کیا گیا ہے۔
- ☆ اہم مالیاتی اعداد و شمار / کارکردگی کے چارٹ، (اے ایم ایف)، (اے ایل ایف)، (اے ایس ایف)، (اے آئی ایف)، اور (اے ایس ایم ایف) کی سالانہ رپورٹس کے صفحات ۲۳، ۶۱، ۹۴، ۱۲۹ اور ۱۷۶ پر علی الترتیب شائع کئے گئے ہیں۔
- ☆ کفالتی فنڈ کی سرمایہ کاری کی قدر کے گوشوارے کا اطلاق میوچل فنڈ پر نہیں ہوتا کیوں کہ ملازمین کے ریٹائرمنٹ فوائد سے متعلق اخراجات منتظم کمپنی برداشت کرتی ہے۔
- ☆ پونٹس کی ملکیت کا انداز (اے ایم ایف)، (اے ایل ایف)، (اے ایس ایف)، (اے آئی ایف)، اور (اے ایس ایم ایف) کے مالیاتی گوشواروں کے علی الترتیب نوٹس نمبر ۲۳، ۲۴، ۲۵ اور ۲۶ میں دیا گیا ہے۔

منجمنٹ کمپنی اور کمیٹی کے بورڈ آف ڈائریکٹران

اس عرصے کے دوران، اے اے ایم ایل کے بورڈ آف ڈائریکٹرز میں شامل ہیں۔ جناب افتخار ایچ شیرازی، چیئرمین، مسٹر فہیم علی خان، ڈائریکٹر، مسٹر ایم حبیب الرحمن، ڈائریکٹر، جناب طارق امین، آزاد ڈائریکٹر، مسٹر علی ایچ شیرازی، ڈائریکٹر، محترمہ زہرہ نقوی، آزاد ڈائریکٹر اور مسٹر محمد عبدالصمد، چیف ایگزیکٹو آفیسر۔

☆ ڈائریکٹرز کی موجودہ کل تعداد درج ذیل ہیں۔

مرد: ۶
عورت: ۱

☆ بورڈ کی موجودہ تشکیل مندرجہ ذیل ہیں۔

آزاد ڈائریکٹر: ۲*

غیر ایگزیکٹو ڈائریکٹر: ۴

ایگزیکٹو ڈائریکٹر: ۱

خواتین ڈائریکٹر: ۱ (*آزاد ڈائریکٹر)

۲۲-۲۰۲۱ء مالیاتی سال کے دوران چھ بورڈ میٹنگ منعقد کی گئیں اور اس میں شرکت کی گئی۔ میٹنگز کی تاریخیں اور شریک ہونے والے ڈائریکٹران کی تفصیلات، جیسا کہ این بی ایف سی کے قواعد و ضوابط ۲۰۰۸ء کے تحت درکار ہے۔ اے ایم ایف، اے ایل ایف، اے ایس ایف، اے آئی ایف اور اے ایس ایم ایف کی مالیاتی تفصیلات کے نوٹس ۲۵، ۲۸، ۳۱ اور ۲۹ میں بالترتیب منسلک ہیں۔

بورڈ کی کمیٹیوں میں شامل ہیں آڈٹ کمیٹی، ہیومن ریسورس اینڈ ری مینوریشن کمیٹی، اور انویسٹمنٹ کمیٹی (جس میں ایگزیکٹو منجمنٹ کے افراد شامل ہیں جیسا کہ این بی ایف سی قواعد ۲۰۰۸ء میں درکار ہے)۔ ان میٹنگز میں ڈائریکٹران نے شرکت کی جس کی تفصیل درج ذیل ہے:

● آڈٹ کمیٹی (اے سی)۔ چار اے سی میٹنگز دوران سال منعقد کی گئیں، اور درج ذیل شرکت کی گئی:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	جناب طارق امین	آزاد ڈائریکٹر	۴
۲	جناب فراہیم علی خان	نان ایگزیکٹو ڈائریکٹر	۴
۳	جناب ایم حبیب الرحمن	نان ایگزیکٹو ڈائریکٹر	۴

تقسیم آمدن۔ اے ایل ایف
منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے ایل ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۲۰۲۲ء کیلئے ۳۲.۹۰ روپے فی یونٹ پورے سال کیلئے تقسیم کا اعلان کیا۔ ۱۰۰ روپے فی یونٹ کی اصل قیمت پر ۶.۵۸ فیصد۔

تقسیم آمدن۔ اے ایس ایف
منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے ایس ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۲۰۲۲ء کیلئے ۷.۲۳ روپے فی یونٹ (۲۰۲۱: ۶.۰۴ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۱۰۰ روپے فی یونٹ کی اصل قیمت پر ۷.۲۳ فیصد۔ (عبوری منافع ۶.۰۴ فیصد)

تقسیم آمدنی۔ اے آئی ایف
منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ایف نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۲۰۲۲ء کیلئے ۳۳.۱۰ روپے فی یونٹ (۲۰۲۱: ۳۳.۲۵ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۸.۶۲ فیصد۔ (عبوری منافع ۶.۶۵ فیصد)

تقسیم آمدنی۔ اے ایس ایم ایف
منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے ایس ایم ایف نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۲۰۲۲ء کیلئے صفر روپے فی یونٹ (۲۰۲۱: ۳۶.۰۰ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد۔ (عبوری منافع ۹.۲۰ فیصد)، صفر تقسیم کی وجہ کے ایس سی ۱۰۰ انڈیکس کی تھی جو کہ ۳۰ جون ۲۰۲۱ تک ۳۵۶.۰۲ پوائنٹ پر تھا ۳۰ جون ۲۰۲۲ کو کم ہو کر ۵۳۰.۸۳ پر آ گیا زیر جائزہ کے ۱۲.۲۸ فیصد کی کمی ظاہر کرتا ہے۔

چیز مین کا جائزہ:
اے ایم ایف، اے ایل ایف، اے ایس ایف، اے آئی ایف، اور اے ایس ایم ایف کی سالانہ رپورٹ میں شامل جائزہ منجملہ طور پر اس سال کے فنڈز کی کارکردگی اور اسکے آئندہ لائحہ عمل سے متعلق ہے۔ ڈائریکٹران اس جائزے کے مندرجات کی توثیق کرتے ہیں۔

کارپوریٹ نظم و ضبط:
کمپنی کارپوریٹ نظم و ضبط کے معیارات، ضابطہ اخلاق اور بہترین کاروباری طریقوں پر سختی سے عمل کرنے پر یقین رکھتی ہے۔ اور یہ سب اٹلس گروپ کی کاروباری تہذیب کا ایک جزو لا ینفک ہے۔ جولائی ۲۰۱۲ء میں کارپوریٹ نظم و ضبط کے اصولوں کی منظوری دی گئی جس میں بورڈ کے ممبران، ملازمین اور کمپنی پر مختلف حلقوں، آپس کے معاملات اور معاشرے کی فلاح و بہبود کے سلسلے میں عائد کردہ فرائض اور ذمہ داریوں کو صراحت کے ساتھ بیان کر دیا گیا ہے۔ یہ ضابطہ اخلاق کمپنی کی ویب سائٹ پر دستیاب ہے۔

بورڈ کے ڈائریکٹران کی جانب سے توثیق نامہ
بورڈ آف ڈائریکٹرز تصدیق کرتا ہے کہ (اے ایم ایف)، (اے ایل ایف)، (اے ایس ایف)، (اے آئی ایف) اور (اے ایس ایم ایف) کے:
☆ منتظم کمپنی کی جانب سے تیار کردہ مالیاتی گوشوارے تمام فنڈز کی کارکردگی، سالانہ آمدنی، کیش فلو اور یونٹ ہولڈرز کے سرمائے میں نقل و حرکت کی ایک منصفانہ تصویر پیش کرتے ہیں۔
☆ تمام فنڈز کے کھاتوں کو مناسب طریقہ سے تیار کیا گیا ہے۔
☆ گوشواروں کی تیاری میں حساب داری کے اصولوں کو تسلسل کے ساتھ لاگو کیا جا رہا ہے اور گوشواروں کی تیاری میں احتیاط اور فہم فراست کا استعمال کیا جا رہا ہے۔
☆ گوشواروں کی تیاری میں وہ بین الاقوامی معیارات جو پاکستان میں لاگو ہوتے ہیں، کو مد نظر رکھا گیا ہے اگر کہیں انحراف ہوا ہے تو اسے مناسب طریقے سے ظاہر کر دیا گیا ہے۔

ڈائریکٹرز رپورٹ:

اٹلس لیسیت منجمنٹ لمیٹڈ (اے اے ایم ایل) کے بورڈ آف ڈائریکٹرز، منظم برائے اٹلس مینی مارکیٹ فنڈ (اے ایم ایف)، اٹلس لیکیڈ فنڈ (اے ایل ایف)، اٹلس سوویرن فنڈ (اے ایس ایف)، اٹلس انکم فنڈ (اے آئی ایف) اور اٹلس اسٹاک مارکیٹ فنڈ (اے ایس ایم ایف)، کے ڈائریکٹر صاحبان مذکورہ فنڈز کی سالانہ رپورٹ کے ساتھ آڈٹ شدہ مالیاتی نتائج اور آڈیٹرز کی رپورٹس، برائے اختتام سال ۳۰ جون ۲۰۲۲ء باسمرٹ پیش کرتے ہیں۔

آمدن فی پونٹ، مجموعی اثاثہ جات اور خلاصہ فروخت / تلافی

آمدنی فی یونٹ، مجموعی اثاثہ جات، اور اے ایم ایف، اے ایل ایف، اے ایس ایف، اے آئی ایف، اور اے ایس ایم ایف کا خلاصہ فروخت / تلافی برائے اختتام سال ۳۰ جون ۲۰۲۲ء اور ۳۰ جون ۲۰۲۱ء درج ذیل ہے۔

تفصیلات		اے ایم ایف		اے ایل ایف		اے ایس ایف		اے آئی ایف		اے ایس ایم ایف	
۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء
۵۴.۱۵	۲۵.۰۷	۲۲.۶۲	۱۱.۷۴	۵.۸۱	۷۰.۴۰	۲۹.۸۳	(۹۴.۸۴)	۲۰۷.۰۵	آرمڈ (نقصان) فی یونٹ روپے		
۱۰.۶۴	۶.۸۶	۱۱.۳۶	۷.۳۰	۶.۱۶	۸.۴۳	۶.۹۹	(۱۳.۷۳)	۴۱.۸۷	ریٹرن (وائی ٹی وی) فیصد		
۱۸,۳۰۰.۸۹	۲۳,۲۲۸.۸۳	۳,۴۴۱.۱۱	۱,۲۱۴.۲۳	۲,۲۲۵.۳۱	۲,۶۶۵.۸۴	۴,۹۸۸.۴۳	۹,۷۷۶.۵۲	۹,۸۶۲.۴۷	مجموعی اخراجات ملین روپے		
۳۷,۲۵۵.۳۳	۲۸,۹۲۱.۳۳	۵,۱۸۹.۳۱	۷۷۱.۴۹	۸۱۳.۹۰	۳,۳۲۷.۶۸	۵,۰۵۵.۴	۲,۸۲۴.۰۷	۶,۰۴۰.۴۷	فروخت ملین روپے		
۷۳,۱۲۰,۹۳۲	۷۶,۷۷۳,۱۴۸	۱۰,۳۷۸,۶۱۶	۷,۴۲۸,۷۱۷	۷,۹۰۱,۷۲۹	۶,۱۴۹,۱۲۴	۹,۴۱۰,۵۰۹	۴,۲۲۵,۰۲۸	۹,۰۱۰,۴۷۵	فروخت پنشن میں		
۴۳,۲۵۲.۶۰	۴۴,۷۲۲.۶۷	۱۷,۷۲۸.۴۰	۱۰,۸۲۰.۳۸	۶۷۲.۸۶	۵,۷۹۸.۸۲	۳,۷۵۸.۱۲	۲,۱۵۹.۸۰	۵,۳۳۲.۲۳	ریٹرن ملین روپے		
۸۳,۹۵۵,۴۷۳	۴۸,۷۳۲,۶۸۷	۳,۴۹۶,۴۰۵	۱۷,۴۵۳,۱۰۴	۶,۵۴۰,۶۷۶	۱۰,۶۰۲,۵۶۰	۷,۱۵,۹۵۰	۳,۲۸۷,۷۲۸	۷,۹۱۷,۹۸۵	ریٹرن پنشن میں		
۳۶,۰۶۰,۳۵۹	۴۷,۸۹۴,۷۰۰	۶,۸۸۲,۲۱۲	۱۱,۹۹۱,۳۰۰	۲۲,۰۰۶,۶۸۷	۵,۰۹۲,۶۹۴	۹,۵۴۶,۱۳۰	۱۵,۲۹۰,۶۳۷	۱۳,۳۳۳,۳۲۷	پنشن بجایا جاتا اختتام سال پر		

اٹلس گولڈ فنڈ کی منسوخی

اے جی ایف ۳ نومبر ۲۰۱۷ء کو منسوخ کر دیا گیا اور سرمایہ داروں کو اس میں مزید سرمایہ لگانے کی پیشکش نہیں کی جاتی۔ سرمایہ داروں کو ۲۹۔۲۱۰ ملین کی رقم حتیٰ ادائیگی کی جا چکی ہے۔ اگست ۲۰۲۱ء کے مہینے کے دوران، اے جی ایف نے سندھ ورکرز ویلفیئر فنڈ کی طرف سے ۶۲۸،۳۵۶ ملین روپے کی فراہمی

۱۔ جی ایف کی طرف سے سندھ ورکرز ویلفیئر فنڈ کے لیے ۶۸،۳۵۶ ملین روپے کی فراہمی کو سندھ ریونیو بورڈ کی طرف سے میوچل فنڈ ایسوسی ایشن آف پاکستان کو لکھے گئے خط نمبر ۷۷۴/۸/۲۰۱۳/۷۷۴/SRB/TP/۷۷۴ مورخہ ۱۱ اگست ۲۰۲۱ کے ذریعے موصول ہونے والی وضاحت پر واپس کر دیا گیا ہے۔ چونکہ ٹالس گولڈ فنڈ ایک منسوخ شدہ فنڈ ہے، لہذا ایو نٹ ہوئیر کو ۳ ستمبر ۲۰۲۱ تک ۱۹،۶۱۲ کے بعد منسوخی کے منافع کے ساتھ ۶۸،۳۵۶ روپے کی مذکورہ فراہمی ادا کر دی گئی ہے۔

تاہم، ۳۳ ملین روپے ٹیکس کے ریفرنڈم کلیم ہیں اور فیڈرل ایکسائز ڈیوٹی اور سرنڈر ورکرز ویلفیئر فنڈ کی مد میں ۳۲ ملین روپے ہیں جسکی بہت زیادہ محتاط پیش بندی کی گئی ہے۔ ایک بار یہ مسائل حل ہو جائیں تو نوٹ ہولڈرز کو مزید ادائیگی کی کیا جائے گی۔

تقسیم آمدنی۔ اے ایم ایف

منظم کمپنی کی سرمایہ کاری کمیٹی برائے ایم ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۳۹.۸۰ روپے فی یونٹ (۳۲.۹۹:۲۰.۲۱ روپے فی یونٹ) پر ۷ سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۹.۹۶ فیصد (۲۰۲۱ء: عبوری منافع ۶.۶۰ فیصد)



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Atlas Islamic Money Market Fund

Atlas Islamic Income Fund

Atlas Islamic Stock Fund

Atlas Islamic Dedicated Stock Fund

Atlas Islamic Fund Of Funds

ANNUAL REPORT

30 June 2022



Managed By

Atlas Asset Management

Rated AM2+ by PACRA
(as of December 24, 2021)



MANAGING TO THE CORE!

Even the most seemingly diminutive of creatures, hold for us an education. They exhibit qualities of organization that are indeed inspirational. Planning, teamwork and controlling are attributes of a successful and solid organizational structure. At Atlas Funds these elements form the core of our institution.

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Diversity

Understanding the social, cultural and financial diversity in our country and coming up with innovative plans to cater distinctive needs



Company Profile

Atlas Asset Management Limited (AAML), an Atlas Group Company, was incorporated on 20th August, 2002 as an unlisted public limited company. AAML as a Non-Banking Finance Company (NBFC) is licensed & regulated by Securities & Exchange Commission of Pakistan to perform Asset Management and Investment Advisory Services as per the NBFC (Establishment and Regulations) Rules, 2003 & NBFC and Notified Entities Regulations, 2008 and as a Pension Fund Manager to manage voluntary pension funds (under Voluntary Pension System Rules, 2005). SECP also issued licenses to the Company to carry out REIT Management Services, Private Equity and Venture Capital Fund Management Services, under rule 5 of the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003. AAML manages assets on behalf of retirement funds, welfare organizations, insurance companies, multinationals, NBFCs and individuals.

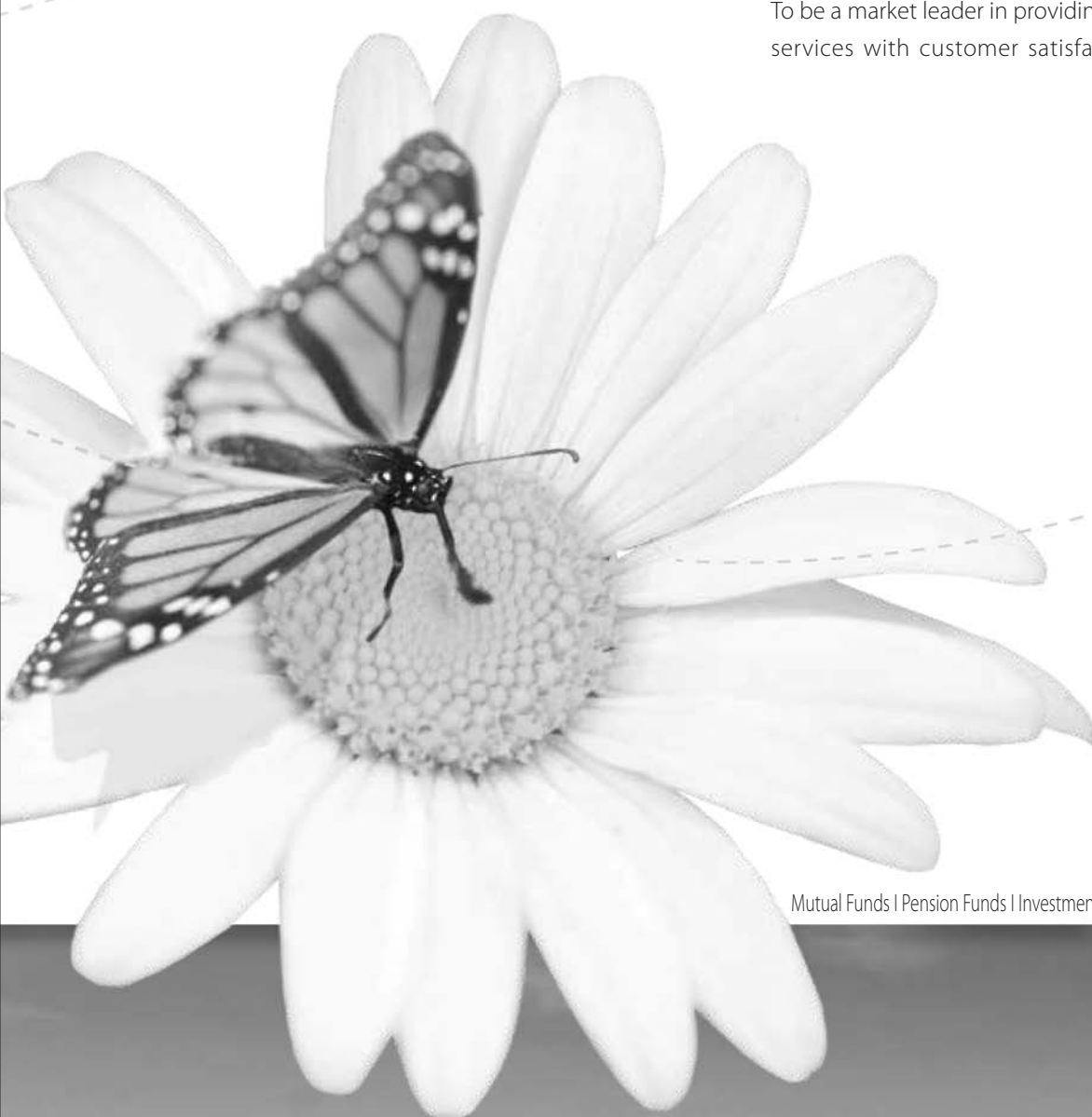
AAML is a wholly owned subsidiary of Shirazi Investments (Pvt.) Limited (SIL). As the parent company, SIL sponsors Atlas Group projects. Atlas Group is a diversified group dealing in engineering, financial services, power generation, real estate & trading.

AAML strives to be a market leader in providing quality fund management services with customer satisfaction as its aim, and is consistently committed to offering its investors the best possible risk adjusted returns on a diverse range of products, meeting not only the customers' current requirements but also exceeding their future expectations. With its strong emphasis on systems and controls, quality human resource and backing of Atlas Group, AAML enjoys a distinct advantage.



Vision

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



Mutual Funds | Pension Funds | Investment Advisory Services | Private Equity | REIT

Creativity

The ability to creatively inspire innovation and the will to foster positive social and environmental change

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.



Growth | Returns | Tax Savings

Team Work

Giving unparalleled service, creating long-term, win-win relationships and focusing on executional excellence

Organisation

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman Mr. Iftikhar H. Shirazi
(Non-Executive Director)

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

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 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

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Board of Directors of the Management Company

Mr. Iftikhar H. Shirazi

Chairman

Mr. Iftikhar H. Shirazi graduated with a Bachelor of Science in Finance from Notre Dame De Namur University (formerly College of Notre Dame), USA, and completed his OPM from Harvard Business School, USA. He has over 31 years of corporate management experience, more particularly in the financial and trading sectors. He has to his credit, work experience at Bank of Tokyo-Mitsubishi, Yamaichi Securities and Toyota Tsusho Corporation.

He is currently Chairman of Shirazi Investments (Pvt.) Limited, Atlas Asset Management Limited, Atlas Insurance Limited, Shirazi Trading Company (Private) Limited, Atlas Foundation and Atlas Information Technology Resource Centre. He is also a member of the SAARC Chamber of Commerce & Industry, Federation of Pakistan Chambers of Commerce and Industry (FPCCI) and Karachi Chamber of Commerce & Industry (KCCI). He is also serving on the Board of Governors of the Forman Christian College, Ghulam Ishaq Institute of Engineering Science and Technology and British Overseas School Association. He was also a member of the Aga Khan Resource Development Committee and FPCCI Executive Committee. He has also served the Management Association of Pakistan as their Vice President. He also enjoys membership of several other prestigious associations that include, Harvard Club of New York and Pakistan, Young Presidents Organization, Aitchison College Old Boys Association, Government College of Commerce & Economics Old Students Association and English Speaking Union. He was also President of International Club, Notre Dame De Namur (formerly College of Notre Dame), USA.

Mr. Fahim Ali Khan

Director

Mr. Fahim Ali Khan is a Law graduate from Karachi University. He has also attended General Management Program at Harvard University, USA, Financial Management Program at Stanford University, USA and Board of Director's Program at Insead University, France.

He has over 50 years of experience in General Management, Finance, Investment and Taxation. He joined the Atlas Group in 1967 and has served in different positions. Currently his other directorships include Atlas Insurance Limited, Atlas Engineering (Private) Limited, Atlas Power Limited, Shirazi Investments (Private) Limited, Shirazi Trading Company (Private) Limited, Atlas Energy (Private) Limited, Atlas Autos (Private) Limited, Atlas Metal (Private) Limited, Zehna Pakistan New Energy Company Limited and Atlas Foundation.

Earlier, he has also served on the boards of Atlas Honda Limited and former Atlas Bank Limited and has been CEO of Shirazi Investments (Private) Limited, Shirazi Trading Company (Private) Limited, Atlas Asset Management Limited and former Atlas Investment Bank Limited.

Mr. M. Habib-ur-Rahman

Director

Mr. M. Habib-ur-Rahman is a fellow of the Institute of Chartered Accountants in England & Wales. He has attended management level programme (PMD) at Harvard Business School.

Mr. Habib-ur-Rahman has a long association with Mutual Fund Industry. He held the position of General Manager Finance & Investment with National Investment Trust Limited. He was NIT nominee director on the Board of Karachi Stock Exchange and various listed companies. He worked for NIT for eleven years from 1971 to 1981 and then left NIT to join motorcycle industry, Atlas Honda Limited, where he worked for fourteen years initially as Director Finance and then as Resident Director in-charge Finance, Administration and Production. In 1995 he returned to mutual funds industry. He played an instrumental role in setting ABAMCO Limited that was the first asset management company in the private sector in Pakistan. ABAMCO was initially established as a joint venture among a leading brokerage house in Pakistan, IFC and an asset management company in US. Mr. Habib-ur-Rahman was its chief executive from 1995 to 2003. He was the Chief Executive Officer of Atlas Asset Management Limited from March 2004 till March 2018. He is a founding member and past Chairman/ Director of the Mutual Funds Association of Pakistan (MUFAP). The foundation of MUFAP was laid in 1995. Mr. Habib ur Rahman was Securities and Exchange Commission of Pakistan (SECP) nominee on the Board of Karachi Stock Exchange in 2000, 2001, & 2003. He was a member of SECP Advisory Group on Capital Markets, member of the SECP Enquiry Committee (appointed in 2001) on management of Exposure Rules by KSE/ LSE and member of the SECP Committee (appointed in 2013) to review the 2008 financial crisis in capital market in Pakistan. Presently he also holds directorships in Atlas Insurance Limited & Atlas Foundation.

Mr. Tariq Amin

Independent Director

Mr. Tariq Amin is the Chairman of Orkila Pakistan (Private) Limited, a leading company dealing in chemicals. He is also on the Boards of the Salim Habib Education Foundation and the Education City. He has varied experience both in private and public sectors. He is a law graduate from the University of Karachi. He also holds a Masters degree in English from the University of Karachi and a Post Graduate Diploma in Development Administration from the University of Leeds. Mr. Amin has been past Chairman of the Privatization Commission, Sindh. He has also been President of the Overseas Investors Chambers of Commerce & Industry (OICCI) and also the Chairman of SITE Association of Industry for four years. Mr. Amin was conferred the civil award of Chevalier De L'ordre National Du Merite by the Government of France 2001.

Board of Directors of the Management Company

Mr. Ali H. Shirazi

Director

Mr. Ali H. Shirazi graduated with a BA from Yale University, U.S.A. in 2000 and thereafter completed his Masters in Law from Bristol University, U.K. in 2005. He has worked with the Bank of Tokyo-Mitsubishi in New York as well as American Honda in Torrance, California. He is Group Director Financial Services and President / Chief Executive of Atlas Battery Limited. He is on the Board of Atlas Asset Management Limited, Atlas Insurance Limited, National Management Foundation (sponsoring body of LUMS), National Foods Limited, Cherat Packaging Limited, Pakistan Cables Limited and Pakistan Society for Training and Development (President). Previously, he has also served on the Board of National Clearing Company of Pakistan Limited (NCCPL).

He is a 'Certified Director' from the Pakistan Institute of Corporate Governance and in 2018 completed the Owner / President Management Program (OPM) from Harvard Business School.

Ms Zehra Naqvi

Independent Director

Ms. Zehra Naqvi was the Chief Executive Officer of Chubb Insurance Pakistan, (a wholly owned subsidiary of Chubb INA International Holdings Limited, Delaware, USA) from September 2005 to September 2017.

She has over 35 years of work experience in the insurance sector. Prior to joining Chubb and its predecessor companies (CIGNA and ACE) in 1990, she worked with Royal Exchange Assurance, a branch of Guardian Royal Exchange, UK and with Adamjee Insurance Company in Pakistan.

Ms. Naqvi holds a B.Sc. Degree, and an MBA Degree from the Institute of Business Administration, Karachi University. She is a Chartered Insurer from the Chartered Insurance Institute, UK and is a Certified Director from Institute of Chartered Accountants of Pakistan. She has served as an elected Member of the Executive Committee of the Insurance Association of Pakistan, the Executive Committee of The American Business Council and the Managing Committee of the Overseas Investors Chamber of Commerce & Industry. Ms. Naqvi has represented the Insurance Association of Pakistan, on the Council of Pakistan Insurance Institute and was Chairperson of the Institute for the term of 2016. She has been a visiting faculty member at the Institute.

Ms. Naqvi has served as an Independent Director on the Board of Abbott Laboratories (Pakistan) Limited. She presently serves as a Non-Executive Director on the Board of Chubb Insurance Pakistan Limited, as an Independent Director on the Boards of Attock Petroleum Limited and IGI Life Insurance Limited.

Mr. Muhammad Abdul Samad

Chief Executive Officer

Mr. Muhammad Abdul Samad has over two decades experience of local investment management industry. He joined Atlas Asset Management Limited in November 2005, and has held C-suite positions for over a decade, including the Chief Investment Officer and Chief Operating Officer positions. He is a 'Certified Director' and also attended Advanced Management Program at INSEAD Fontainebleau, France on nomination by the Atlas Group. He has a significant Board experience, where he has served as a director on the board of nineteen listed companies, including Atlas Battery Limited, Lucky Cement, Berger Paints, Mirpurkhas Sugar, amongst others. He also served as a Director on the Board of Mutual Funds Association of Pakistan (MUFAP) and currently, he is serving as Chairman of its Taxation Committee. He is also an Independent Director on the Board of Institute of Financial Markets of Pakistan (IFMP).

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Chairman's Review

It is my pleasure to present you the Annual Reports of Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Dedicated Stock Fund (AIDSF) and Atlas Islamic Fund of Funds (AIFO) for the financial year ended June 30, 2022.

THE ECONOMY

The economic growth witnessed a strong rebound in FY22 accelerating by 5.97% as local consumption started to pick up sharply due to softening of covid led economic restrictions. In the latter half of FY22, the growth in demand coincided with global supply disruptions stemming from Russia-Ukraine conflict and covid induced lockdowns of key Chinese sea ports that escalated international commodity prices leading to unprecedented rise in domestic inflation and current account deficit. During FY22, current account deficit increased many folds to US \$17.41 billion compared to US \$2.82 billion in FY21, largely on the back of 55.70% increase in FY22 trade deficit. The Import bill for FY22 increased significantly by 42.21% to US \$80.18 billion due to high food/energy related international commodity prices. Exports for FY22 increased by 25.64% to stand at US \$31.79 billion, respectively. Worker's Remittances of US \$31.24 billion were recorded in FY22 that increased 6.1% YoY, compared to US \$29.45 billion in FY21.

The domestic headline inflation averaged at 12.15% in FY22 compared to 8.90% in FY21. Headline inflation increased significantly for month of June 2022, rising to 14-year high of 21.3% due to removal of domestic energy subsidies, rising commodity prices and depreciation of PKR as central banks around the world resorted to aggressive monetary tightening to curtail demand and external imbalances. As a result of inflated import bill, the total liquid foreign exchange reserves declined by 36.32% YoY to US \$15.54 billion as of June 30, 2022 (SBP's share stood at US \$9.82 billion) on the back deficit payments. Meanwhile, the FBR tax collection grew strongly by 29.10% during FY22 to stand at Rs. 6,126 billion due to high custom duties from imports as well as wider tax base. In order to moderate demand, curtail inflation and reduce external/currency risks, State Bank of Pakistan (SBP) cumulatively increased policy rate by 800 bps from 7.0% in FY21 to currently 15.0%. The timely policy measures by SBP, in concert with fiscal measures taken by government in FY23 budget have resulted in achieving a staff level agreement with the IMF that will likely reinforce economic stability amid a challenging global environment.

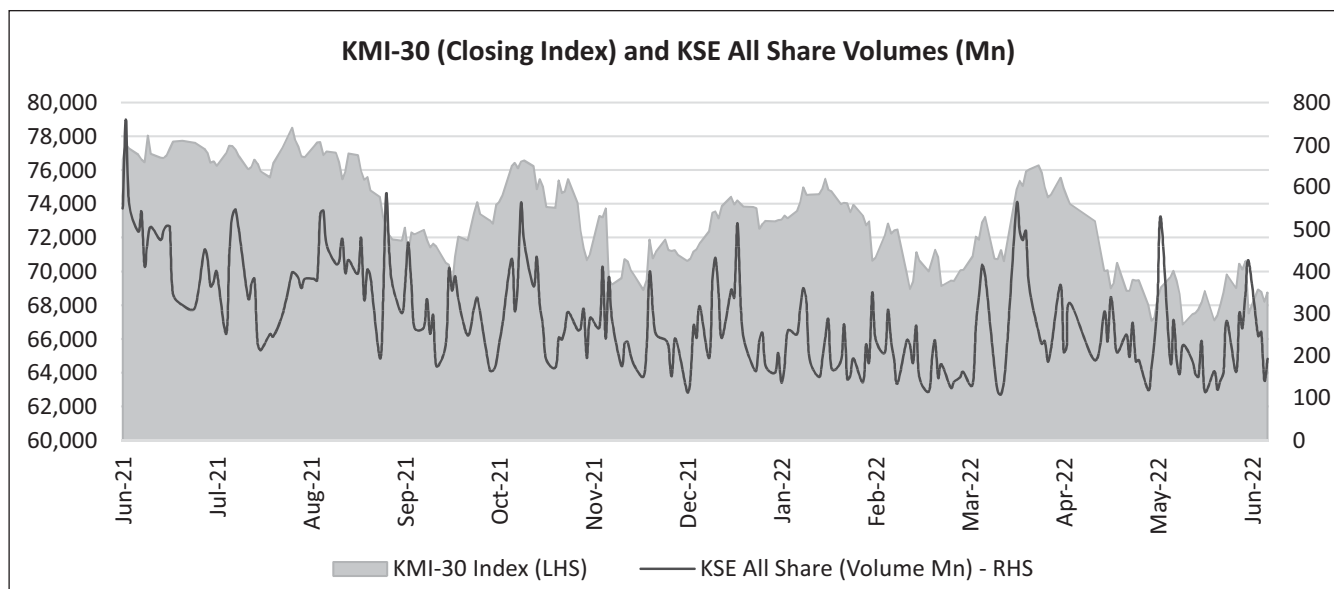
THE MONEY MARKET

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The growth in money supply (M2) witnessed an increase of 10.42% during FY22 that is Rs. 2,533 billion against an expansion of 16.21% (Rs. 3,390 billion) in FY21. Net Foreign Assets (NFA) decreased by Rs. 1,442 billion during FY22 compared to an increase of Rs. 1,241 billion in FY21. Net Domestic Asset (NDA) of banking system declined by Rs. 3,975 billion during FY22 against an increase of Rs. 2,149 billion during FY21.

THE STOCK MARKET

The KMI-30 index declined 10.25% from 76,621.54 points as on June 30, 2021, to 68,766.37 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.



During FY22, new listings on the stock exchange were Citi Pharma Limited, Pakistan Aluminum Beverage Cans Limited, Airlink Communication Limited, Octopus Digital Limited, and Adamjee Life Assurance Company Limited. The amounts raised through IPO by these companies were Rs. 2,326 million, Rs. 4,600 million, Rs. 6,435 million, Rs. 1,110 million and Rs. 700 million, respectively. Whereas, during FY21, new listings on the stock exchange were The Organic Meat Company Limited, TPL Trakker Limited, Agha Steel Industries Limited, Panther Tyres Limited, and Service Global Footwear Limited. The amounts raised through IPO by these companies were Rs. 800 million, Rs. 802 million, Rs. 3,840 million, Rs. 2,632 million and Rs. 2,175 million, respectively.

The outlay of Budget FY23 stood at Rs. 9.5 trillion (up 12% compared to FY22 Budget). The government's FY23 budget aims at restricting fiscal slippage by increasing overall revenue collection and reducing subsidies for the resumption of IMF program. The government targets a sharp reduction in fiscal deficit from an expected 7.1% of GDP in FY22 to 4.9% of GDP in FY23 on the back of increasing FBR tax collection by 17% along with 52% increase in non-tax revenues. Achieving revenue targets is entrusted with expanding the tax base, streamlining collection process, formalizing the economy, revising tax rate of targeted sectors, and imposing super tax on high earning companies.

MUTUAL FUND INDUSTRY

The assets under management (AUMs) for the mutual funds industry increased by 18.79% to Rs. 1,255.70 billion as of June 30, 2022, from Rs. 1,057.09 billion as of June 30, 2021. In FY22, Money Market funds (both Conventional and Shariah Compliant) dominated in terms of AUMs representing 53.48% of total mutual fund industry AUMs (Rs. 671.53 billion) followed by Income funds (both Conventional and Shariah Compliant) representing 24.00% of total mutual fund industry AUMs (Rs. 301.42 billion) and Equity Funds representing 14.32% of total mutual fund industry AUMs (Rs. 179.81 billion). The AUM of VPS increased by 7.32% from Rs. 38.12 billion as on June 30, 2021, to Rs. 40.92 billion as on June 30, 2022. The share of Shariah Compliant VPS stood at Rs. 26.76 billion or 65.41% of total VPS.

MUTUAL FUND TAXATION

SINDH WORKER'S WELFARE FUND (SWWF)

Levy of WWF has become provincial subject and as Sindh Government has imposed SWWF on industrial, service sectors and financial institutions. Sindh Revenue Board (SRB) has demanded SWWF from mutual funds claiming that these are "financial institutions". According to legal and tax advisors' interpretations, obtained by MUFAP, mutual funds do not fall under the definition of "financial institutions". The Companies Act 2017 has also excluded mutual funds from the definition of financial institutions.

However, asset management companies are included in the definition of financial institutions. Nevertheless, as abundant precaution mutual funds made provision in respect of SWWF as recommended by MUFAP from the date of enactment (May 21, 2015) of Sindh Workers Welfare Fund Act, 2014.

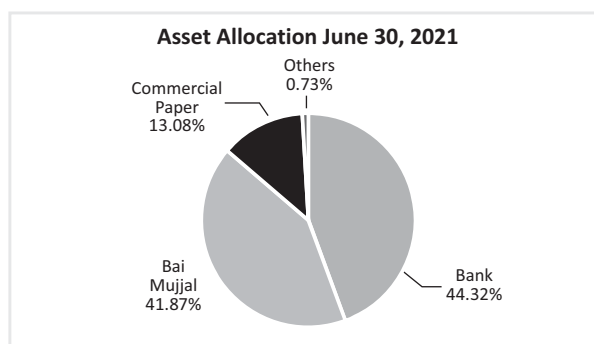
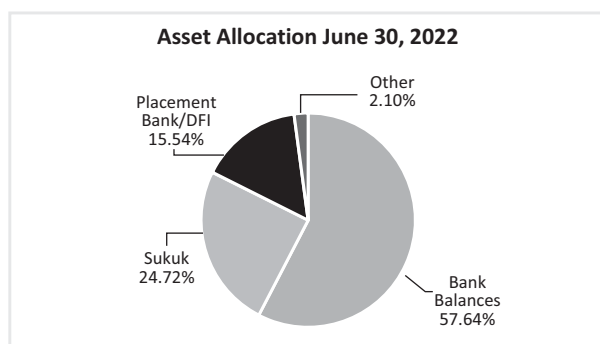
Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021, has intimated MUFAP that the mutual funds and pension funds do not qualify as Financial Institutions/ Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds, for the period from May 21, 2015, to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognized in the financial statements of the Funds.

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.

FUND OPERATIONS - AIMF

The Net Asset Value per unit of The Atlas Islamic Money Market Fund (AIMF) increased by 9.50% as on June 30, 2022. The AIMF exposure in high yielding Shariah Compliant Bank Balances stood at 57.64%, Sukuk stood at 24.72%, Placements with Banks & DFI's stood at 15.54% and others stood at 2.10%. The Net Assets of your Fund stood at Rs. 1.45 billion, with 2.89 million units outstanding as on June 30, 2022.



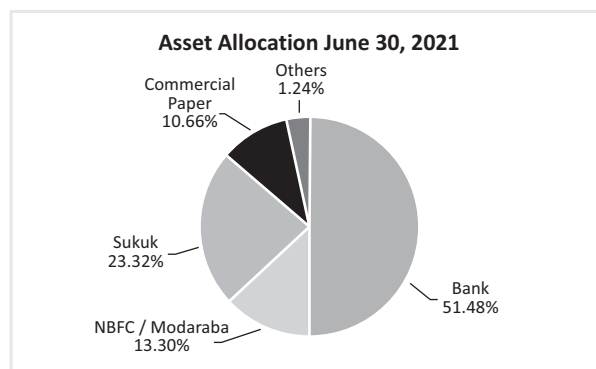
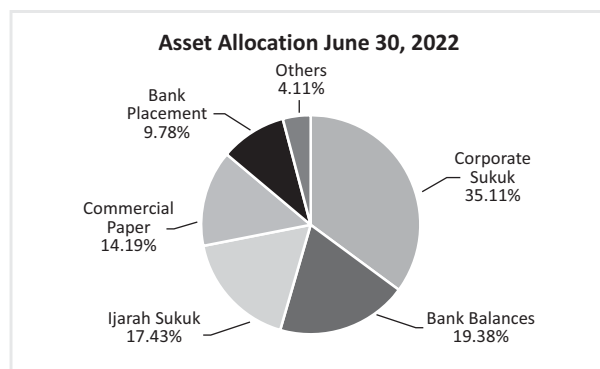
The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Money Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated distribution of Rs. 45.35 per unit during fiscal year ended June 30, 2022 (9.07% on the face value of Rs. 500 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIMF amounting to Rs.0.34 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIMF by 0.04%. This is one-off event and is not likely to be repeated in the future.

FUND OPERATIONS - AIIF

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 9.44% to Rs. 507.05 as on June 30, 2022. The AIIF's total exposure in high yielding Corporate Sukuks, Shariah Compliant Bank Balances, Ijarah Sukuks, Commercial Paper,

Placement with Banks and Others stood at 35.11%, 19.38%, 17.43%, 14.19%, 9.78% and 4.11%, respectively. The Net Assets of the Fund stood at Rs. 1.77 billion, with 3.49 million units outstanding as of June 30, 2022.

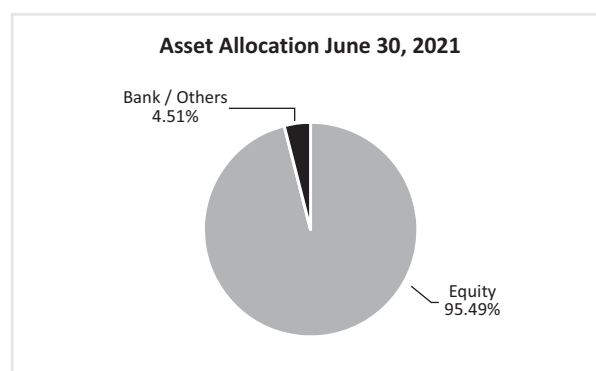
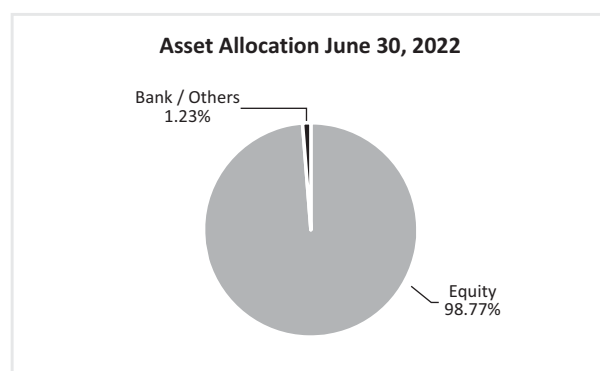


Income Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 46.50 per unit for the period ended June 30, 2022 (9.30% on the face value of Rs. 500 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIIF amounting to Rs. 10.82 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIIF by 0.44%. This is one-off event and is not likely to be repeated in the future. The scheme has also held provision for FED liability that amounted to Rs. 1,733,902 up till June 30, 2022 (Rs. 0.50 per unit).

FUND OPERATIONS - AISF

The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) decreased by 13.74% to Rs. 494.41 as on June 30, 2022. The benchmark KMI-30 index decreased by 10.25% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 68,766.37 points as on June 30, 2022. AISF's strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospect of earnings growth. AISF equity portfolio exposure stood at 98.77% that mainly comprised of Oil & Gas Exploration, Fertilizer, Cement and Shariah Compliant Commercial Banks. The Net Assets of the Fund stood at Rs. 3.86 billion, with 7.81 million units outstanding as of June 30, 2022.



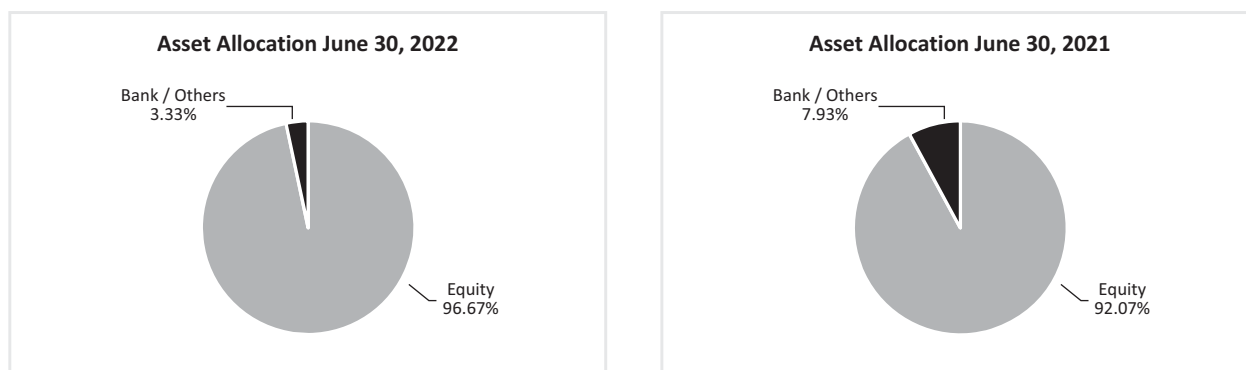
The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Stock Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved Nil profit distribution.

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AISF amounting to Rs. 33.88 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase

in NAV of the AISF by 1.21%. This is one-off event and is not likely to be repeated in the future. The Scheme has also held provision for FED liability that amounted to Rs. 10,453,385 up till June 30, 2022 (Rs. 1.34 per unit).

FUND OPERATIONS - AIDSF

The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) decreased by 13.73% to Rs. 514.18 as on June 30, 2022. The benchmark KMI-30 index decreased by 10.25% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 68,766.37 points as on June 30, 2022. AIDSF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospects of earnings growth. AIDSF equity portfolio exposure stood at 96.67% that mainly comprised of Oil & Gas Exploration, Fertilizer, Cement and Shariah Compliant Commercial Banks. The Net Assets of the Fund stood at Rs. 478 million, with 0.93 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Dedicated Stock Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved Nil profit distribution.

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIDSF amounting to Rs. 3.06 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIDSF by 1.03%. This is one-off event and is not likely to be repeated in the future.

FUND OPERATIONS - AIFO

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) decreased by 6.89% to Rs. 553.53 as on June 30, 2022. AAAIP was 20.77% and 70.78% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAIP) decreased by 2.84% to Rs. 566.79 as on June 30, 2022. AMAIP was 39.98% and 52.52% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 2.92% to Rs. 567.23 as on June 30, 2022. ACAIP was 66.65% and 24.83% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan II (AICPP-II) increased by 0.28% to Rs. 499.88 as on June 30, 2022. AICPP-II was 61.50% and 37.81% invested in AIMF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Dividend Plan (AIDP) increased by 9.01% (annualized basis) as on June 30, 2022. AIDP was 88.15% invested in AIIF. The Net Assets of AIFO stood at Rs. 932 million as of June 30, 2022.

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Fund of Funds, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregate distribution of Rs 0.00 per unit for AAAIP, Rs. 0.00 for AMAIP, Rs. 16.45 for ACAIP, Rs. 1.51 for AICPP II and Rs. 43.17 for AIDP for the period ended June 30, 2022.

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.

- **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

In FY23, growth is expected to moderate in the range of 3% to 4% (as per SBP), on the back of monetary tightening and fiscal consolidation that will assist in reducing demand-side pressures on inflation. However, downside risks to growth may stem from further escalation in global commodity prices emanating from supply side disruptions. The SBP expects inflation to likely remain elevated during FY23 in range of 18% to 20% before falling sharply in range of 5% to 7% by the end of FY24, driven by tight policies, normalization of global commodity prices, and beneficial base effects. Imports are expected to reduce on the back of moderation in demand whereby market-based flexible exchange rate system and strong inflows from Worker's Remittances will likely contain the Current Account Deficit around 3.0% of GDP in FY23. The recent staff level agreement with IMF is expected to catalyze important funding from external sources that will suffice Pakistan's external financing needs, build reserves, and curtail pressures on PKR. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, measures to conserve energy, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

بے محنت پھیم کوئی جو ہر نہیں کھلتا

Determination and Hard Work are the key to Success.

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: 8 September 2022

Iftikhar H. Shirazi
Chairman

Directors' Report

The Board of Directors of Atlas Asset Management Limited, the Management Company of Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Fund of Funds (AIFO) and Atlas Islamic Dedicated Stock Fund (AIDSF) take pleasure in presenting the Annual Reports along with the audited financial statements and Auditors' Reports thereon of AIIF, AISF, AIMF, AIFO and AIDSF for the year ended 30 June 2022.

EARNINGS PER UNIT, RETURN, NET ASSETS AND SALES/REDEMPTIONS SUMMARY

Earnings per unit, return, net assets, and summary of sales / redemption of units of the AIIF, AISF, AIDSF, AIMF and AIFO for the year ended 30 June 2022 and 30 June 2021 are as follows:

Particulars	AIIF		AISF		AIDSF		AIMF	
	2022	2021	2022	2021	2022	2021	2022	2021
Earnings/ (loss) per unit - Rupees	55.02	30.84	(77.06)	150.55	(66.89)	224.32	39.60	13.02
Return %	9.44%	6.35%	-13.74%	36.64%	-13.73%	37.80%	9.50%	6.27%
Net assets - Rupees million	1,770.91	2,157.03	3,859.66	2,706.74	477.80	327.32	1,446.68	636.61
Sales - Rupees million	3,747.77	3,423.39	2,898.66	2,320.72	252.63	20.08	2,421.46	687.25
Sales - in units	7,165,413	6,592,099	5,146,679	4,032,321	445,271	36,862	4,842,921	1,374,497
Redemptions - Rupees million	4,176.98	3,405.45	1,136.27	1,924.84	39.13	170.93	1,611.40	50.64
Redemptions - in units	7,936,755	6,556,098	2,062,745	3,311,130	65,215	308,362	3,222,795	101,271
Units outstanding at year end	3,492,542	4,263,884	7,806,639	4,722,705	929,233	549,177	2,893,353	1,273,226

Particulars	AIFO June 2022				
	Atlas Aggressive Allocation Islamic Plan (AAAIP)	Atlas Moderate Allocation Islamic Plan (AMAIIP)	Atlas Conservative Allocation Islamic Plan (ACAIP)	Atlas Islamic Dividend Plan (AIDP)	Atlas Islamic Capital Preservation Plan-II (AICPP-II)
Earnings/ (loss) per unit - Rupees	(37.97)	(15.32)	14.90	41.06	1.39
Return %	-6.89%	-2.84%	2.92%	9.01%	0.28%
Net assets - Rupees million	132.47	140.96	156.37	29.67	472.52
Sales - Rupees million	13.07	11.01	21.17	2.70	472.69
Sales - in units	23,178	19,411	36,597	5,403	945,605
Redemptions - Rupees million	0.01	0.01	2.74	0.02	0.17
Redemptions - in units	10	15	4,719	407	341
Units outstanding at year end	239,308	248,702	275,673	59,332	945,264

Particulars	AIFO June 2021				
	Atlas Aggressive Allocation Islamic Plan (AAAIP)	Atlas Moderate Allocation Islamic Plan (AMAIP)	Atlas Conservative Allocation Islamic Plan (ACAIP)	Atlas Islamic Dividend Plan (AIDP)	Atlas Islamic Capital Preservation Plan (AICPP-I)
Earnings/ (loss) per unit - Rupees	129.61	106.19	73.57	27.07	59.73
Return %	28.08%	21.54%	14.15%	5.58%	12.25%
Net assets - Rupees million	128.49	133.77	138.26	27.17	495.77
Sales - Rupees million	4.17	3.50	2.04	14.98	12.40
Sales - in units	6,671	6,190	3,686	29,962	23,351
Redemptions - Rupees million	0.07	2.63	2.50	13.95	2.76
Redemptions - in units	128	4,578	4,416	27,897	5,137
Units outstanding at year end	216,140	229,306	243,795	54,336	933,099

INCOME DISTRIBUTION - AIIF

The Investment Committee of the Management Company of AIIF, under the authority delegated to them by the Board of Directors, approved an interim distribution of Rs. 46.50 (2021: Rs. 31.05) per unit for the FY 2021-22. The total payout for the year works out to 9.30% (2021: 6.21%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - AISF

The Investment Committee of the Management Company of AISF, under the authority delegated to them by the Board of Directors, approved an interim distribution of Nil (2021: 50.00) per unit for the FY 2021-22. The total payout for the year works out to 0.00% (2021: 10%) on the face value of Rs.500 per unit. Nil distribution was due to losses on account of the decrease in KSE 100-Index that stood at 47,356.02 points at June 30, 2021 and at 41,540.83 points as on June 30, 2022 reflecting a decrease of 12.28% during the year under review.

INCOME DISTRIBUTION - AIDSF

The Investment Committee of the Management Company of AIDSF, under the authority delegated to them by the Board of Directors, approved an interim distribution of Nil (2021: 12.75) per unit for the FY 2021-22. The total payout for the year works out to 0% (2021: 2.55%) on the face value of Rs.500 per unit. Nil distribution was due to losses on account of the decrease in KSE 100-Index that stood at 47,356.02 points at June 30, 2021 and at 41,540.83 points as on June 30, 2022 reflecting a decrease of 12.28% during the year under review.

INCOME DISTRIBUTION - AIMF

The Investment Committee of the Management Company of AIMF, under the authority delegated to them by the Board of Directors, approved aggregated interim distribution of 45.35 (2021: 14.73) per unit for the FY 2021-22. The total payout for the year works out to 9.07% (2021: 2.95%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - AAAIP

The Investment Committee of the Management Company of AAAIP, under the authority delegated to them by the Board of Directors, approved an interim distribution of Nil (2021: 17.60) per unit for the FY 2021-22. The total payout for the year works out to 0% (2021: 3.52%) on the face value of Rs.500 per unit. Nil distribution was due to losses on account of the decrease in

KSE 100-Index that stood at 47,356.02 points at June 30, 2021 and at 41,540.83 points as on June 30, 2022 reflecting a decrease of 12.28% during the year under review.

INCOME DISTRIBUTION - AMAIP

The Investment Committee of the Management Company of AMAIP, under the authority delegated to them by the Board of Directors, approved an interim distribution of Nil (2021: 18.60) per unit for the FY 2020-21. The total payout for the year works out to 0% (2021: 3.72) on the face value of Rs.500 per unit. Nil distribution was due to losses on account of the decrease in KSE 100-Index that stood at 47,356.02 points at June 30, 2021 and at 41,540.83 points as on June 30, 2022 reflecting a decrease of 12.28% during the year under review.

INCOME DISTRIBUTION - ACAIP

The Investment Committee of the Management Company of ACAIP, under the authority delegated to them by the Board of Directors, approved an interim distribution of Rs. 16.45 (2021: 23.90) per unit for the FY 2021-22. The total payout for the year works out to 3.29% (2021: 4.78%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - AIDP

The Investment Committee of the Management Company of AIDP, under the authority delegated to them by the Board of Directors, approved aggregated interim distribution of 43.17 (2021: 27.03) per unit for the FY 2021-22. The total payout for the year works out to 8.63% (2021: 5.41%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - AICPP-I*

AICPP- I matured on August 31, 2021. The Investment Committee of the Management Company of AICPP-I, under the authority delegated to them by the Board of Directors, approved a Nil distribution (2021: 28.20) per unit for the FY 2021-22. The total payout for the year works out to be nil (2020: 5.64%) on the face value of Rs.500 per unit.

INCOME DISTRIBUTION - AICPP-II*

AICPP- II was launched on September 01, 2021. The Investment Committee of the Management Company of AICPP-II, under the authority delegated to them by the Board of Directors, approved an interim distribution of Rs. 1.51 per unit for the FY 2021-22. The total payout for the year works out to 0.30% on the face value of Rs.500 per unit.

*For AICPP-II, the comparative figures are for the period from 01 September 2021 to 30 June 2022 and for AICPP-I, the comparative figures are for the period from 01 July 2021 to 31 August 2021, hence, are not comparable with the current year figures.

CHAIRMAN'S REVIEW

The review included in the Annual Report of AIIF, AISF, AIMF, AIFO and AIDSF, deals inter alia with the performance of these Funds for the year and future prospects. The directors endorse the contents of the review.

CORPORATE GOVERNANCE

The Company strongly believes in following the highest standards of Corporate Governance, ethics, and good business practices, which are an integral part of the Atlas Group Culture. The Code of Conduct of the Company, approved in July 2012, defines the obligations and responsibilities of all - the Board members, the employees, and the Company towards the various stakeholders, each other, and the society as a whole. The Code of Conduct is available on the Company's website.

STATEMENT BY THE BOARD OF DIRECTORS

The Board of Directors states for AIIF, AISF, AIMF, AIFOF and AIDSf that:

- The financial statements, prepared by the Management Company of these funds present fairly their state of affairs, the results of operations, comprehensive income for the year, cash flows, and movement in Unit Holders' Funds.
- Proper books of account of these Funds have been maintained.
- Appropriate accounting policies have been consistently applied in the preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment.
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in the preparation of the financial statements and any departure there from has been adequately disclosed.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There is no doubt about the Funds' ability to continue as a going concern.
- Statutory payments, taxes, levies properly disclosed in the Financial Statements.
- Summaries of key financial data/ performance tables of AIIF, AISF, AIMF, AIFOF and AIDSf are annexed on pages 61, 102, 24, 184 and 144 respectively, of the Annual Report.
- The statement as to the value of investments of provident fund is not applicable in the case of these funds as these relate to retirement benefits to the employees of the Management Company, and are not chargeable to these Funds.
- The pattern of unit holdings is appended as notes 25, 22, 24, 22 and 22 respectively to the financial statements of AIIF, AISF, AIMF, AIFOF and AIDSf.

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY AND COMMITTEES THEREOF

During the period, the Board of Directors of AAML included: Mr. Iftikhar H. Shirazi, Chairman, Mr. Frahim Ali Khan, Director, Mr. M. Habib-ur-Rahman, Director, Mr. Tariq Amin, Independent Director, Mr. Ali H. Shirazi, Director, Ms. Zehra Naqvi, Independent Director and Mr. Muhammad Abdul Samad, Chief Executive Officer.

i. The current total number of Directors is 7 as follows

- Male: 6
- Female: 1

ii. The current composition of the Board is as follows:

- Independent Directors: 2*
- Non-Executive Directors: 4
- Executive Directors: 1
- Female Director: 1 (*Independent Director)

Six Board Meetings were held and attended during FY 2021-22. The particulars of the dates of meetings, and the directors attending, as required under the NBFC Regulations, 2008, are appended as note 28, 29, 26, 26 and 25 respectively to the financial statements of AIMF, AIIF, AISF, AIDSf and AIFOF.

Committees of the Board comprise the Audit Committee, the Human Resource & Remuneration Committee, and the Investment Committee (which includes executive management personnel as required under the NBFC Regulations, 2008). These meetings were attended by the Directors as per the following details:

- **Audit Committee (AC)** - four AC meetings were held during the year, and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Mr. Tariq Amin	Independent Director	4
2	Mr. Frahim Ali Khan	Non-Executive Director	4
3	Mr. M. Habib -ur-Rahman	Non-Executive Director	4

- **Human Resource & Remuneration Committee (HR& RC)** - two meetings were held during the year and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Ms. Zehra Naqvi	Independent Director	2
2	Mr. Frahim Ali Khan	Non-Executive Director	2
3	Mr. Ali H. Shirazi	Non-Executive Director	2
4	Mr. M. Abdul Samad	Chief Executive Officer	2

- **Investment Committee** - fifty one meetings were held during the year and attended as follows:

Serial no.	Name of Director	Status	Meetings attended
1	Mr. Ali H. Shirazi	Non-Executive Director	16
2	Mr. M. Abdul Samad	Chief Executive Officer	43
3	Mr. Khalid Mahmood (executive management)	Chief Investment Officer - Member IC	48
4	Mr. M. Umar Khan (executive management)	Head of Portfolio Management - Member IC	45
5	Mr. Fawad Javaid (executive management)	Head of Fixed Income - Member IC	51
6	Mr. Faran-ul-Haq (executive management)	Head of Equities - Secretary IC	51

CORPORATE SOCIAL RESPONSIBILITIES (CSR) & DONATIONS

As per the CSR / Donations Policy of the Company approved by the Board, each year, the Company makes a contribution of 1% of the Management Company after tax profit to donations. In addition, the Shariah Compliant Atlas Islamic Stock Fund and Atlas Islamic Income Fund, as per their Constitutive documents, are required to purify their Shariah Non-Compliant (Haram) income from the Fund. Such income, in accordance with the certification by the Shariah Advisor of these funds, is also donated to charitable institutions approved by the Shariah Advisor, on quarterly basis.

RATINGS UPDATE

ASSET MANAGER RATING

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24th December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

FUND STABILITY RATING - AIIF

PACRA has maintained the stability rating of the AIIF at "AA - (f)" (Double A Minus f : fund rating) on 15 April 2022. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

FUND STABILITY RATING - AIMF

PACRA has maintained the stability rating of the AIMF at "AA (f)" (Double A: f : fund rating) on 15 April 2022. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

AUDITORS

The Audit Committee of the Board of Directors, in their meeting held on September 06, 2022, recommended the re-appointment of Ms. EY Ford Rhodes, Chartered Accountants, Karachi, being eligible as auditors of Atlas Islamic Income Fund, Atlas Islamic Money Market Fund, Atlas Islamic Fund of Funds and Atlas Islamic Dedicated Stock Fund, and the appointment of M/s. A. F. Ferguson & Co., Chartered Accountants, Karachi, being eligible, as auditors of Atlas Islamic Stock Fund, for the financial year ending 30 June 2023.

ACKNOWLEDGEMENT

The Board of Directors of the Management Company thanks the Securities and Exchange Commission of Pakistan for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company and the Trustee, for their dedication and hard work, and the Unit Holders, for their confidence in the Management Company.

For and on behalf of the Board

For and on behalf of the Board

Muhammad Abdul Samad
Chief Executive Officer

Frahim Ali Khan
Director

Karachi: 8 September 2022

Atlas Islamic 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

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

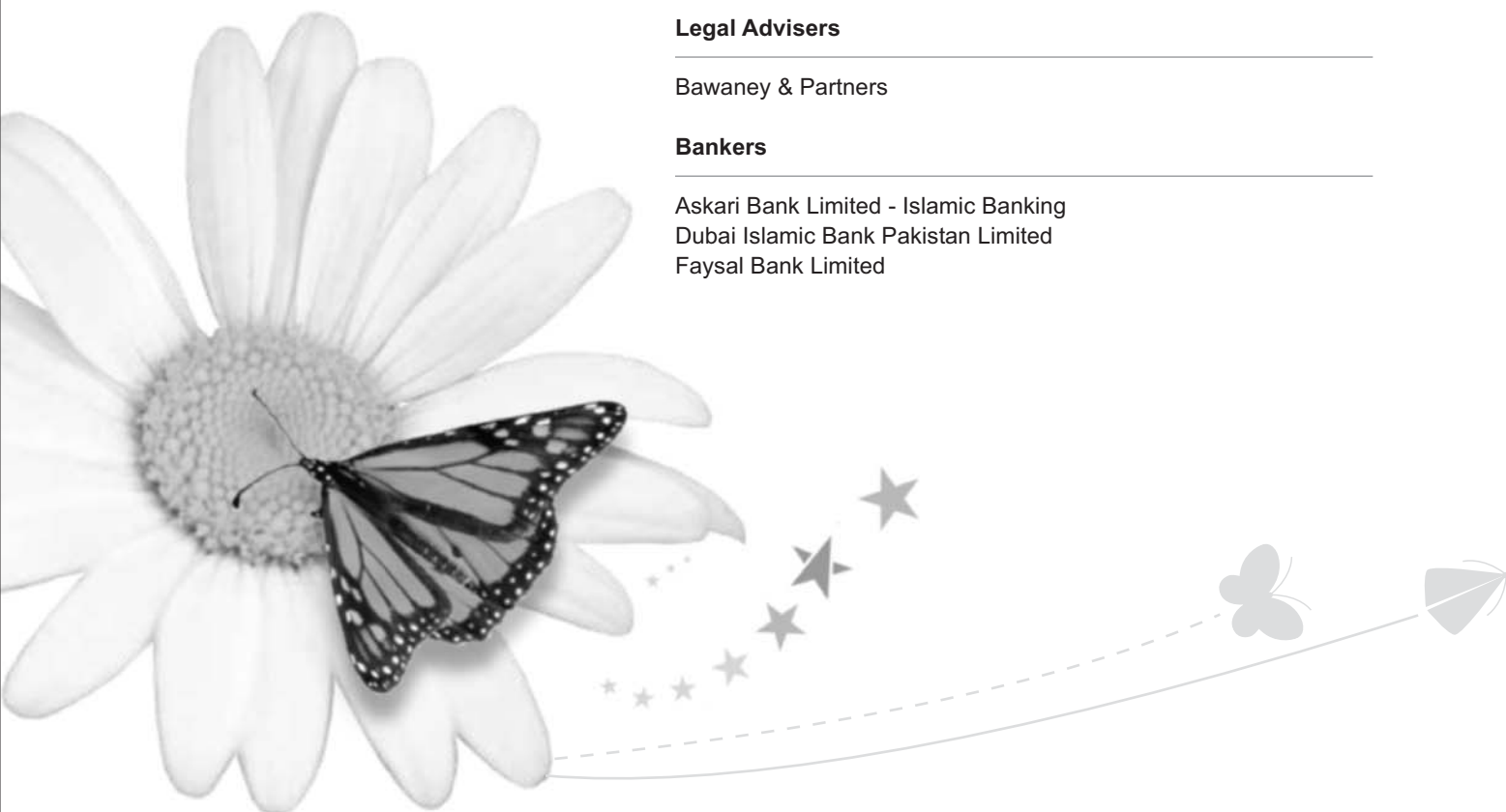
EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Askari Bank Limited - Islamic Banking
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited



Fund Manager's Report

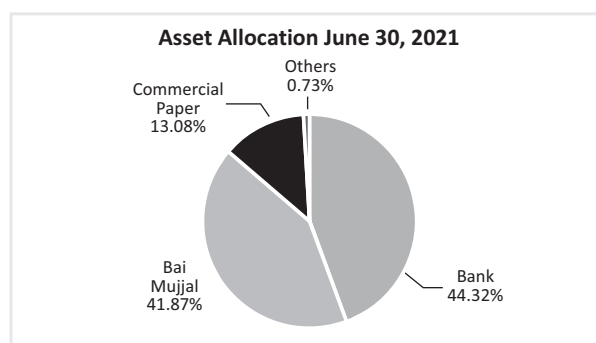
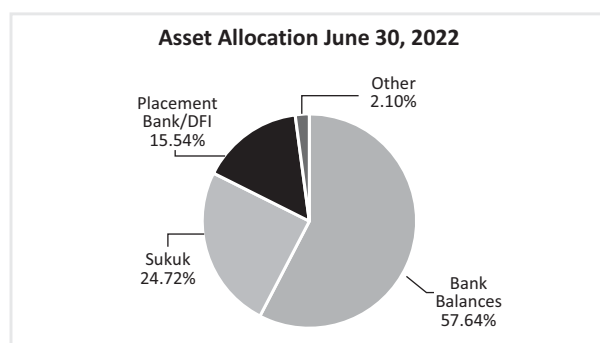
The objective of Atlas Islamic Money Market Fund (AIMF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consisting of Shariah Compliant money market instruments. The Fund invests in Shariah Compliant money market instruments with a maximum time to maturity of six months for any asset whereas, weighted average time to maturity of the fund cannot exceed 90 days. This is intended to reduce risk while maintaining liquidity. The Fund's investment strategy is based on fundamental credit analysis of counterparties. The Fund primarily invests in short term government securities/bank deposits and other short term money market instruments. The Fund will make periodic payout to the unit holders, which shall be reinvested.

Atlas Islamic Money Market Fund benchmark is three (3) months average deposit rates of Three (3) AA rated Islamic Banks or Islamic windows of conventional bank as Selected by MUFAP.

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

FUND OPERATIONS - AIMF

The Net Asset Value per unit of The Atlas Islamic Money Market Fund (AIMF) increased by 9.50% as on June 30, 2022. The AIMF exposure in high yielding Shariah Compliant Bank Balances stood at 57.64%, Sukuk stood at 24.72%, Placements with Banks & DFI's stood at 15.54% and others stood at 2.10%. The Net Assets of your Fund stood at Rs. 1.45 billion, with 2.89 million units outstanding as on June 30, 2022.



Breakdown of Unit holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Associated Companies	4	495,609,178	34.26%
Individuals	129	145,296,656	10.04%
Others	6	314,980,206	21.77%
Retirement Funds	8	490,790,197	33.93%
Total	147	1,446,676,237	100.00%

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Money Market Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated distribution of Rs. 45.35 per unit during fiscal year ended June 30, 2022 (9.07% on the face value of Rs. 500 per unit).

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIMF amounting to Rs.0.34 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIMF by 0.04%. This is one-off event and is not likely to be repeated in the future.

The Total Expense Ratio (TER) of the Fund is 0.27% including Government levy and SECP Fee of 0.04%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

Performance Since Inception

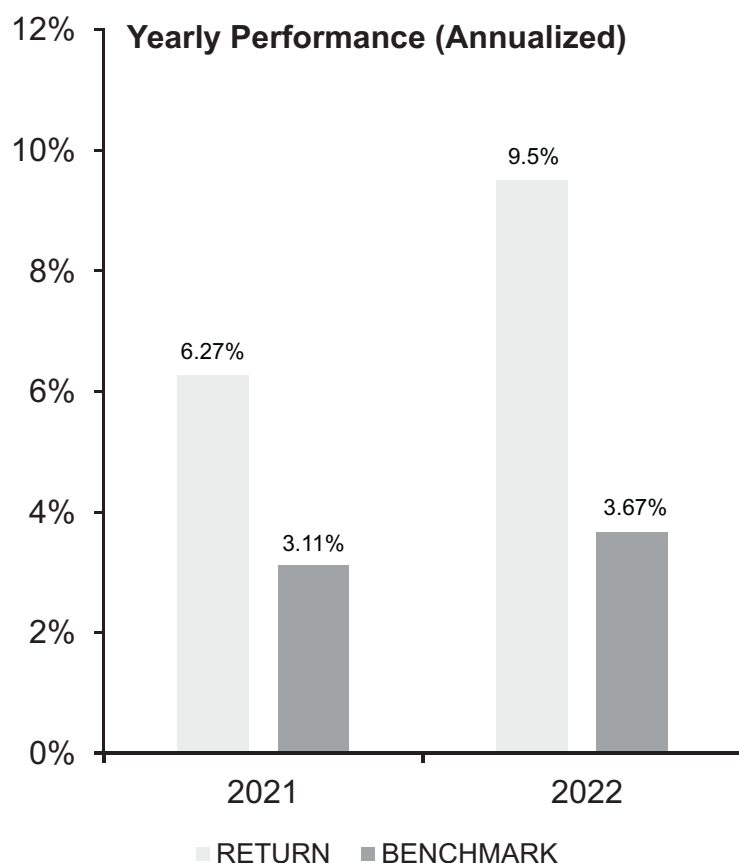
	2022	2021*
Net assets (Rs. in '000)	1,446,676	636,613
Number of units in issue	2,893,353	1,273,226
Net asset value per unit (Rs.)	500.00	500.00
Net income / (loss) (Rs. in '000)	114,589	16,585
Earnings / (loss) per unit (Rs.)	39.60	13.03
Annual return of the Fund (%)	9.50	6.27
Offer price ** (Rs.)	500.00	500.00
Redemption price ** (Rs.)	500.00	500.00
Distribution Per Unit (Rs.)	45.35	14.73
Distribution as a % of opening Ex- NAV of units	9.07	2.95
Date of distribution ***	Various Dates	Various Dates
Highest offer price (Rs.)	500.00	500.00
Lowest offer price (Rs.)	500.00	500.00
Highest repurchase price per unit (Rs.)	500.00	500.00
Lowest repurchase price per unit (Rs.)	500.00	500.00

* For the period from 07 January 2021 to 30 June 2021 (Date of Launch: 07 January 2021).

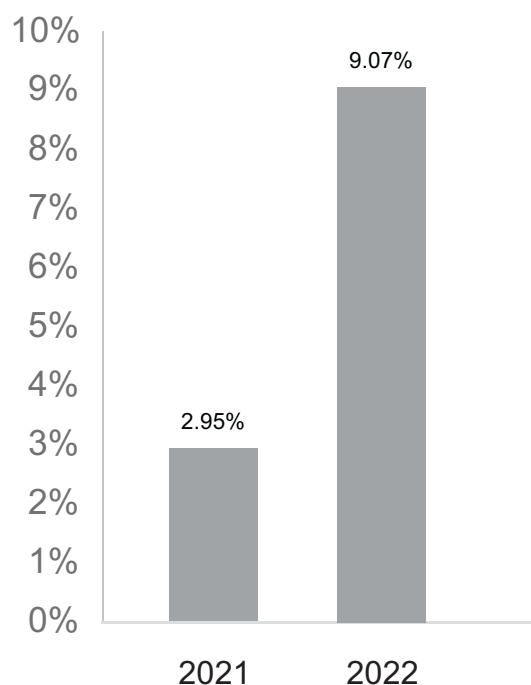
** Relates to announced prices.

Note: Past Performance of the Fund is not indicative of future performance, and the price and investment return may go down, as well as up.

Yearly Performance (Annualized)



Payout History (% on Opening NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Islamic Money Market Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

REVIEW REPORT OF THE SHARIAH ADVISOR

As a Shariah Adviser of the Atlas Islamic Money Market Fund (AIMF), I am issuing this report in accordance with clause 11.4 (c) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah compliance of the Fund's activities.

It is the responsibility of Atlas Asset Management Limited (AAML), the management company of the Fund, to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. As a Shariah Adviser my responsibility is to express an opinion based on my review of the representations made by the management, to the extent where such compliancy can be objectively verified.

As part of my mandate as the Shariah Adviser to the Fund, I have reviewed the following, during the year:

- The modes of investment of Fund's property and its compliance with Shariah guidelines.
- The process of deployment of Fund's property and its compliance with Shariah guidelines.
- The process of purification of income and its compliance with Shariah guidelines.

In light of the above scope, I hereby certify that all the provisions of the scheme and investments made by AIMF for the period ended June 30, 2022 are in compliance with the Shariah principles.

There are investments made by AIMF where investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Fund Manager, in consultation with me, the Shariah Board of the Fund, have determined the Haram portion of the income of the Fund and marked to charity in order to purify the whole income.

Karachi: 30 June 2022

Dr. Mufti Hassan Usmani
Shariah Advisor

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Islamic Money Market Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Islamic Money Market Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the period ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investment in Islamic securities	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of Islamic securities which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of Islamic commercial papers and Islamic letter of placements. Our key procedure included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement and valuations on the basis of prices determined by Mutual Funds Association of Pakistan (MUFAP). • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of Islamic investments portfolio and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard.

Key audit matter	How our audit addressed the key audit matter
	We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

-
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 ----- Rupees -----	2021
Assets			
Bank balances and Term deposit receipts	4	1,059,509,272	282,877,302
Investments	5	358,000,000	350,806,346
Markup accrued	6	29,426,800	3,364,300
Prepayments and other receivables	7	540,530	494,442
Preliminary and floatation cost	8	507,955	782,291
Total assets		1,447,984,557	638,324,680
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	9	162,470	897,019
Payable to the Central Depository Company of Pakistan Limited - Trustee	10	75,608	53,922
Payable to the Securities and Exchange Commission of Pakistan	11	240,316	53,533
Accrued expenses and other liabilities	12	829,926	707,269
Total liabilities		1,308,320	1,711,743
NET ASSETS		1,446,676,237	636,612,937
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,446,676,237	636,612,937
CONTINGENCIES AND COMMITMENTS	13	----- Number of Units -----	
NUMBER OF UNITS IN ISSUE - GROWTH UNITS	1.5	2,893,353	1,273,226
NET ASSET VALUE PER UNIT		500.0000	500.0000

The annexed notes from 1 to 31 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

		From 01 July 2021 to 30 June 2022	From 07 January 2021 to 30 June 2021
	Note	----- Rupees -----	----- Rupees -----
Income			
Markup income	14	117,701,919	18,424,989
Loss on sale of investments in Bai Muajjal	5.2	(106,782)	(72,909)
Total income		117,595,137	18,352,080
Expenses			
Remuneration of the Management Company	9.1	957,277	133,928
Sindh sales tax on remuneration of the Management Company	9.2	124,446	17,411
Accounting & operational charges	15	300,000	150,000
Remuneration of the Trustee	10.1	682,118	174,106
Sindh sales tax on remuneration of the trustee	10.2	88,675	22,634
Annual fee - Securities and Exchange Commission of Pakistan	11.1	240,316	53,533
Auditor's remuneration	16	300,240	216,000
Transaction charges		19,439	60,810
Amortization of preliminary expenses and floatation costs	8	151,802	61,493
Annual listing fee		27,500	294,040
Fund rating fee		188,710	78,260
Shariah advisory fee		80,110	40,000
Printing charges		49,263	-
Bank charges		23,109	9,084
Legal and professional charges		111,868	123,000
(Reversal) / provision for Sindh Workers' Welfare Fund	12.1	(338,463)	338,356
Total expenses		3,006,410	1,772,655
Net income for the year/ period before taxation		114,588,727	16,579,425
Taxation	18	-	-
Net income for the year/ period after taxation		114,588,727	16,579,425
Allocation of net income for the year/ period:			
Net income for the year/ period after taxation		114,588,727	16,579,425
Income already paid on units redeemed		-	-
		114,588,727	16,579,425
Accounting income available for distribution:			
- Relating to capital gains		-	-
- Excluding capital gains		114,588,727	16,579,425
		114,588,727	16,579,425

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	From 01 July 2021 to 30 June 2022	From 07 January 2021 to 30 June 2021
	----- Rupees -----	-----
Net income for the year / period after taxation	114,588,727	16,579,425
Other comprehensive income for the year/ period	-	-
Total comprehensive income for the year / period	114,588,727	16,579,425

The annexed notes from 1 to 31 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

[illegible]

* During the year / period ended 30 June 2022 and 2021 all the units issued by the Fund are Growth units and dividend on these units have been reinvested on daily basis. (Please refer note 1.5).

The annexed notes from 1 to 31 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	From 01 July 2021 to 30 June 2022	From 07 January 2021 to 30 June 2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year/ period after taxation	114,588,727	16,579,425
Adjustments for:		
Markup income	(117,701,919)	(18,424,989)
Loss on sale of investments in Bai Muajjal	106,782	72,909
Amortization of preliminary expenses and floatation costs	151,802	61,493
(Reversal) / provision for Sindh Workers' Welfare Fund	(338,463)	338,356
	(117,781,798)	(17,952,231)
(Increase) in assets		
Prepayments and other receivables	(46,088)	(494,442)
Preliminary and floatation cost	-	(782,290)
	(46,088)	(1,276,731)
Increase in liabilities		
Payable to Atlas Asset Management Company - Management Company	(734,549)	897,018
Payable to Central Depository Company of Pakistan Limited - Trustee	21,686	53,922
Payable to the Securities and Exchange Commission of Pakistan	186,783	53,533
Accrued expenses and other liabilities	583,653	307,420
	57,573	1,311,895
Markup received	91,639,419	15,060,688
Investments - net	(7,300,436)	(350,879,255)
Net cash generated from / p(used in) operating activities	81,157,397	(337,156,210)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	2,421,460,715	687,248,509
Cash Dividend	(114,588,727)	(16,579,425)
Payments against redemption of units	(1,611,397,415)	(50,635,572)
Net cash generated from financing activities	695,474,573	620,033,512
Net increase in cash and cash equivalents	776,631,970	282,877,302
Cash and cash equivalents at the beginning of the year / period	282,877,302	-
Cash and cash equivalents at the end of the year / period	1,059,509,272	282,877,302

The annexed notes from 1 to 31 form an integral part of these 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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, further the Trust deed has been registered under the Sindh Trust Act as disclosed in note 1.6. 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 According to the Trust Deed, 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 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.
- 1.5 As per the offering document of the Fund, an investor shall, at the time of opening an account, select the types of units in which the investor wishes to invest, i.e. Growth Unit and/or Income Unit. Furthermore, at the time of dividend distribution the unit holders receive additional units or cash dividend against Growth unit and Income unit, respectively.
- During the year all the units issued by the Fund are Growth units and dividend has been reinvested on daily basis.
- 1.6 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.7 As per the offering document of the Fund, the Management Company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as 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. During the year, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 percent' test for derecognition of financial liabilities.	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies- Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable as disclosed in note 7.1.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Business model assessment

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; 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 etc.

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 criteria.

'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.

c) Subsequent Measurement

Debt instruments at fair value through profit or loss

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss. Given the objectives of the Fund, all investments have been classified as FVTPL.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) **Derecognition**

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset."

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) **Reclassification of financial assets and liabilities**

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) **Regular way contracts**

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) **Impairment of financial assets**

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) **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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) **Determination of fair value**

a) **Debt securities (other than Government securities)**

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

b) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

c) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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.

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distributions to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.8 Revenue recognition

- Dividend Income is recognised when the right to receive the dividend is established.
- Markup on bank balances, placements and deposits is recognised on an accrual basis.
- Gains or losses on sale of investments are included in the Income Statement in the year in which it arises.
- Unrealised appreciation / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.10 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 period 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. During the year, the management has distributed all the net income earned by the Fund as Dividend to the unit holders which has been reinvested on daily basis.

3.11 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.

3.12 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.

3.13 Preliminary expenses and floatation costs

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be 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.

		2022	2021
4	BANK BALANCES AND TERM DEPOSIT RECEIPT	Note	Rupees
	In local currency		
	- Profit and loss sharing accounts	4.1	834,509,272
	- Islamic Term Deposit Receipt	4.2	225,000,000
			1,059,509,272
			282,877,302

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 4.1 The rate of return on these accounts during the year ranges between 6.5% to 15.25% (30 June 2021: 4.5% to 6.5%) per annum. The profit rates effective at the year end on these accounts ranges between 10.65% to 13.5% (30 June 2021: 6.5%) per annum.

4.2 Islamic Term Deposit Receipt

Name of the Investee Company	As at 01 July 2021	Purchases during the year	Matured during the year	As at 30 June 2022	Profit Rate	Issue Date	Maturity Date	Rating
----- Face value (Rupees) -----								
Faysal Bank Limited	-	126,000,000	126,000,000	-	6.90%	26-Aug-21	26-Nov-21	AA
Askari Bank Limited	-	125,000,000	125,000,000	-	6.85%	27-Aug-21	29-Nov-21	AA+
Faysal Bank Limited	-	150,000,000	150,000,000	-	10.85%	16-Aug-21	24-Jan-22	AA
Faysal Bank Limited	-	150,000,000	150,000,000	-	10.85%	24-Jan-22	24-Feb-22	AA
Faysal Bank Limited	-	150,000,000	150,000,000	-	10.85%	16-Dec-21	16-Mar-22	AA
Askari Bank Limited	-	190,000,000	190,000,000	-	10.75%	29-Dec-21	31-Jan-22	AA+
Askari Bank Limited	-	202,000,000	202,000,000	-	9.75%	3-Feb-22	3-Mar-22	AA+
Askari Bank Limited	-	210,000,000	210,000,000	-	10.25%	3-Mar-22	1-Apr-22	AA+
Askari Bank Limited	-	225,000,000	-	225,000,000	14.40%	27-May-22	25-Aug-22	AA+
Total as at 30 June 2022	-	1,528,000,000	1,303,000,000	225,000,000				
Total as at 30 June 2021	-	-	-	-				

5 INVESTMENTS

At fair value through profit or loss

- Investment in Islamic Commercial Paper
- Investment in Bai Muajjal
- Investment in Sukuk certificates

Note	2022	2021
	----- Rupees -----	----- Rupees -----
5.1	-	83,519,658
5.2	-	267,286,688
5.3	358,000,000	-
	358,000,000	350,806,346

5.1 Investment in Islamic Commercial Paper

Name of the Investee Company	As at 01 July 2021	Purchases during the year	Sold/ matured during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Market Value as a % of net assets of Fund	Market Value as a % of total value of investments of Fund
----- Rupees ----- %age -----								
K-Electric Limited - Islamic Commercial Paper (ICP-16)	80,000,000	-	80,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-17)	5,000,000	-	5,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-18)	-	160,000,000	160,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-20)	-	50,000,000	50,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-21)	-	100,000,000	100,000,000	-	-	-	-	-
K-Electric Limited - Islamic Commercial Paper (ICP-23)	-	13,000,000	13,000,000	-	-	-	-	-
Total as at 30 June 2022	85,000,000	323,000,000	408,000,000	-	-	-	-	-
Total as at 30 June 2021	-	-	-	-	83,519,662	83,519,662	13.12	23.81

- 5.1.1 The nominal value of these commercial papers is Nil (2021: Rs 1,000,0000) per certificate with expected profit rate ranging between 8.116% to 9.33% (2021: 8.37% to 8.48%).

- 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.2 Investment in Bai Muajjal

Name of the Investee Company	As at 01 July 2021	Purchases during the year	Sold/ matured during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Market Value as a % of net assets of Fund	Market Value as a % of total value of investments of Fund
----- Face value (Rupees) -----						----- %age -----		
Bai Muajjal (18-05-2021)	88,650,000	-	88,650,000	-	-	-	-	-
Bai Muajjal (19-05-2021)	88,677,000	-	88,677,000	-	-	-	-	-
Bai Muajjal (17-06-2021)	89,959,688	-	89,959,688	-	-	-	-	-
Bai Muajjal (27-09-2021)	-	159,256,800	159,256,800	-	-	-	-	-
Total as at 30 June 2022	267,286,688	159,256,800	426,543,488	-	-	-	-	-
Total as at 30 June 2021					267,286,688	267,286,688	41.99	76.19

5.2.1 These Bai Muajjal transactions has been made at a rate of 7.3% per annum (2021: 7.3% per annum).

5.2.2 During the year, the loss on sale of these securities amounted to Rs.106,782 (2021:72,909)

5.3 Investment in Sukuk certificates

Name of the Investee Company	As at 01 July 2021	Purchases during the year	Sold/ matured during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Market Value as a % of net assets of Fund	Market Value as a % of total value of investments of Fund
----- Face value (Rupees) -----						----- %age -----		
K-Electric Limited - Short term Sukuk - II	-	85,000,000	-	85,000,000	85,000,000	85,000,000	5.88	23.74
K-Electric Limited - Short term Sukuk - III	-	13,000,000	-	13,000,000	13,000,000	13,000,000	0.90	3.63
K-Electric Limited - Short term Sukuk - V	-	100,000,000	-	100,000,000	100,000,000	100,000,000	6.91	27.93
Lucky Electric Power Company Limited - Short Term	-	160,000,000	-	160,000,000	160,000,000	160,000,000	11.06	44.69
Total as at 30 June 2022	-	358,000,000	-	358,000,000	358,000,000	358,000,000	24.75	100.00
Total as at 30 June 2021					-	-	-	-

5.3.1 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.

5.3.2 Terms and conditions of the Sukuks are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
K-Electric Limited - Short term Sukuk - II	AA	6 Month	Semi -annually	August, 2022	6 Month KIBOR + 0.85%
K-Electric Limited - Short term Sukuk - III	AA	6 Month	Semi -annually	September, 2022	6 Month KIBOR + 0.85%
K-Electric Limited Short Term Sukuk V	AA	6 Month	Semi -annually	October 2022	6 Month KIBOR + 0.95%
Lucky Electric Power Company Limited	AA	6 Month	Bullet Payment	October 2022	6 Month KIBOR + 1.05%

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	----- Rupees -----	-----
6 MARKUP ACCRUED			
Markup accrued on:			
- Bai Muajjal		-	1,720,877
- Islamic Term Deposit Receipt		3,106,856	-
- Sukuk certificates		12,094,095	-
- Profit and loss sharing accounts		14,225,849	1,643,422
		29,426,800	3,364,300
7 PREPAYMENTS AND OTHER RECEIVABLES			
Unamortized premium on Bai Muajjal		-	53,390
Security deposit with CDC		102,534	-
Prepaid rating fee		93,705	96,760
Tax recoverable	7.1	344,291	344,291
		540,530	494,442

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 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 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 banks has been shown as other receivable as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.12 (2021: Rs. 0.27) per unit.

		2022	2021
	Note	----- Rupees -----	-----
8 Preliminary and floatation cost			
Opening balance		782,290	843,784
Less: Amortisation for the period		(151,802)	(61,493)
Floatation cost adjustment	8.1	(122,533)	-
		507,955	782,290

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 8.1 This includes reversal of preliminary and floatation cost which was disallowed by SECP as it was not meeting the criteria to be capitalized as preliminary and floatation cost in accordance with NBFC rules and regulations.

		2022	2021
	Note	----- Rupees -----	-----
9 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED MANAGEMENT COMPANY - RELATED PARTY			
Remuneration of the Management Company	9.1	121,654	24,987
Sindh Sales Tax on remuneration of the Management Company	9.2	15,816	3,248
Accounting and operational charges reimbursable by the Fund	15	25,000	25,000
Preliminary expenses and floatation cost	9.3	-	843,783
		162,470	897,018

- 9.1 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. The Management Company has charged management fee at the rate of 0.05% from 01 July 2021 to 31 December 2021 and 0.1% from 01 January 2022 to 30 June 2022 (2021: 0.05%) of average annual net assets. The fee is payable to the Management Company monthly in arrears.

- 9.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on management fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 124,446 (2021: Rs. 17,411). Furthermore, an amount of Rs. 111,879 (2021: Rs. 14,163) has been paid to the Management Company which acts as the collecting agent.

- 9.3 Floatation cost represents expenditure incurred prior to the commencement of the operations of the Fund.

		2022	2021
	Note	----- Rupees -----	-----
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN TRUSTEE - RELATED PARTY			
Remuneration of the Trustee	10.1	66,910	32,483
Sindh sales tax on Remuneration of the Trustee	10.2	8,698	4,223
Settlement charges payable		-	15,236
Sindh sales tax on settlement charges		-	1,981
		75,608	53,922

- 10.1 The trustee is entitled to monthly remuneration for services rendered to the fund. The trustee charged 0.065% per annum of average Net assets from 01 July 2021 to 30 September 2021 and 0.055% per annum of net assets from 01 October 2021 to 30 June 2022 (2021: 0.065% per annum) based on the letter no. CDC/CEO/L-259/01/2021 dated October 11, 2021.

- 10.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 88,675 (2021: Rs. 22,634) charged during the year. Furthermore, an amount of Rs. 84,200 (2021: Rs. 18,411) was paid to the Trustee which acts as a collecting agent.

		2022	2021
	Note	----- Rupees -----	-----
11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fees payable	11.1	240,316	53,533

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 11.1 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.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2022 ----- Rupees -----	2021 -----
Auditors' remuneration payable		233,412	162,000
Shariah advisory fee payable		20,000	20,000
Withholding tax payable		573,384	175,747
Transaction charges payable		-	11,060
Provision for Sindh Workers' Welfare Fund	12.1	-	338,463
Other payable		3,130	-
		829,926	707,269

- 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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Fund, amounting to Rs. 0.34 million for the period from 07 January 2021 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2022 (30 June 2021: Nil).

14 MARKUP INCOME	Note	2022 ----- Rupees -----	2021 -----
Markup income on:			
- Profit and loss sharing accounts	4.1	75,517,345	12,091,035
- Islamic Commercial Paper	5.1.1	7,927,717	2,001,865
- Bai Muajjal	5.2.1	5,578,693	4,332,089
- Sukuk certificates	5.3.2	12,094,095	-
- Islamic Term Deposit Receipts	4.2	16,584,069	-
		117,701,919	18,424,989

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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.

16 AUDITORS' REMUNERATION

	2022	2021
	----- Rupees -----	
Annual fee	150,000	150,000
Half Yearly	37,500	-
Certification charges	60,500	50,000
Out of Pocket	30,000	-
Sindh sales tax on services	22,240	16,000
	300,240	216,000

17 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 0.27 % (2021: 0.66%) which includes 0.04% (2021: 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 money market scheme.

18 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. Since the management has paid the required minimum percentage of income earned by the Fund during the year ended 30 June 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

19 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.

20 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 20.1 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.
- 20.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.
- 20.3 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

20.5 Transactions during the year/ period	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration for the period	957,277	133,928
Sindh sales tax on remuneration of the Management Company	124,446	17,411
Remuneration paid	860,610	108,941
Floatation cost	151,802	843,784
Accounting & operational charges	300,000	150,000
Issue of 657,921 (2021: 204,206) units	328,960,706	102,102,756
Redemption of 438,177 (2021: 53,000) units	219,088,279	26,500,000
Dividend Entitlement	6,265,831	2,473,827
Outstanding 370,950 (2021:151,206) units	185,475,000	75,602,748
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	682,118	174,106
Sindh Sales Tax on remuneration of the Trustee	88,675	22,634
Remuneration paid	647,691	141,624
Atlas Foundation		
Issue of 8,227 (2021:102,535) units	4,113,652	51,267,418
Dividend Entitlement	4,839,591	1,491,078
Outstanding 110,762 (2021:102,535) units	55,381,000	51,267,413
Atlas Honda Limited (Employee Provident Fund)		
Issue of 132,847 (2021: 102,989) units	66,423,498	51,494,345
Redemption of 107,021 (2021: Nil) units	53,510,470	-
Dividend Entitlement	5,878,647	1,494,345
Outstanding 128,815 (2021:102,989) units	64,407,500	51,494,345
Atlas Group of Companies, M.S.G.Fund		
Issue of 791,286 (2021: 41,133) units	395,643,177	20,566,365
Redemption of 426,441 (2021: Nil)	213,220,543	-
Dividend Entitlement	16,327,403	566,365
Outstanding 405,978 (2021:41,133) units	202,989,000	20,566,365
Atlas Honda Limited		
Issue of 4,936 (2021: 61,521) units	2,468,194	30,760,454
Dividend Entitlement	2,903,757	895,787
Outstanding 66,457 (2021:61,521) units	33,228,500	30,760,451
Shirazi Investments (Private) Limited*		
Issue of 32,909 (2021: 410,139) units	16,454,622	205,069,663
Dividend Entitlement	19,358,379	5,964,311
Outstanding 443,049 (2021:410,139) units	221,524,500	205,069,643
M/S. Shirazi Investments (Private) Limited - Employee Provident Fund		
Issue of 28,915 (2021: Nil) units	14,457,567	-
Redemption of 9,400 (2021: Nil) units	4,700,000	-
Dividend Entitlement	538,314	-
Outstanding 19,515 (2021: Nil) units	9,757,500	-

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund		
Issue of 322,074 (2021: 132,535) units	161,036,771	-
Redemption of 161,556 (2021: Nil) units	80,777,934	-
Dividend Entitlement	5,194,262	-
Outstanding 160,518 (2021:132,535) units	80,259,000	-
The University of Lahore		
Issue of Nil (2021: 132,535) units	-	66,267,426
Dividend Entitlement	-	1,267,426
Outstanding Nil (2021:132,535) units	-	66,267,426
Atlas Insurance Ltd., Staff Provident Fund Trust		
Issue of 1,025 (2021: 12,334) units	512,294	6,166,998
Redemption of 13,359 (2021: Nil) units	6,679,293	-
Dividend Entitlement	602,699	166,998
Outstanding (2021:12,334) units	-	6,166,998
CDC - Trustee Atlas Islamic Capital Preservation Plan II		
Issue of 982,495 (2021: Nil) units	491,247,548	-
Redemption of 400,000 (2021: Nil) units	200,000,000	-
Dividend Entitlement	26,150,386	-
Outstanding 582,495 (2021: Nil) units	291,247,500	-
Key Management personnel of the Management Company		
Issue of 58,474 (2021: Nil) units	29,236,806	-
Redemption of 57,466 (2021: Nil) units	28,732,661	-
Dividend Entitlement	125,603	-
Outstanding 1,008 (2021: Nil) units	504,000	-

21 FINANCIAL INSTRUMENTS BY CATEGORY

	As at 30 June 2022		
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income
	----- (Rupees) -----		
Financial assets			
Bank balances and Term deposit receipts	1,059,509,272	-	-
Investments	-	358,000,000	-
Markup accrued	29,426,800	-	-
Prepayments and other receivables	196,239	-	-
	1,089,132,311	358,000,000	-
	1,447,132,311		
	As at 30 June 2022		
	At fair value through profit or loss	At amortised Cost	Total
	----- (Rupees) -----		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	162,470	162,470
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	75,608	75,608
Accrued expenses and other liabilities	-	253,412	253,412
	-	491,490	491,490

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	As at 30 June 2021		
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income
	(Rupees)		
Financial assets			
Bank balances and Term deposit receipts	282,877,302	-	-
Investments	-	350,806,346	-
Markup accrued	3,364,300	-	-
Prepayments and other receivables	150,150	-	-
	286,391,752	350,806,346	-
			637,198,098

	As at 30 June 2021		
	At fair value through profit or loss	At amortised Cost	Total
	(Rupees)		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	897,019	897,019
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	53,922	53,922
Accrued expenses and other liabilities	-	193,060	193,060
	-	1,144,001	1,144,001

22 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

22.1 The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the management company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund may be exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

22.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the Fund's income will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk in respect of bank balances and investments. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks which exposes the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at June 30, 2022, with all other variables

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

held constant, the net income for the year and net assets would have been higher / lower by Rs. 8,345,092 (2021: Rs. 2,828,773.)

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds Sukuk Certificate and term deposit receipt investments which exposes the Fund to fair value interest rate risk. In case of 100 basis points increase/ decrease in market interest rates as at June 30, 2022, with all other variables held constant, the net income for the year and net assets would have been higher/ lower by Rs. 5,830,000 (2021: Rs 3,508,068).

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movements in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

----- As at 30 June 2022 -----

Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Percentage	(Rupees)				

Financial Assets

Bank balances and Term deposit receipts	6.5% to 15.25%	1,059,509,272	-	-	-	1,059,509,272
Investments	11.64% to 14.23%	98,000,000	260,000,000	-	-	358,000,000
Markup accrued		-	-	-	29,426,800	29,426,800
Prepayments and other receivables		-	-	-	196,238	196,238
		1,157,509,272	260,000,000	-	29,623,038	1,447,132,310

Financial Liabilities

Payable to Atlas Asset Management Limited - Management Company	-	-	-	162,470	162,470
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	-	-	75,608	75,608
Accrued expenses and other liabilities	-	-	-	253,413	253,413
	-	-	-	491,491	491,491

On-balance sheet gap (a)	1,157,509,272	260,000,000	-	29,131,547	1,446,640,819
Off-balance sheet financial instruments	-	-	-	-	-
Off-balance sheet gap (b)	-	-	-	-	-
Total interest rate sensitivity gap (a + b)	1,157,509,272	260,000,000	-		
Cumulative interest rate sensitivity gap	1,157,509,272	1,417,509,272	1,417,509,272		

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2021 -----

Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	----- (Rupees)-----					
Financial Assets						
Bank balances	4.5% to 6.5%	282,877,302	-	-	-	282,877,302
Investments	7%	267,286,172	-	-	83,520,173	350,806,346
Markup accrued		-	-	-	3,364,300	3,364,300
Prepayments and other receivables		-	-	-	150,150	150,150
		550,163,474	-	-	87,378,915	637,198,097
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	897,019	897,019
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	53,922	53,922
Accrued expenses and other liabilities		-	-	-	193,060	193,060
		-	-	-	1,144,001	1,144,001
On-balance sheet gap (a)		550,163,474	-	-	86,234,914	636,054,097
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		550,163,474	-	-		
Cumulative interest rate sensitivity gap		550,163,474	550,163,474	550,163,474		

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of 30 June 2022.

22.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest a majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was required to be obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

----- As at 30 June 2022 -----						
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Financial instruments with no fixed maturity	Total
----- Rupees -----						
Assets						
Bank balances and Term deposit receipts	1,059,509,272	-	-	-	-	1,059,509,272
Investments	-	98,000,000	260,000,000	-	-	358,000,000
Markup accrued	29,426,800	-	-	-	-	29,426,800
Prepayments and other receivables	437,996	-	-	-	102,534	540,530
	1,089,374,068	98,000,000	260,000,000	-	102,534	1,447,476,602
Liabilities						
Payable to Atlas Asset Management Limited - Management Company	162,470	-	-	-	-	162,470
Payable to the Central Depository Company of Pakistan Limited - Trustee	75,608	-	-	-	-	75,608
Payable to the Securities and Exchange Commission of Pakistan	240,316	-	-	-	-	240,316
Accrued expenses and other liabilities	253,413	-	-	-	-	253,413
	731,807	-	-	-	-	731,807
Net assets/ (liabilities)	1,088,642,261	98,000,000	260,000,000	-	102,534	1,446,744,795

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2021 -----						
	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Financial instruments with no fixed maturity	Total
----- Rupees -----						
Assets						
Bank balances	282,877,302	-	-	-	-	282,877,302
Investments	-	345,914,214	4,892,132	-	-	350,806,346
Markup accrued	3,364,300	-	-	-	-	3,364,300
Prepayments and other receivables	494,442	-	-	-	-	494,442
	286,736,044	345,914,214	4,892,132	-	-	637,542,390
Liabilities						
Payable to Atlas Asset Management Limited - Management Company	897,018	-	-	-	-	897,018
Payable to the Central Depository Company of Pakistan Limited - Trustee	53,922	-	-	-	-	53,922
Payable to the Securities and Exchange Commission of Pakistan	53,533	-	-	-	-	53,533
Accrued expenses and other liabilities	193,060	-	-	-	-	193,060
	1,197,533	-	-	-	-	1,197,533
Net assets	285,538,511	345,914,214	4,892,132	-	-	636,344,857

22.4 Credit quality of Financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and Bai Muajjal investments. The credit rating profile of above mentioned is as follows:

Ratings of amounts placed with Banks and Sukuk Investments

	% of Financial assets	
	2022	2021
AA+	16	-
AA	44	100
AAA	40	-
	100	100

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

22.5 Reconciliation of liabilities arising out of financing activities

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at July 01, 2021	-	-	-
Receivable against issuance of units	2,421,460,715	-	2,421,460,715
Payable against redemption of units	-	(1,611,397,415)	(1,611,397,415)
	2,421,460,715	(1,611,397,415)	810,063,300
Amount received on issuance of units	2,421,460,715	-	2,421,460,715
Amount paid on redemption of units	-	(1,611,397,415)	(1,611,397,415)
	2,421,460,715	(1,611,397,415)	810,063,300
Closing balance as at June 30, 2022	-	-	-

22.6 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Fair value of government securities is determined by reference to the rates announced by Financial Market Association of Pakistan and fair value of corporate sukuks is determined on the basis of rates announced by MUFAP. The fair value of financial assets and liabilities of the Fund, other than government securities, approximates their carrying amount due to short term maturities of these instruments.

22.7 Fair value hierarchy

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

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

As at June 30 2022, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The Fund's objective when managing unit holders' funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders, to maintain a strong base of assets to meet unexpected losses or opportunities and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The capital structure depends on the issuance and redemption of units.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs.100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times during the current year.

In accordance with the risk management policies as stated in note 22, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

24 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total
Associated Companies	4	495,609,178	34.26%	4	362,527,357	56.95%
Individual	129	145,296,656	10.04%	52	43,540,769	6.84%
Others	6	314,980,206	21.77%	6	127,836,573	20.08%
Retirement Funds	8	490,790,197	33.93%	6	102,708,238	16.13%
	147	1,446,676,237	100.00%	68	636,612,937	100.00%

25 LIST OF TOP BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Arif Habib Limited	100	Arif Habib Limited	100

26 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

27 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Islamic Income Fund Atlas Income Fund Atlas Money Market Fund Atlas Sovereign Fund Atlas Liquid Fund

28 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

29 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

Moreover, PACRA has initialed maintained the stability rating of the Fund at "AA(f)" on 15 April 2022. (2021: "AA(f)")

30 GENERAL

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

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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



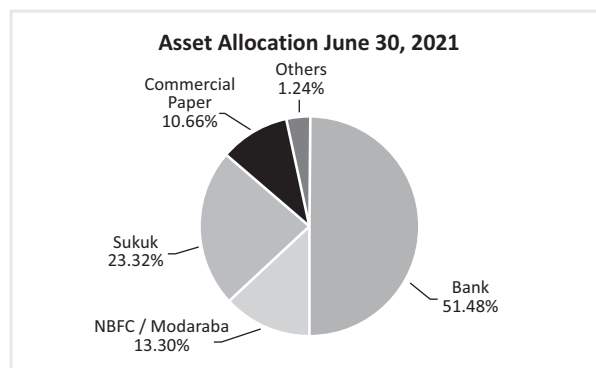
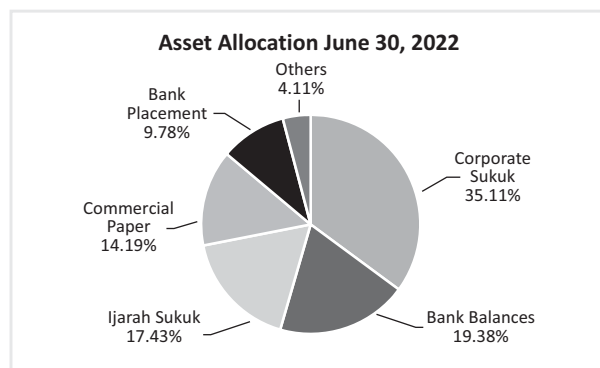
Fund Manager's Report

Atlas Islamic Income Fund (AIIF) is an Open-ended Shariah Compliant Income Fund. The Fund has a medium risk rating and primary objective to provide investors with competitive and stable rate of current income in a Shariah Compliant manner. Secondary objective is to take advantage of opportunities to realize 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. The Fund's strategy is based on the conviction that economic environment drives long term performance and that active management of credit risk can produce consistently superior results. Fundamental and market analysis are used to identify overall portfolio, bond market sectors, yield curve and credit positioning to provide high and sustainable rates of return. The fund employs strategies such as overall portfolio duration and yield curve positioning to deal with market and reinvestment risks.

Atlas Islamic Income Fund benchmark is Six (6) months average deposit rates of three (3) "A" rated scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP.

The Monetary Policy Committee of SBP has increased policy rate by 800 bps to 15.0% with the objective of moderating demand to a sustainable pace and reduce external pressures. The Consumer Price Index (CPI) Inflation averaged at 12.15% during FY22 compared to 8.90% in FY21. The increase in FY22 inflation was broad-based with energy, food and core inflation all rising significantly. The yields on secondary market instruments and cut off rates in government auctions remained elevated reflecting the apprehension of market participants' regarding the impact of ongoing commodity super cycle on domestic inflation. Going forward, the impact of international commodity prices on domestic inflation will remain major determinant towards any change in monetary policy stance.

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 9.44% to Rs. 507.05 as on June 30, 2022. The AIIF's total exposure in high yielding Corporate Sukuks, Shariah Compliant Bank Balances, Ijarah Sukuks, Commercial Paper, Placement with Banks and Others stood at 35.11%, 19.38%, 17.43%, 14.19%, 9.78% and 4.11%, respectively. The Net Assets of the Fund stood at Rs. 1.77 billion, with 3.49 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Income Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs 46.50 per unit for the period ended June 30, 2022 (9.30% on the face value of Rs. 500 per unit).

The Administrative Plans:

The Management Company is offering investment plans that allow investors focused combination investment strategic in Atlas Islamic Income fund (AIIF) and Atlas Islamic Stock Fund (AISF). The investment plans were offered from September 2008, and the returns are as under:

Administrative Plans	Proportionate Investment in		Return (period ended)			
	AIIF	AISF	2018-19	2019-20	2020-21	2021-22
Atlas Bachat Islamic Plan	85%	15%	4.37%	11%	10.90%	5.96%
Atlas Bachat Balanced Islamic Plan	50%	50%	-5.24%	9.55%	21.50%	-2.15%
Atlas Bachat Growth Islamic Plan	15%	85%	-14.84%	8.12%	32.10%	-10.3%

Breakdown of Unit holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Associated Companies/ Directors	9	1,789,073,337	67.11%
Individual	447	328,908,575	12.34%
Insurance Companies	1	41,907,771	1.57%
Other Corporates	14	42,128,269	1.58%
Retirement Funds	19	463,819,237	17.40%
Total	490	2,665,837,189	100.00%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIIF amounting to Rs. 10.82 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIIF by 0.44%. This is one-off event and is not likely to be repeated in the future. The scheme has also held provision for FED liability that amounted to Rs. 1,733,902 up till June 30, 2022 (Rs. 0.50 per unit).

The Total Expense Ratio (TER) of the Fund is 0.71% including reversal representing Government levy and SECP Fee of 0.08%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Fawad Javaid
Head of Fixed Income

Performance Since Inception

	2022	2021	2020	2019	2018	2017	2016
Net Assets (Rs. In '000)	1,770,907	2,157,034	2,134,601	1,392,226	872,222	1,614,259	558,553
Number of units in issue	3,492,542	4,263,884	4,227,883	2,762,766	1,653,270	3,210,424	1,113,938
Net assets value per unit (Rs.)	507.05	505.88	504.89	503.92	527.57	502.82	501.42
Net income (Rs. in '000)	192,167	131,489	200,394	79,290	56,557	37,946	24,901
Earnings per unit (Rs.)	55.02	30.84	47.53	28.70	34.21	11.82	22.35
Annual return of the fund (%)	9.44	6.35	11.59	8.48	4.92	5.97	4.97
Offer Price ** (Rs.)	507.05	505.88	504.89	503.92	527.57	502.82	501.42
Redemption Price ** (Rs.)	507.05	505.88	504.89	503.92	527.57	502.82	501.42
Highest offer price per unit (Rs.)	552.38	536.58	561.46	526.29	527.41	529.96	526.20
Lowest offer price per unit (Rs.)	506.22	505.71	504.14	503.46	503.00	502.10	501.09
Highest repurchase price per unit (Rs.)	552.38	536.58	561.46	526.29	527.41	529.96	526.20
Lowest repurchase price per unit (Rs.)	506.22	505.71	504.14	503.46	503.00	502.10	501.09
Weighted average portfolio (No. of days)	721.74	389.80	443.04	143.77	273.60	144.89	505.79

	2015	2014	2013	2012	2011	2010	2009*
Net Assets (Rs. In '000)	424,447	520,674	526,078	462,315	379,805	346,658	255,864
Number of units in issue	846,460	1,030,979	1,047,317	920,985	738,995	679,312	494,203
Net assets value per unit (Rs.)	501.44	505.03	502.31	501.98	513.95	510.31	517.73
Net income (Rs. in '000)	15,341	39,438	46,785	42,878	31,269	26,824	15,215
Earnings per unit (Rs.)	18.12	38.25	44.67	46.56	42.31	39.49	30.79
Annual return of the fund (%)	7.21	8.22	8.65	10.11	9.90	9.22	11.50
Offer Price ** (Rs.)	501.44	505.03	507.14	506.92	519.09	515.41	522.91
Redemption Price ** (Rs.)	501.44	505.03	502.12	501.90	513.95	510.31	517.73
Highest offer price per unit (Rs.)	540.54	516.35	523.39	522.42	519.09	521.78	543.87
Lowest offer price per unit (Rs.)	501.34	503.08	507.04	506.61	506.42	505.97	506.92
Highest repurchase price per unit (Rs.)	540.54	515.50	518.21	517.25	513.95	518.14	538.49
Lowest repurchase price per unit (Rs.)	501.34	502.92	502.02	501.59	501.41	500.96	506.92
Weighted average portfolio (No. of days)	89.31	151.13	305.85	504.34	311.01	10.96	13.44

*Period from 16 August 2008 to 30 June 2009 (Date of Launch: 14 october 2008)

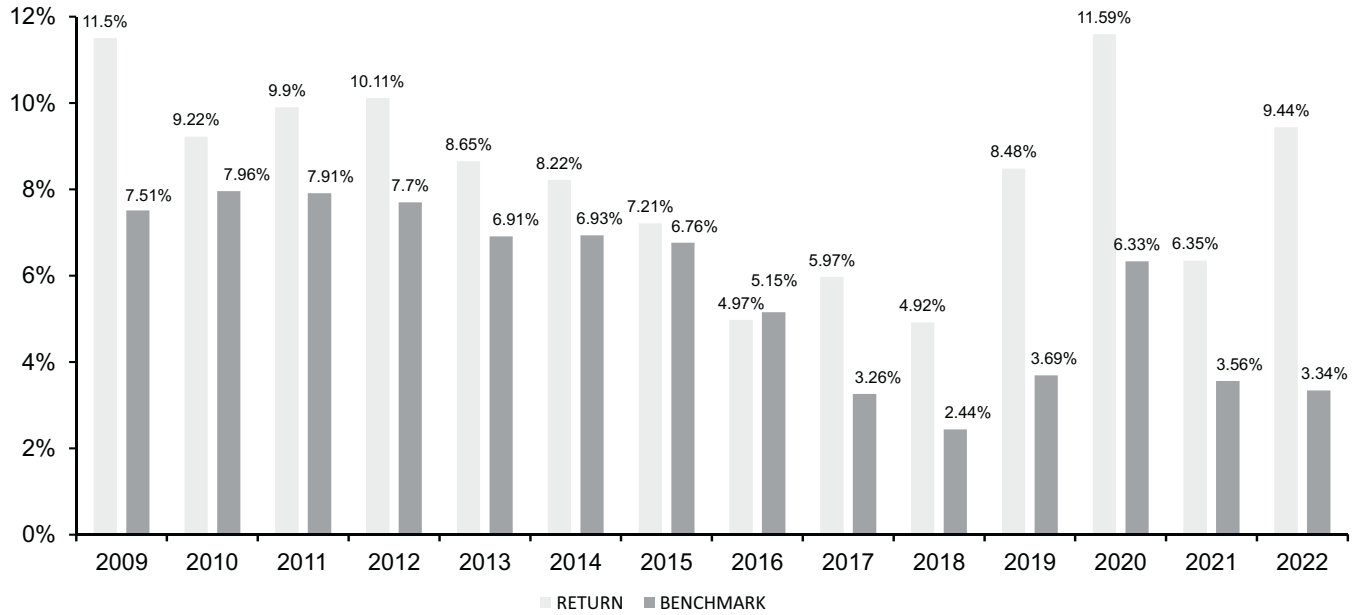
** Relates to announced prices.

Note: Past performance of the funds is not indicative of future performance, and the unit price and investment return may godown, as well as up.

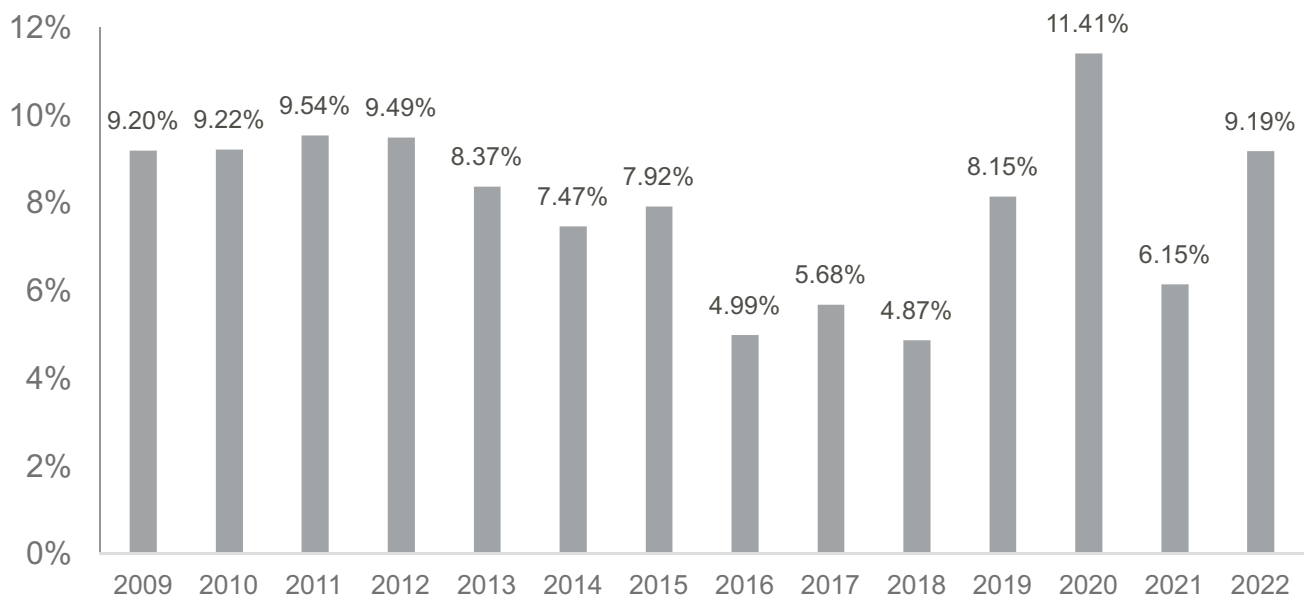
Distribution History

Distribution Detail:	2022	2021	2020	2019	2018	2017	2016	2015
First Interim distribution cash dividend (Rs.)	46.50	31.05	57.50	18.00	-	28.50	25	40
First Interim distribution as a % of Ex-NAV of units	9.19	6.15	11.41	3.58	-	5.68	4.99	7.92
Date of distribution - Interim	27-Jun-22	28-Jun-21	26-Jun-20	18-Jan-19	-	20-Jun-17	24-Jun-16	29-Jun-15
Second Interim distribution cash dividend (Rs.)	-	-	-	23.00	-	-	-	-
Second Interim distribution as a % of Ex-NAV of units	-	-	-	4.57	-	-	-	-
Date of distribution - Interim	-	-	-	27-Jun-19	-	-	-	-
Final Distribution - Cash Divided (Rs.)	-	-	-	-	24.50	-	-	-
Final Distribution as a % of Opening Ex-NAV of units	-	-	-	-	4.87	-	-	-
Distribution date	-	-	-	-	6-Jul-18	-	-	-

Yearly Performance (Annualized)



Payout History (% on Opening NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Islamic Income Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

REVIEW REPORT OF THE SHARIAH ADVISOR

As a Shariah Adviser of the Atlas Islamic Income Fund (AIIF), I am issuing this report in accordance with clause 10.2.6 (e) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah compliance of the Fund's activities.

It is the responsibility of Atlas Asset Management Limited (AAML), the management company of the Fund, to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. As a Shariah Adviser my responsibility is to express an opinion based on my review of the representations made by the management, to the extent where such compliancy can be objectively verified.

As part of my mandate as the Shariah Adviser to the Fund, I have reviewed the following, during the year:

- The modes of investment of Fund's property and its compliance with Shariah guidelines.
- The process of deployment of Fund's property and its compliance with Shariah guidelines.
- The process of purification of income and its compliance with Shariah guidelines.

In light of the above scope, I hereby certify that all the provisions of the scheme and investments made by AIIF for the period ended June 30, 2022 are in compliance with the Shariah principles.

There are investments made by AIIF where investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Fund Manager, in consultation with me, the Shariah Board of the Fund, have determined the Haram portion of the income of the Fund and marked to charity in order to purify the whole income.

Karachi: 30 June 2022

Dr. Mufti Hassan Usmani
Shariah Advisor

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Islamic Income Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Islamic Income Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investment in Islamic securities	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of Islamic securities which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of Islamic securities. Our key procedure included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investments portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement and valuations on the basis of prices determined by Mutual Funds Association of Pakistan (MUFAP). • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investments portfolio and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard.

Key audit matter	How our audit addressed the key audit matter
	We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investments portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

-
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 ----- Rupees -----	2021
ASSETS			
Bank balances and term deposit receipts	4	544,930,005	1,161,547,092
Investments	5	1,194,383,644	1,066,779,465
Profit accrued	6	49,930,200	27,394,594
Security deposit and other receivables	7	670,468	580,800
Total assets		1,789,914,317	2,256,301,951
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	8	2,829,528	3,206,990
Payable to Central Depository Company of Pakistan Limited - Trustee	9	136,134	164,233
Payable to the Securities and Exchange Commission of Pakistan	10	431,412	427,796
Payable against redemption of units	11	1,000,000	75,723,636
Dividend payable		487,666	448,433
Accrued expenses and other liabilities	12	14,122,078	19,297,347
Total liabilities		19,006,818	99,268,435
NET ASSETS		1,770,907,499	2,157,033,516
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		1,770,907,499	2,157,033,516
CONTINGENCIES AND COMMITMENTS	14		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		3,492,542	4,263,884
		----- Rupees -----	
NET ASSET VALUE PER UNIT		507.0540	505.8846

The annexed notes from 1 to 32 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	Note	2022 -----Rupees-----	2021
INCOME			
Profit on Investments and bank balances	15	202,819,327	149,644,900
Loss on sale of investments - net	5.4	(1,956,544)	(207,416)
Net unrealised (loss) / gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(4,224,806)	1,849,835
		(6,181,350)	1,642,419
Total income		196,637,977	151,287,319
EXPENSES			
Remuneration of the Management Company	8.1	7,549,799	8,555,924
Sindh Sales Tax on remuneration of the Management Company	8.2	981,482	1,112,270
Remuneration of the Trustee	9.1	1,617,815	1,604,236
Sindh Sales Tax on remuneration of the Trustee	9.2	210,327	208,550
Annual fees Securities and Exchange Commission of Pakistan	10.1	431,407	427,797
Accounting and operational charges	16	2,588,511	3,636,267
Auditors' remuneration	17	405,540	292,950
Transaction charges	13	282,650	294,983
Annual listing fee		27,500	30,138
Annual rating fee		439,256	363,227
Printing charges		44,408	61,999
Shariah advisory fee		180,000	180,000
Bank charges		40,113	40,561
Legal and professional charges		490,171	306,360
(Reversal) / provision for Sindh Workers' Welfare Fund	12.1	(10,817,933)	2,683,441
Total expenses		4,471,046	19,798,703
Net income for the year before taxation		192,166,931	131,488,616
Taxation	19	-	-
Net income for the year after taxation		192,166,931	131,488,616
Allocation of net income for the year:			
- Net income for the year after taxation		192,166,931	131,488,616
- Income already paid on units redeemed		(83,602,479)	(26,606,761)
		108,564,452	104,881,855
Accounting income available for distribution:			
- Relating to capital gains		-	1,642,419
- Excluding capital gains		108,564,452	103,239,436
		108,564,452	104,881,855

The annexed notes from 1 to 32 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022 ----- Rupees -----	2021 ----- Rupees -----
Net income for the year after taxation	192,166,931	131,488,616
Other comprehensive income	-	-
Total comprehensive income for the year	192,166,931	131,488,616

The annexed notes from 1 to 32 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

	30 June 2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,139,275,085	-	2,139,275,085
Undistributed income brought forward			
- Realised gain	-	16,233,656	16,233,656
- Unrealised gain	-	1,524,775	1,524,775
Net assets at the beginning of the year (Units outstanding: 4,263,884) (Rs. 505.8846 per unit)	2,139,275,085	17,758,431	2,157,033,516
Issue of 7,165,413 units	3,747,777,310	-	3,747,777,310
Redemption of 7,936,755 units	(4,093,374,902)	(83,602,479)	(4,176,977,381)
Total comprehensive income for the year	-	192,166,931	192,166,931
Refund of Capital	(43,925,847)	-	(43,925,847)
Cash distribution for year ended 30 June 2022 at Rs. 46.50 per unit declared on 27 June 2022	-	(105,167,030)	(105,167,030)
Net assets at end of the year (Units outstanding: 3,492,542) (Rs. 507.054 per unit)	1,749,751,646	21,155,853	1,770,907,499
Undistributed loss carried forward			
- Realised gain	-	25,380,752	-
- Unrealised loss	-	(4,224,899)	-
	-	21,155,853	-
	30 June 2021		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	2,122,558,890	-	2,122,558,890
Undistributed income brought forward			
- Realised gain	-	43,071,903	43,071,903
- Unrealised loss	-	(31,029,698)	(31,029,698)
Net assets at the beginning of the year (Units outstanding: 4,227,883) (Rs. 504.8900 per unit)	2,122,558,890	12,042,205	2,134,601,095
Issue of 6,592,099 units	3,423,385,925	-	3,423,385,925
Redemption of 6,556,098 units	(3,378,839,325)	(26,606,761)	(3,405,446,086)
Total comprehensive income for the year	-	131,488,616	131,488,616
Refund of Capital	(27,830,405)	-	(27,830,405)
Cash distribution for year ended 30 June 2021 at Rs. 31.05 per unit declared on 28 June 2021	-	(99,165,629)	(99,165,629)
Net assets at end of the year (Units outstanding: 4,263,884) (Rs. 505.8846 per unit)	2,139,275,085	17,758,431	2,157,033,516
Net income for the year after taxation			
Undistributed income carried forward			
- Realised gain	-	16,233,656	-
- Unrealised gain	-	1,524,775	-
Net assets value per unit at end of the year	-	17,758,431	-

The annexed notes from 1 to 32 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	192,166,931	131,488,616
Adjustment for:		
Profit on Investments and bank balances	(202,819,327)	(149,644,900)
Loss on sale of investments - net	1,956,544	207,416
Net unrealised loss / (gain) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	4,224,806	(1,849,835)
(Reversal) / provision for Sindh Workers' Welfare Fund	(10,817,933)	2,683,441
	(207,455,910)	(148,603,878)
(Increase) in assets		
Security deposit and other receivables	(89,668)	(1,859)
Increase/(decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(377,462)	113,140
Payable to Central Depository Company of Pakistan Limited - Trustee	(28,099)	14,830
Payable to the Securities and Exchange Commission of Pakistan	3,616	54,315
Dividend payable	39,233	115,543
Accrued expenses and other liabilities	5,642,664	(5,653,603)
	5,279,952	(5,355,775)
Profit received on investments and bank balances	180,283,721	141,979,267
Investments - net	(133,785,530)	(509,423,719)
Net cash generated from / (used in) operating activities	36,399,496	(389,917,348)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	3,747,777,310	3,423,385,926
Payments against redemption of units	(4,251,701,016)	(3,329,722,451)
Refund of Capital	(43,925,847)	(27,830,405)
Cash dividend	(105,167,030)	(99,165,629)
Net cash used in financing activities	(653,016,583)	(33,332,559)
Net decrease in cash and cash equivalents	(616,617,087)	(423,249,907)
Cash and cash equivalents at the beginning of the year	1,161,547,092	1,584,796,999
Cash and cash equivalents at the end of the year	544,930,005	1,161,547,092

The annexed notes from 1 to 32 form an integral part of these 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 and the Offering Document has been revised various times during 2010 to 2022 with its last amendment in 26 July 2021 and 21 December 2021, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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 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.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPERATION

2.1 Statement of compliance

These 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities.	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable and Federal Excise Duty payable on remuneration of management company as disclosed in notes 7.1 and 8.3 respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years and are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances, are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL.

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL.

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as 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'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; 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 etc.

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 criteria.

'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.

c) Subsequent Measurement

Debt instruments at fair value through profit or loss

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

l) Determination of fair value

a) Debt securities (other than government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

b) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

c) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

These comprise balances with banks, cheques in hand and short-term highly liquid investments with original maturities of three months or less.

3.3 Issue and redemption of units

Units issued are recorded at the offer price, determined by the management company for the application received by the management company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the distribution company and the management company as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the distribution company / management company / distributors receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the management company may consider to be an appropriate provision of duties and charges.

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.6 Revenue recognition

- Dividend income is recognized when the right to receive the dividend is established
- Profit on bank balances and deposits is recognised on an accrual basis.
- Gain or loss on sale of Shariah compliant debt securities and derivatives is accounted for in the year in which it arises.
- 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.

3.7 Expenses

All expenses chargeable to the Fund including remuneration of management company, trustee, and annual fee of the SECP are recognised in the income statement on an accrual basis.

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 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. Since the management has paid the required minimum percentage of income earned by the Fund during the year ended 30 June 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.10 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Distribution Committee of the Board of Directors of the Management Company under the powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.11 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 year end.

3.12 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year before taxation of the Fund by the weighted average number of units outstanding during the year.

		2022	2021
4	BANK BALANCES AND TERM DEPOSIT RECEIPTS	Note	Rupees
In local currency			
- Profit and loss sharing accounts	4.1	346,930,505	1,151,880,874
- Current account		5,000	5,000
- Cheques in hand	4.2	22,994,500	9,661,219
- Term deposit receipts	4.3	175,000,000	-
		544,930,005	1,161,547,092

4.1 The rate of return on these accounts during the year ranges between 6.6% to 15% (30 June 2021: 5.5% to 6.9%), per annum. The profit rates effective at the year end on these accounts ranges between 13.75% and 15% (30 June 2021: 6% and 6.45%) per annum.

4.2 This denotes cheques received against issuance of units which were deposited and cleared in the bank account subsequent to the year end by 5 July 2022 (2021 28 July 2021).

As at 1 July 2021	Purchased during the year	Matured during the year	As at 30 June 2022	Profit Rate	Issue Date	Maturity Date	Rating	
----- Face value (Rupees) -----								
Faysal Bank Limited	-	325,000,000	325,000,000	-	7.25%	8-Sep-21	8-Dec-21	AA
Faysal Bank Limited	-	275,000,000	275,000,000	-	10.85%	16-Dec-21	16-Mar-22	AA
Askari Bank Limited	-	175,000,000	-	175,000,000	14.40%	27-May-22	25-Aug-22	AA+
Total as at 30 June 2022		775,000,000	600,000,000	175,000,000				
Total as at 30 June 2021		-	-	-				

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
5	INVESTMENTS	Note	Rupees
At fair value through profit or loss			
	Debt securities - sukuk certificates	5.1	628,432,515
	Islamic commercial paper	5.2	253,979,429
	Government of Pakistan - Ijarah Sukuk	5.3	311,971,700
	Certificate of Musharika		-
			300,000,000
			1,194,383,644
			1,066,779,465

5.1 Debt securities - sukuk certificates

Particulars	As at 01 July 2021	Acquired during the year	Disposed during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Unrealised appreciation as at 30 June 2022	Market Value as % of Net Assets as at 30 June 2022	Market Value as % of Total Investments as at 30 June 2022
	Number of certificates				Rupees			%	
Unlisted									
BANKS									
Meezan Bank Limited - Tier I (Face Value Rs. 1,000,000)	50	-	50	-	-	-	-	-	-
Meezan Bank Limited - Tier II (Face Value Rs. 1,000,000)	50	-	-	50	51,875,000	52,000,000	125,000	2.94	4.35
Albaraka Bank (Pakistan) Limited - Tier II (Face Value Rs. 1,000,000)	-	75	-	75	75,000,000	75,000,000	-	4.24	6.28
Pharmaceutical									
OBS AGP (Private) Limited - SUKUK Certificate (Face value Rs. 100,000)	-	1,150	-	1,150	115,000,000	115,575,000	575,000	6.53	9.68
Listed									
Power Generation & Distribution									
The Hub Power Company Limited (Face Value Rs. 100,000)	550	-	-	550	42,072,714	43,399,125	1,326,411	2.45	3.63
Hub Power Holding Limited (Face Value Rs. 100,000)	1,000	-	-	1,000	82,458,390	82,458,390	-	4.66	6.90
K-Electric Limited - IV (Face Value Rs. 1,000,000)									
	-	80	-	80	80,000,000	80,000,000	-	4.52	6.70
K-Electric Limited - V (Face Value Rs. 1,000,000)									
	-	100	-	100	100,000,000	100,000,000	-	5.65	8.37
K-Electric Limited - VI (Face Value Rs. 1,000,000)									
	-	40	-	40	40,000,000	40,000,000	-	2.26	3.35
Lucky Electric Power Company Limited (Face Value Rs. 1,000,000)									
	-	40	-	40	40,000,000	40,000,000	-	2.26	3.35
Total - June 30, 2022					626,406,104	628,432,515	2,026,411	35.49%	52.62%
Total - June 30, 2021					240,605,940	242,211,575	1,605,635	22.70%	11.23%

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 5.1.1** The cost of these investments at 30 June 2022 amounted to Rs. 637,458,500 (30 June 2021: Rs. 237,458,500).
- 5.1.2** These carry quarterly and semi annually rate of return ranging from "3 months Kibor + 1.55%" to "3 months Kibor + 1.90%" and "6 months Kibor + 0.25%" to "6 months Kibor + 1.50%" (30 June 2021: "3 months Kibor + 1%" and "6 months Kibor + 0.5%" to "6 months Kibor + 0.90%") respectively, having maturity upto December 2031 (2021: 09 January 2030).
- 5.1.3** The securities are valued on the basis of amortization on its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non trade debt securities with residual maturity of up to six months.

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
The Hub Power Company Limited - II	AA+	04 years	Quarterly	Aug 2023	3 month KIBOR + 1.90%
OBS AGP Private Limited - Sukuk	A+	05 years	Quarterly	Jul 2026	3 month KIBOR + 1.55%
K-Electric Limited - IV	AA	06 Month	Bullet Payment	Sep 2022	6 month KIBOR + 0.85%
K-Electric Limited - VI	AA	06 Month	Bullet Payment	Oct 2022	6 month KIBOR + 0.90%
K-Electric Limited Short Term Sukuk V	AA	06 Month	Bullet Payment	Oct 2022	6 month KIBOR + 0.95%
Lucky Electric Power Company Limited	AA	06 Month	Bullet Payment	Oct 2022	6 month KIBOR + 1.05%
Hub Power Holding Limited	AA	05 years	Semi -annually	Nov 2025	6 month KIBOR + 0.25%
Meezan Bank Limited Tier - II	AA	10 years	Semi -annually	Sep 2026	6 month KIBOR + 0.50%
Albaraka Bank (Pakistan) Limited - Tier II	A+	10 years	Semi -annually	Dec 2031	6 month KIBOR + 1.50%

5.2 Islamic commercial paper

Particulars	As at 01 July 2021	Acquired during the year	Disposed during the year	As at 30 June 2022	Carrying value as at 30 June 2022	Market value as at 30 June 2022	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 - ICP 16	40	-	40	-	-	-	-	-
K-Electric Limited - ICP 17	130	-	130	-	-	-	-	-
K-Electric Limited - ICP 18	75	-	75	-	-	-	-	-
K-Electric Limited - ICP-20	-	75	75	-	-	-	-	-
K-Electric Limited - ICP-21	-	25	25	-	-	-	-	-
K-Electric Limited - ICP-23	-	63	63	-	-	-	-	-
MUGHAL-CP	-	75	-	75	74,640,498	74,640,498	4.21	6.25
Lucky Electric Power Limited - ICP-I	-	100	100	-	-	-	-	-
Lucky Electric Power Limited - ICP-II	-	180	-	180	179,338,932	179,338,932	10.13	15.02
Total - June 30, 2022					253,979,429	253,979,429	14.34	21.26
Total - June 30, 2021					240,591,390	240,591,390	23%	11%

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.2.1 The nominal value of these commercial papers is Rs. 1,000,000 per certificate with 8.05% to 12.97% expected profit rate (2021: 8.41%).

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

5.3 Government of Pakistan - Ijarah Sukuk

Script	As at 01 July 2021	Acquired during the year	Disposed during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Unrealised (diminution) / appreciation as at 30 June 2022	Market Value as % of Net Assets of Fund	Market Value as a % of total value of investments of fund
----- Face Value - Rupees -----					----- Rupees -----		----- % age -----		
Government of Pakistan Ijarah Sukuks	287,500,000	110,000,000	78,000,000	319,500,000	318,222,900	311,971,700	(6,251,200)	17.62%	26.12%
Total - 30 June 2022					318,222,900	311,971,700	(6,251,200)	17.62%	26.12%
Total - 30 June 2021					283,732,300	283,976,500	244,200	26.62%	13.17%

5.3.1 Investment in GOP Ijarah Sukuks carried mark up ranging between 8.37% to 14.60% (2021: 6.40% to 8.37%) per annum and were due to mature between 30 April 2025 to 06 Oct 2026 (2021: 30 April 2025 to 29 July 2025). As at 30 June 2022, the cost of investments amounted to Rs. 318,222,900 (2021: Rs. 287,204,800)

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

5.4 (LOSS) / GAIN ON SALE OF INVESTMENTS - NET	Note	2022 ----- Rupees -----	2021 ----- Rupees -----
Net loss on disposals of Sukuk certificates		(2,055,344)	(207,416)
Net gain on disposals of GOP Ijarah		98,800	-
		(1,956,544)	(207,416)

6 PROFIT ACCRUED

Profit accrued on:

- Profit and loss sharing accounts	6,352,778	6,844,087
- Gop Ijarah	8,199,683	4,995,057
- Sukuk certificates and commercial papers	32,961,300	12,099,285
- Term deposit receipts	2,416,438	3,456,164
	49,930,200	27,394,594

7 SECURITY DEPOSIT AND OTHER RECEIVABLES

	2022 ----- Rupees -----	2021 ----- Rupees -----
Deposit with Central Depository Company of Pakistan Limited (CDC)	100,000	100,000
Tax recoverable	570,468	480,800
	670,468	580,800

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 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 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 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax Recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.16 per unit (30 June 2021: Rs. 0.11 per unit).

8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	2022	2021
		Rupees	Rupees
Remuneration of the Management Company	8.1	562,196	775,248
Sindh sales tax payable on remuneration of the Management Company	8.2	340,672	368,362
Federal Excise Duty on remuneration of the Management Company	8.3	1,733,902	1,733,902
Accounting and operational charges	16	192,758	329,478
		2,829,528	3,206,990

- 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 set the maximum limit of 1.5% of average annual net assets, within allowed expense. The Management Company has charged its remuneration at rate of 0.35%(2021:0.40%) per annum of the average annual net assets. The Management Company is entitled to an amount not exceeding 2% of the average annual net assets, within allowed expense. The fee is payable to the Management Company monthly in arrears.
- 8.2 Sindh Sales Tax has been charged at 13% (2021:13%) on management fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 981,482 (2021: Rs. 1,112,270). Furthermore, an amount of Rs. 1,009,172 (2021: Rs.1,102,824) 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 04 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 01 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 (2021: Rs 1.734 million) is being retained in the 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 financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been higher by Rs. 0.50 per unit (2021: Re. 0.41 per unit).

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	2022	2021
		Rupees	Rupees
Remuneration of the Trustee	9.1	120,469	145,339
Sindh sales tax on remuneration of the Trustee	9.2	15,664	18,895
		136,134	164,233

- 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 average Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated 27 June 2019 issued by CDC. Previously, the trustee fee was charged in accordance with the following slab rates:

On net assets:

- up to Rs.1,000 million 0.17% per annum of Net Assets
- Rs.1,000 million to Rs.5,000 million Rs.1.7 million plus 0.085% per annum of Net Assets exceeding Rs.1,000 million
- exceeding Rs.5,000 million Rs.5.1 million plus 0.07% per annum of Net Assets exceeding Rs.5,000 million

- 9.2** Sindh Sales Tax has been charged at 13% (2021:13%) on remuneration of the Trustee, resulting in an amount of Rs. 210,327(2021: Rs. 208,550) charged during the year. Furthermore, an amount of Rs. 213,558 (2021: Rs 206,844) was paid to the Trustee which acts as a collecting agent.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rupees	
Annual fee payable	10.1	431,412	427,796

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). Effective 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% (2021: 0.02%) of net assets on all categories of CISs.

11 PAYABLE AGAINST REDEMPTION OF UNITS

This represents payable against units redeemed to the unit holder based on their request for cash payout managed by the Management Company.

		2022	2021
12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Rupees	
Auditors' remuneration payable		339,116	287,550
Printing charges payable		-	12,357
Payable to shariah advisor		45,000	45,000
Withholding tax and capital gain tax payable		13,134,507	7,540,917
Zakat payable		58,902	49,036
Other payable		544,554	544,554
Provision for Sindh Workers' Welfare Fund	12.1	-	10,817,932
		14,122,078	19,297,347

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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2022 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

13 TRANSACTION CHARGES

This represents brokerage, federal excise duty and settlement charges.

14 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at 30 June 2022 and (30 June 2021: Nil) .

		2022	2021
15 PROFIT ON BANK AND INVESTMENTS	Note	Rupees	
Markup income on:			
- Profit and loss sharing accounts	4.1	75,430,231	78,062,417
- Term deposit receipts	4.3	15,648,116	1,664,384
- Sukuk certificates	5.1.2	49,188,007	26,934,830
- Commercial paper	5.2.1	32,081,421	5,492,507
- Government of Pakistan (GoP) ijarah sukuks	5.3.1	26,359,907	30,555,478
- Certificate of Musharka		4,111,644	3,456,164
- Bai Muajjal		-	3,479,120
		202,819,327	149,644,900

16 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 0.12% of the average annual net assets of the Fund (2021: 0.17% of the average annual net assets of the Fund).

	2022	2021
17 AUDITORS' REMUNERATION	Rupees	
Audit fee	190,000	190,000
Half yearly review of financial statements	95,000	95,000
Income Certification	60,500	60,500
Sindh Sales Tax on services	30,040	30,040
Out of pocket expenses	30,000	30,000
Prior year adjustment	-	(112,590)
	405,540	292,950

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 0.71% (2021: 0.93%) which includes 0.08% (2021: 0.21%) 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.

19 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

expenses as are chargeable thereon to the unitholders. Since the management has paid the required minimum percentage of income earned by the Fund during the year ended 30 June 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

20 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.

21 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 21.1** 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 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.
- 21.2** Transactions with connected persons essentially comprise sale and repurchase of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.
- 21.3** Remuneration of 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.
- 21.4** The details of transactions carried out by the Fund with connected persons during the year and balances with them as at year end are as follows:

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	7,549,799	8,555,924
Remuneration paid	6,987,603	8,555,924
Sindh Sales Tax on remuneration of the Management Company	981,482	1,112,270
Accounting and operational charges	2,588,511	3,636,267
Issue of 448,022 (2021: Nil) units	231,177,923	-
Redemption of 448,022 (2021: Nil) units	240,874,733	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,617,815	1,604,236
Sindh sales tax on remuneration of the Trustee	210,327	208,550
Remuneration paid to the Trustee	1,642,684	1,604,236
Settlement charges	262,568	202,500
Sindh sales tax on settlement charges	-	1,455
Atlas Group of Companies, M.S.G.Fund		
Redemption of 8,851 (2021: Nil) units	4,629,516	-
Issue of 175,985.5 (2021: Nil) units	91,200,514	-
Dividend declared	7,117,511	-
Outstanding 167,134 (2021: Nil) units - at net asset value	84,745,963	-
Atlas Honda Limited (Group Company)		
Issue of 3 (2021: 2) units	1,527	969
Dividend declared	1,797	1,140
Outstanding 42 (2021: 39) units - at net asset value	21,125	19,549

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	Rupees	
Honda Atlas Cars (Pakistan) Limited Employee Provident Fund		
Issue of 183,298 (2021: Nil) units	95,719,053	-
Dividend declared	7,805,858	-
Outstanding 183,298 (2021: Nil) units - at net asset value	92,941,984	-
Honda Atlas Power Product (Private) Limited		
Issue of 6 (2021: 76) units	3,006	-
Dividend declared	3,536	-
Outstanding 82 (2021: Nil) units - at net asset value	41,578	-
Shirazi Investments (Private) Limited (Group Company)		
Issue of 8 (2021: Nil) units	4,060	-
Redemption of 8 (2021: 3,983) units	4,148	2,019,812
Atlas Insurance Limited Window Takaful Operations		
Issue of Nil (2021: 98,415) units	-	50,000,000
Redemption of Nil (2021: 98,415) units	-	50,388,503
Cherat Cement Company Limited Employees Provident Fund		
Issue of Nil (2021: 60,802) units	-	31,337,330
Dividend declared	-	1,337,330
Outstanding Nil (2021: 60,802) units - at net asset value	-	30,698,302
CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)		
Issue of 40,782 (2021: 951,064) units	20,777,273	148,821,696
Redemption of 991,845 (2021: 34,559) units	510,176,351	17,500,000
Dividend declared	-	27,821,696
Outstanding Nil (2021: 951,064) units - at net asset value	-	481,128,597
CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of 7,161 (2021: 64,135) units	3,663,083	8,236,150
Redemption of 16,980 (2021: 4,469) units	9,000,000	2,340,000
Dividend declared	2,313,083	1,876,150
Outstanding 54,316 (2021: 64,135) units - at net asset value	27,541,145	32,444,798
CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of 9,363 (2021: 122,815) units	4,736,507	18,582,723
Redemption of Nil (2021: 18,956) units	11,100,000	9,980,000
Dividend declared	4,736,507	3,592,723
Outstanding 111,223 (2021: 122,815) units - at net asset value	56,396,067	62,273,606
CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issue of 31,912 (2021: 201,272) units	16,793,406	13,607,868
Redemption of 26,696 (2021: 14,955) units	14,100,000	7,665,000
Dividend declared	8,793,406	5,887,868
Outstanding 206,488 (2021: 201,272) units - at net asset value	104,700,465	101,820,596

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)		
Issue of 4,353 (2021: 47,352) units	2,201,872	11,285,202
Redemption of Nil (2021: 20,124) units	-	10,350,000
Dividend declared	2,201,872	1,385,202
Outstanding 51,705 (2021: 47,352) units - at net asset value	26,217,227	24,010,066
Directors and their close family members and key management personnel of the Management Company		
Issue of 40,402 (2021: 4,753) units	21,573,009	3,671,984
Redemption of 44,817 (2021: 9,608) units	23,943,377	4,913,101
Dividend declared	-	249,133
Outstanding 338 (2021: 8,457) units - at net asset value	171,384	4,288,156

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

22 FINANCIAL INSTRUMENTS BY CATEGORY

	As at 30 June 2022			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	----- (Rupees) -----			
Financial assets				
Bank balances and Term Deposits Receipts	544,930,005	-	-	544,930,005
Investments	-	1,194,383,644	-	1,194,383,644
Profit accrued	49,930,200	-	-	49,930,200
Security deposit and other receivables	100,000	-	-	100,000
	594,960,205	1,194,383,644	-	1,789,343,849

	As at 30 June 2022		
	At fair value through profit or loss	At amortised Cost	Total
	----- (Rupees) -----		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	2,829,528	2,829,528
Payable to Central Depository Company of Pakistan Limited - Trust	-	136,134	136,134
Payable against redemption of units	-	1,000,000	1,000,000
Dividend payable	-	487,666	487,666
Accrued expenses and other liabilities	-	928,670	928,670
	-	5,381,998	5,381,998

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

As at 30 June 2021			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income
	(Rupees)		
Financial assets			
Bank balances and Term Deposits Receipts	1,161,547,092	-	-
Investments	-	1,066,779,465	-
Profit accrued	27,394,594	-	-
Security deposit and other receivables	100,000	-	-
	1,189,041,686	1,066,779,465	-
			2,255,821,151

As at 30 June 2021			
	At fair value through profit or loss	Other financial liabilities	Total
	(Rupees)		
Financial liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	3,206,990	3,206,990
Payable to Central Depository Company of Pakistan Limited - Trustee	-	164,233	164,233
Payable against redemption of units	-	75,723,636	75,723,636
Unclaimed Dividend	-	448,433	448,433
Accrued expenses and other liabilities	-	889,462	889,462
	-	80,432,754	80,432,754

23 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the management company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund may be exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

23.1 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the Fund's income will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk in respect of bank balances and corporate sukuk securities. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks and investment in corporate sukuks which exposes the Fund

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at June 30, 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs. 12,882,593 (2021: Rs. 16,780,689).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to profit rate risk.

The composition of the Fund's investment portfolio and profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movements in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

----- As at 30 June 2022 -----						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	(Rupees)					
Financial Assets						
Bank balances and Term Deposits Receipts	7% - 15%	521,930,505	-	-	22,999,500	544,930,005
Investments	6.4% - 16.56%	80,000,000	433,979,429	680,404,215	-	1,194,383,644
Profit accrued		-	-	-	49,930,200	49,930,200
Security deposit and other receivables		-	-	-	100,000	100,000
		601,930,505	433,979,429	680,404,215	73,029,700	1,789,343,850
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	2,829,528	2,829,528
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	136,134	136,134
Payable against redemption of units		-	-	-	1,000,000	1,000,000
Unclaimed dividend		-	-	-	487,666	487,666
Accrued expenses and other liabilities		-	-	-	928,670	928,670
		-	-	-	5,381,998	5,381,998
On-balance sheet gap (a)		601,930,505	433,979,429	680,404,215	67,647,702	1,783,961,852
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		601,930,505	433,979,429	680,404,215		
Cumulative interest rate sensitivity gap		601,930,505	1,035,909,934	1,716,314,149		

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2021 -----

As at 30 June 2021

Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	(Rupees)					
Financial Assets						
Bank balances and Term Deposits Receipts	5.5% to 6.9%	1,151,880,873	-	-	9,666,219	1,161,547,091
Investments	7.12% - 8.45%	540,591,390	242,211,575	283,976,500	-	1,066,779,465
Profit accrued		-	-	-	27,394,594	27,394,594
Security deposit and other receivables		-	-	-	100,000	100,000
		1,692,472,263	242,211,575	283,976,500	37,160,813	2,255,821,150
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	3,206,990	3,206,990
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	164,233	164,233
Payable against redemption of units		-	-	-	75,723,636	75,723,636
Unclaimed dividend		-	-	-	448,433	448,433
Accrued expenses and other liabilities		-	-	-	889,462	889,462
		-	-	-	80,432,754	80,432,754
On-balance sheet gap (a)		1,692,472,263	242,211,575	283,976,500	(43,271,941)	2,175,388,396
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		1,692,472,263	242,211,575	283,976,500		
Cumulative interest rate sensitivity gap		1,692,472,263	1,934,683,838	2,218,660,338		

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of 30 June 2022.

23.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest a majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was required to be obtained by the Fund during the current year.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Financial instruments with no fixed maturity	Total
----- Rupees -----						
2022						
Assets						
Bank balances and Term Deposits Receipts	544,930,005	-	-	-	-	544,930,005
Investments	-	80,000,000	433,979,429	680,404,215	-	1,194,383,644
Profit accrued	6,352,778	35,377,739	-	-	-	41,730,517
Security deposit and other receivables	-	-	-	100,000	-	100,000
	551,282,783	115,377,739	433,979,429	680,504,215	-	1,781,144,166
Liabilities						
Payable to Atlas Asset Management Limited - Management Company	2,829,528	-	-	-	-	2,829,528
Payable to Central Depository Company of Pakistan Limited - Trustee	136,134	-	-	-	-	136,134
Payable against redemption of units	1,000,000	-	-	-	-	1,000,000
Dividend payable	487,666	-	-	-	-	487,666
Accrued expenses and other liabilities	544,554	384,116	-	-	-	928,670
	4,997,882	384,116	-	-	-	5,381,998
Net assets	546,284,901	114,993,623	433,979,429	680,504,215	-	1,775,762,169

	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Financial instruments with no fixed maturity	Total
----- Rupees -----						
2021						
Assets						
Bank balances and Term Deposits Receipts	1,161,547,092	-	-	-	-	1,161,547,092
Investments	-	-	-	1,066,779,465	-	1,066,779,465
Profit accrued	6,844,087	20,550,506	-	-	-	27,394,594
Security deposit and other receivables	-	-	-	100,000	100,000	200,000
	1,168,391,179	20,550,506	-	1,066,879,465	100,000	2,255,921,150
Liabilities						
Payable to Atlas Asset Management Limited - Management Company	3,206,990	-	-	-	-	3,206,990
Payable to Central Depository Company of Pakistan Limited - Trustee	164,233	-	-	-	-	164,233
Payable against redemption of units	75,723,636	-	-	-	-	75,723,636
Dividend payable	448,433	-	-	-	-	448,433
Accrued expenses and other liabilities	544,554	-	344,907	-	-	889,461
	80,087,846	-	344,907	-	-	80,432,754
Net assets / (liabilities)	1,088,303,333	20,550,506	(344,907)	1,066,879,465	100,000	2,175,488,397

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

23.3 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted and arises principally from bank balances, investments, profit receivable and deposit and other receivable.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

	2022		2021	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	Rupees			
Bank balances and Term Deposits Receipts	544,930,005	544,930,005	1,161,547,092	1,161,547,092
Investments	1,194,383,644	1,194,383,644	1,066,779,465	1,066,779,465
Profit accrued	41,730,518	41,730,518	27,394,595	27,394,595
Security deposit and other receivables	670,468	670,468	580,800	580,800
	1,781,714,635	1,781,714,635	2,256,301,952	2,256,301,952

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
23.4 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES			
Opening balance as at July 01, 2021	-	75,723,636	75,723,636
Receivable against issuance of units	3,747,777,310	-	3,747,777,310
Payable against redemption of units	-	4,176,977,381	4,176,977,381
	3,747,777,310	4,176,977,381	7,924,754,691
Amount received on issuance of units	(3,747,777,310)	-	(3,747,777,310)
Amount paid on redemption of units	-	(4,251,701,017)	(4,251,701,017)
	(3,747,777,310)	(4,251,701,017)	(7,999,478,327)
Closing balance as at June 30, 2022	-	1,000,000	1,000,000

23.5 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, investment in GOP ijarah sukuks and corporate sukuks. The credit rating profile of above mentioned is as follows:

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Ratings of amounts placed with banks, investment in GOP ijarah sukuks and corporate sukuk certificates.

	% of financial assets	
	2022	2021
	----- % -----	----- % -----
GOP Ijarah Sukuks (Government Guaranteed)	48.82	12.55
Sukuk Certificates	24.23	10.60
AAA	0.99	30.70
AA+	0.00	0.33
AA	18.94	23.11
AA-	0.00	19.67
A+	7.01	3.04
	100.00	100.00

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

23.6 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Fair value of government securities is determined by reference to the rates announced by Financial Market Association of Pakistan and fair value of corporate sukuks is determined on the basis of rates announced by MUFAP. The fair value of financial assets and liabilities of the Fund, other than government securities, approximates their carrying amount due to short term maturities of these instruments.

23.7 Fair value hierarchy

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

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

As at 30 June 2022, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. Particulars regarding their cost and market value are given in note 5. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

24 UNIT HOLDERS FUND RISK MANAGEMENT

The Fund's objective when managing unit holders' funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders, to maintain a strong base of assets to meet unexpected losses or opportunities and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The capital structure depends on the issuance and redemption of units.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs.100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times during the current year.

In accordance with the risk management policies as stated in note 23, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

25 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total
Individuals	1,671	755,415,268	42.67%	1179	714,627,380	33.13%
Insurance Companies*	7	55,676,754	3.14%	8	43,021,862	1.99%
Others	14	441,168,806	24.91%	16	959,313,756	44.47%
Associated Companies/ Directors	3	63,483	0.00%	3	390,848	0.02%
Retirement Funds	21	518,583,188	29.28%	21	439,679,669	20.40%
	1,716	1,770,907,499	100%	1,227	2,157,033,516	100%

* These include investments made by 4 unit linked funds managed by insurance companies.

26 LIST OF TOP BROKERS BY PERCENTAGE OF THE COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Alfalah CLSA Securities (Private) Limited	74.3%	Alfalah CLSA Securities (Private) Limited	57.8%
Pak Oman Investments	25.7%	Pak Oman Investments	42.3%
	100%		100%

27 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

28 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Fawad Javaid	Head of Fixed Income	CMA	Atlas Islamic Income Fund Atlas Income Fund Atlas Money Market Fund Atlas Sovereign Fund Atlas Liquid Fund

29 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

30 RATING OF THE FUND AND THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

Moreover, PACRA has maintained the stability rating of the Fund at "AA- (f)" [2020: "AA- (f)"] on 18 April 2022.

31 GENERAL

The figures have been rounded off to the nearest Rupee.

32 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

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

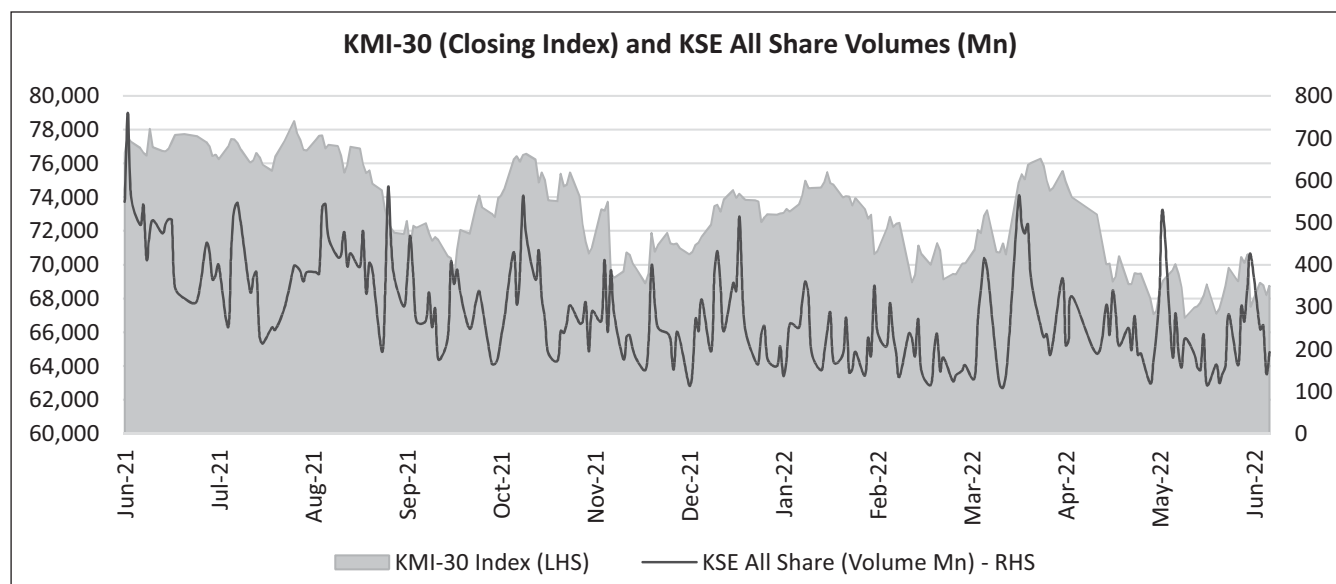
Al-Baraka Bank (Pakistan) Limited
Bank Alfalah Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited - Islamic Banking
MCB Bank Limited - Islamic Banking



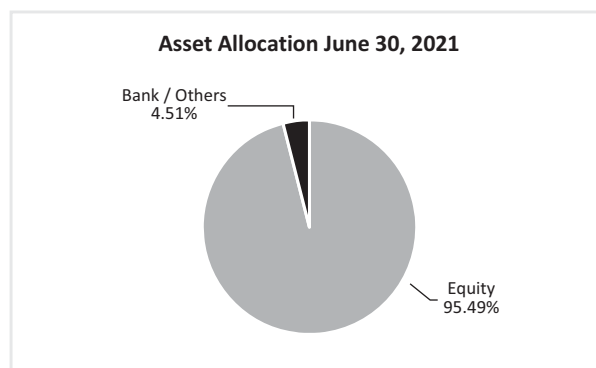
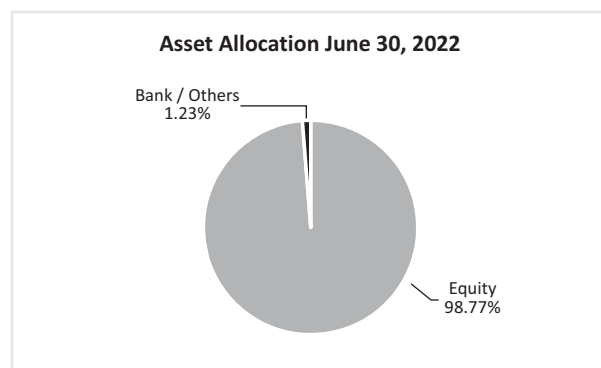
Fund Manager's Report

Atlas Islamic Stock Fund (AISF) is an open-ended equity fund. The fund has a high-risk rating with the objective to provide long term capital growth from an actively managed portfolio invested in Shariah compliant listed companies in Pakistan. The Fund's strategy revolves around Shariah Compliance while making investments in stocks with attractive fundamentals and a potential to outperform the market to generate high returns. The Fund observes the investment limitations as set out by the Shariah code, according to the guidance of the Shariah Advisors and emphasizes on medium to long term investment views, by making investment decisions based upon fundamental analysis. The Fund makes use of portfolio management skills for sector and stock selection in order to efficiently manage the fund's portfolio. The KMI-30 Index serves as the performance benchmark of Atlas Islamic Stock Fund.

The KMI-30 index declined 10.25% from 76,621.54 points as on June 30, 2021, to 68,766.37 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.



The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) decreased by 13.74% to Rs. 494.41 as on June 30, 2022. The benchmark KMI-30 index decreased by 10.25% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 68,766.37 points as on June 30, 2022. AISF's strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospect of earnings growth. AISF equity portfolio exposure stood at 98.77% that mainly comprised of Oil & Gas Exploration, Fertilizer, Cement and Shariah Compliant Commercial Banks. The Net Assets of the Fund stood at Rs. 3.86 billion, with 7.81 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Stock Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs. 0.00 per unit for the period ended June 30, 2022 (0.00% on the face value of Rs. 500 per unit).

The Administrative Plans:

The management company is offering investment plans that allow investors focused combination investment strategic in Atlas Islamic Income fund (AIIF) and Atlas Islamic Stock Fund (AISF). The investment plans were offered from September 2008, and the returns are as under:

Administrative Plans	Proportionate Investment in		Return (period ended)			
	AIIF	AISF	2018-19	2019-20	2020-21	2021-22
Atlas Bachat Islamic Plan	85%	15%	4.37%	11%	10.90%	5.96%
Atlas Bachat Balanced Islamic Plan	50%	50%	-5.24%	9.55%	21.50%	-2.15%
Atlas Bachat Growth Islamic Plan	15%	85%	-14.84%	8.12%	32.10%	-10.3%

Breakdown of Unit holding by size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individuals	8	1,730,548,748	44.84%
Retirement Funds	789	423,495,254	10.97%
Associated Companies/ Directors	3	403,480,480	10.45%
Others	7	345,189,955	8.94%
Insurance Companies	11	956,948,395	24.79%
Total	818	3,859,662,832	100.00%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AISF amounting to Rs. 33.88 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AISF by 1.21%. This is one-off event and is not likely to be repeated in the future. The Scheme has also held provision for FED liability that amounted to Rs. 10,453,385 up till June 30, 2022 (Rs. 1.34 per unit).

The Total Expense Ratio (TER) of the Fund is 3.67% including expenses representing Government levy and SECP Fee of 1.27%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Faran-UI-Haq
Head of Equities

Supplementary Non Financial Information as required under clause 38 A (g) of NBFC and NE Regulations, 2008

Summary of actual proxies voted by Atlas Islamic Stock Fund

AISF	Resolution	For	Against	Abstain
Number	303	303	-	-
%	100%	100%	-	-

Note: The Proxy voting policy of the Atlas Islamic Stock Fund (AISF) is available on the website of Atlas Asset Management Limited and detailed information regarding actual proxies voted by the Company in respect of the Fund is also available without charge, upon request, to all unit holders.

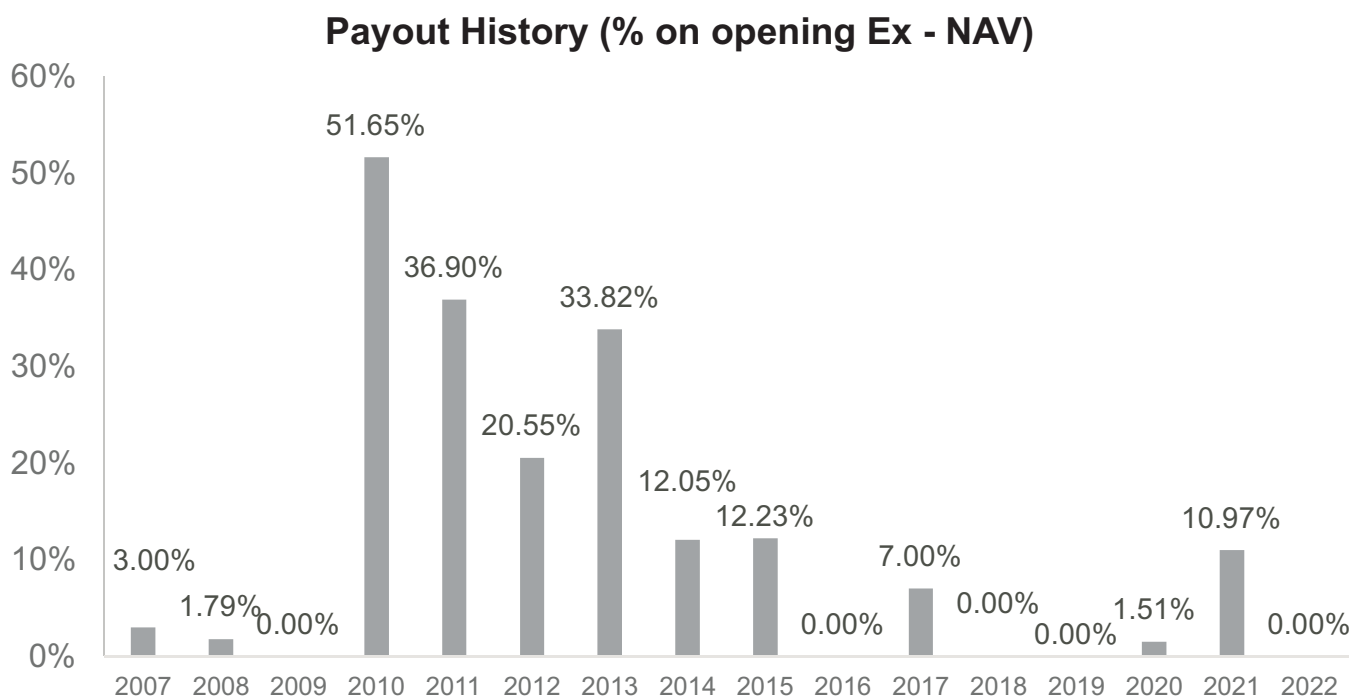
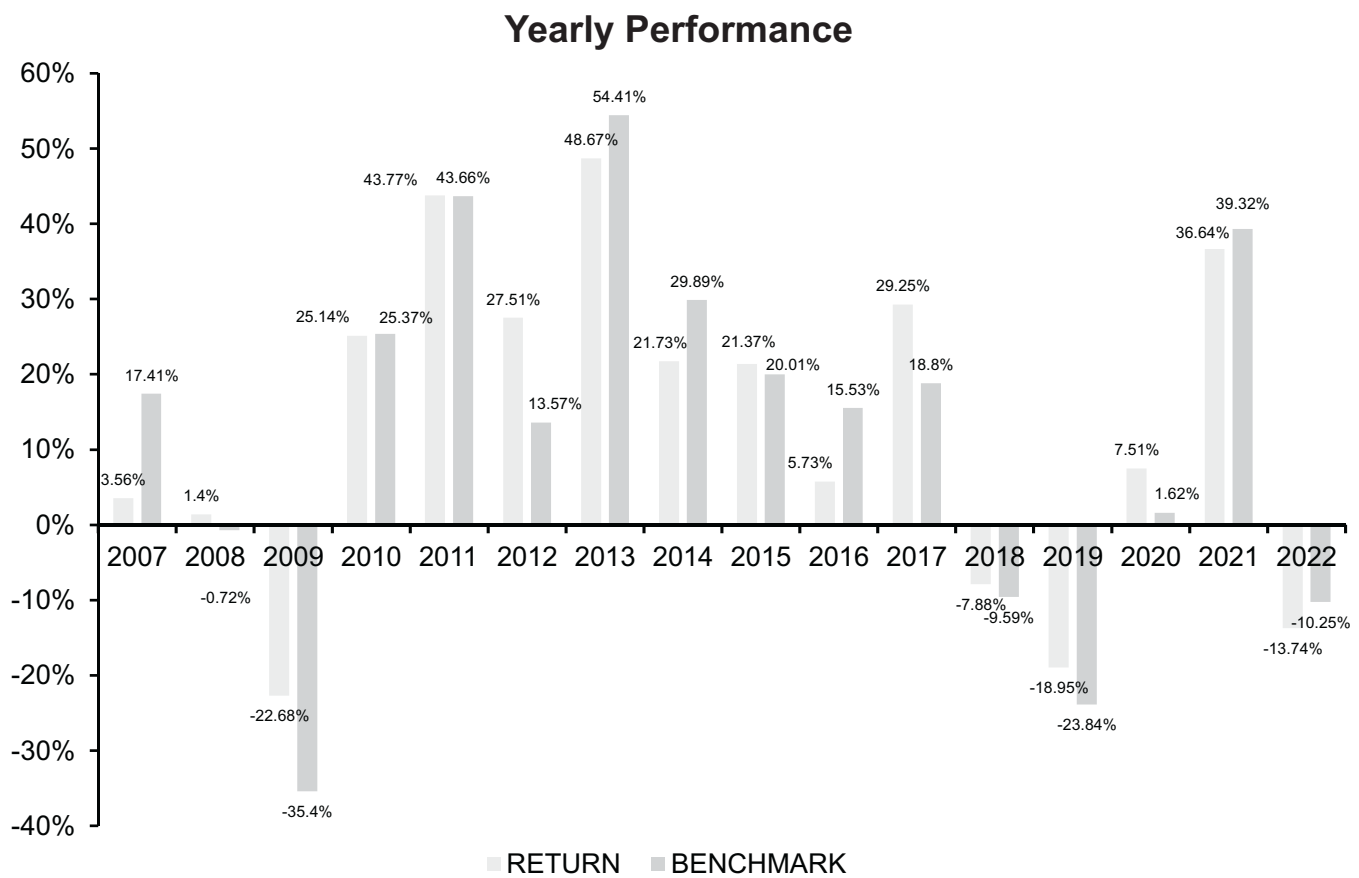
Performance Since Inception

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007*
Net Assets (Rs. in '000)	3,859,663	2,706,741	1,823,315	1,204,994	2,262,189	2,478,898	1,411,789	1,415,763	809,364	974,606	510,953	318,777	252,773	417,775	597,788	512,580
Number of units in issue	7,806,639	4,722,705	4,001,514	2,803,109	4,265,137	4,058,678	2,987,494	2,854,233	1,980,470	2,015,536	1,317,773	779,243	521,664	1,078,902	1,172,525	989,930
Net assets value per unit (Rs.)	494.41	573.13	455.66	429.88	530.39	610.77	472.57	496.02	408.67	483.55	387.74	409.09	484.55	387.22	509.83	517.79
Net (loss) / income (Rs. in '000)	(601,600)	711,018	190,108	(284,783)	(184,177)	562,154	80,049	250,274	137,439	320	110,717	97,396	114,084	(122,217)	9,319	17,489
Earnings per unit (Rs.)	(77.06)	150.55	47.51	(101.60)	(43.18)	138.51	26.79	87.69	69.40	158.69	84.02	124.99	218.69	(113.28)	7.95	17.67
Annual return of the fund (%)	(13.74)	36.64	7.51	(18.95)	(7.88)	29.25	5.73	21.37	21.73	48.67	27.51	43.77	25.14	(22.68)	1.40	3.56
Offer Price ** (Rs.)	494.41	586.08	465.96	439.60	530.39	610.77	472.57	496.02	408.67	488.45	391.64	413.18	489.40	391.09	514.93	522.97
Redemption Price ** (Rs.)	494.41	573.13	455.66	429.88	530.39	610.77	472.57	496.02	408.67	476.36	381.94	402.95	477.28	381.41	502.18	510.03
Distribution (Rs.)	-	50.00	6.50	-	-	35.00	-	50.00	45.00	110.00	62.50	105.00	200.00	-	9.00	15.00
Distribution as a % of Opening Ex-NAV of units	-	10.97	1.51	-	-	7.41	-	12.23	12.05	33.82	20.55	36.90	51.65	-	1.79	3.00
Date of Distribution	-	28-Jun-21	30-Jun-20	-	-	7-Jul-17	-	7-Jul-15	24-Jun-14	4-Jul-13	5-Jul-12	7-Jul-11	8-Jul-10	-	4-Jul-08	20-Jul-07
Highest offer price per unit (Rs.)	620.37	657.67	577.53	570.53	595.15	677.62	488.05	507.30	453.25	513.39	405.82	423.05	562.83	488.69	603.50	525.33
Lowest offer price per unit (Rs.)	485.97	481.07	351.78	427.74	484.26	493.88	390.34	388.08	381.62	340.83	288.51	293.27	409.30	238.43	464.43	508.46
Highest redemption price per unit (after applicable back-end load) (Rs.)	643.14	643.14	564.77	557.92	595.15	677.62	488.05	507.30	453.25	500.69	392.85	412.58	548.90	476.59	588.56	512.33
Lowest redemption price per unit (after applicable back-end load) (Rs.)	485.97	470.44	344.01	418.29	484.26	493.88	390.34	388.08	381.62	332.40	281.37	286.01	399.17	232.53	452.93	495.88

*Period from 17 October 2006 to 30 June 2007 (Date of Launch: January 15, 2007)

** Relates to announced prices.

Note: Past performance of the funds is not indicative of future performance, and the unit price and investment return may go down, as well as up.



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Islamic Stock Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

REVIEW REPORT OF THE SHARIAH ADVISOR

As a Shariah Adviser of the Atlas Islamic Stock Fund (AISF), I am issuing this report in accordance with clause 2.3.4 (V) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah compliance of the Fund's activities.

It is the responsibility of Atlas Asset Management Limited (AAML), the management company of the Fund, to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. As a Shariah Adviser my responsibility is to express an opinion, based on my review of the representations made by the management, to the extent where such compliance can be objectively verified.

For screening investment in equities, I have advised a criteria on the basis of the following: (i) nature of business, (ii) interest bearing debt in relation to the total assets, (iii) illiquid assets in relation to the total assets, (iv) investment in non-Shariah compliant activities to total assets and income from non-compliant investments to gross revenues, and (v) net liquid assets per share vs. share price.

As part of my mandate as the Shariah Adviser to the Fund, I have reviewed the following, during the year:

- The modes of investment of Fund's property and its compliance with Shariah guidelines.
- The process of deployment of Fund's property and its compliance with Shariah guidelines.
- The process of purification of income and its compliance with Shariah guidelines.

In light of the above scope, I hereby certify that all the provisions of the scheme and investments made by the Fund for the year ended June 30, 2022 are in compliance with the Shariah principles.

There are investments made by AISF where investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Management Company, in consultation with me, the Shariah Adviser of the Fund, have determined the Haram portion of the income of the Fund and marked to charity in order to purify the whole income.

Karachi: 30 June 2022

Dr. Mufti Hassan Usmani
Shariah Advisor

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Islamic Stock Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Islamic Stock Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Equity investments	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of listed shares which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of investments. Our key procedures included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement, related reconciliations and re-performance of investment valuations on the basis of quoted market prices at the Pakistan Stock Exchange Limited as at 30 June 2022. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard.

Key audit matter	How our audit addressed the key audit matter
	We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

-
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

	Note	2022 Rupees	2021 Rupees
ASSETS			
Bank balances	4	34,014,966	79,257,880
Investments	5	3,844,668,700	2,680,575,760
Profit receivable on bank balances		328,060	352,047
Receivable against sale of investments		1,758,939	38,060,666
Dividend receivable		-	3,801,825
Advance, security deposits and other receivables	6	5,197,419	5,197,419
Total assets		3,885,968,084	2,807,245,597
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	7	22,583,003	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee	8	452,585	346,485
Payable to the Securities and Exchange Commission of Pakistan	9	744,456	476,814
Payable against redemption of units	10	-	1,384,692
Accrued expenses and other liabilities	11	2,525,199	79,526,084
Total liabilities		26,305,243	100,504,147
NET ASSETS		3,859,662,841	2,706,741,450
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		3,859,662,841	2,706,741,450
CONTINGENCIES AND COMMITMENTS	12		
NUMBER OF UNITS IN ISSUE			
		7,806,639	4,722,705
NET ASSET VALUE PER UNIT			
		494.4078	573.1337

The annexed notes from 1 to 29 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	Note	2022 ----- Rupees -----	2021
INCOME			
Profit on bank balances	4.1	7,002,087	3,365,522
Dividend income		242,035,532	111,751,534
Capital (loss) / gain on sale of investments - net		(112,655,928)	351,052,100
Net unrealised (loss) / gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(635,145,926)	340,329,557
		(747,801,854)	691,381,657
Total (loss) / income		(498,764,235)	806,498,713
EXPENSES			
Remuneration of the Management Company	7.1	92,330,889	57,217,097
Sindh sales tax on remuneration of the Management Company	7.2	12,003,010	7,438,223
Remuneration of the Trustee	8.1	4,722,407	3,384,045
Sindh sales tax on remuneration of the Trustee	8.2	613,910	439,926
Annual fee Securities and Exchange Commission of Pakistan	9.1	744,481	476,815
Accounting and operational charges	13	18,022,483	5,946,720
Shariah advisory fee		200,000	200,000
Auditors' remuneration	15	468,283	349,916
Transaction Charges	11.3	7,070,668	5,195,952
Annual listing fee		27,499	30,138
Printing charges		32,730	58,512
(Reversal) / provision for Sindh Workers Welfare Fund	11.2	(33,881,485)	14,510,562
Legal and professional charges		475,770	211,560
Bank charges		5,191	21,686
Total expenses		102,835,836	95,481,152
Net (loss) / income for the year before taxation		(601,600,071)	711,017,561
Taxation	16	-	-
Net (loss) / income for the year after taxation		(601,600,071)	711,017,561
Allocation of net income for the year			
- Net earnings for the year after taxation		-	711,017,561
- Income already paid on units redeemed		-	(180,874,776)
		-	530,142,785
Accounting income available for distribution:			
-Relating to capital gains		-	691,381,657
-Excluding capital gains		-	(161,238,872)
		-	530,142,785

The annexed notes from 1 to 29 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Net (loss) / income for the year after taxation	(601,600,071)	711,017,561
Other comprehensive income	-	-
Total comprehensive (loss) / income for the year	(601,600,071)	711,017,561

The annexed notes from 1 to 29 form an integral part of these 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

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2022

	30 June 2022		
	Capital value	Undistributed income	Net assets
	Rupees		
Capital value	1,956,495,995	-	1,956,495,995
Undistributed income brought forward			
- Realised income	-	443,117,090	443,117,090
- Unrealised income	-	307,128,365	307,128,365
Net assets at the beginning of the year (Units outstanding: 4,722,705) (Rs. 573.1337 per unit)	1,956,495,995	750,245,455	2,706,741,450
Issue of 5,146,679 units	2,898,659,413	-	2,898,659,413
Redemption of 2,062,745 units	(1,136,273,176)	-	(1,136,273,176)
Total comprehensive loss for the year	-	(601,600,071)	(601,600,071)
Shariah non-compliant income set-aside for charity	-	(7,864,775)	(7,864,775)
Net assets at end of the year (Units outstanding: 7,806,639) (Rs. 494.4078 per unit)	3,718,882,232	140,780,609	3,859,662,841
Undistributed income carried forward			
- Realised income	-	598,562,721	-
- Unrealised loss	-	(457,782,112)	-
	-	140,780,609	-
	30 June 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 year (Units outstanding: 4,001,514) (Rs. 455.6600 per unit)	1,452,346,030	370,969,088	1,823,315,118
Issue of 4,032,321 units	2,320,718,135	-	2,320,718,135
Redemption of 3,311,130 units	(1,743,960,643)	(180,874,776)	(1,924,835,419)
Total comprehensive income for the year	-	711,017,561	711,017,561
Refund of element	(72,607,527)	-	(72,607,527)
Final cash dividend declared for the year ended 30 June 2021 Rs. 50 per unit declared on 28 June 2021	-	(146,586,050)	(146,586,050)
Shariah non-compliant income set-aside for charity	-	(4,280,368)	(4,280,368)
Net assets at end of the year (Units outstanding: 4,722,705) (Rs. 573.1337 per unit)	1,956,495,995	750,245,455	2,706,741,450
Undistributed income carried forward			
- Realised income	-	443,117,090	-
- Unrealised income	-	307,128,365	-
	-	750,245,455	-

The annexed notes from 1 to 29 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year after taxation	(601,600,071)	711,017,561
Adjustments for:		
Profit on bank balances	(7,002,087)	(3,365,522)
Dividend income	(242,035,532)	(111,751,534)
Capital loss / (gain) on sale of investments - net	112,655,928	(351,052,100)
Net unrealised loss / (gain) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	635,145,926	(340,329,557)
(Reversal) / provision for Sindh Workers Welfare Fund	(33,881,485)	14,510,562
	464,882,750	(791,988,151)
Decrease/(increase) in assets		
Receivable against sale of investments	36,301,727	(38,060,666)
	36,301,727	(38,060,666)
(Decrease)/increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	3,812,931	2,406,015
Payable to Central Depository Company of Pakistan Limited - Trustee	106,100	79,754
Payable to the Securities and Exchange Commission of Pakistan	267,642	187,462
Payable against redemption of units	(1,384,692)	(16,123,588)
Accrued expenses and other liabilities	(43,119,400)	36,641,029
	(40,317,419)	23,190,672
Profit received on bank balances	7,026,076	3,275,352
Dividend received	237,972,581	108,087,709
Investments made during the year	(3,413,657,857)	(2,278,885,747)
Investments sold during the year	1,501,763,063	2,123,854,386
Net cash used in operating activities	(1,807,629,151)	(139,508,884)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	2,898,659,413	2,320,718,135
Payments against redemption of units	(1,136,273,176)	(1,924,835,419)
Refund of capital	-	(72,607,527)
Cash Dividend	-	(146,586,050)
Net cash generated from financing activities	1,762,386,237	176,689,139
Net (decrease) / increase in cash and cash equivalents during the year	(45,242,914)	37,180,255
Cash and cash equivalents at the beginning of the year	79,257,880	42,077,624
Cash and cash equivalents at the end of the year	34,014,966	79,257,880

The annexed notes from 1 to 29 form an integral part of these 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 and Offering Document has been revised various times during 2007 to 2022 with its last amendment in 26 July 2021 and 14 April 2022, respectively. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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.
- 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 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.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPERATION

2.1 STATEMENT OF COMPLIANCE

These 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable and Federal excise duty payable on remuneration of the Management Company as disclosed in notes 6.1 and 7.3 respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments which are required to be carried at fair value.

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out as below. These policies have been applied consistently to all years and are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Equity instruments

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis. An equity instrument held for trading purposes or in which FVOCI election is not taken is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as FVTPL.

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes or which does not meet the SPPI criterion 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'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; 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 etc.

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 asset to identify whether they meet the SPPI criteria.

'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.

c) Subsequent Measurement

Debt instruments at FVTPL

These assets are subsequently measured at fair value. Interest / markup income calculated using the effective interest method, foreign exchange gains / losses and impairment are recognised in income statement.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Equity investments at FVTPL

These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment.

Equity instruments at FVOCI

Upon initial recognition, the Fund can elect to irrevocably classify an equity investment at FVOCI when they meet the definition of Equity under IAS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis.

Gains and losses on these equity instruments are never recycled to profit. Dividends are recognised in profit or loss as other operating income when the right of payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the instrument, in which case, such gains are recorded in OCI. Equity instruments at FVOCI are not subject to an impairment assessment.

Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) Derecognition

"A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset."

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) Determination of fair value

The fair value of financial assets are determined as follows:

i) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

ii) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

iii) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distribution to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Profit on bank balances, placements and deposits is recognised on an accrual basis.
- Gains or losses on sale of investments are included in the Income Statement in the year in which it arises.
- Unrealised gain / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the year in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of SECP are recognised in the income statement on an accrual basis.

3.10 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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders.

3.11 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.

3.12 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.

		2022	2021
	Note	Rupees	Rupees
4 BANK BALANCES			
In local currency			
- Profit and loss sharing accounts	4.1	27,717,077	47,467,565
- Current account		5,023,856	1,477,487
- Cheque in hand	4.2	1,274,033	30,312,828
		34,014,966	79,257,880
4.1	The rate of return on these accounts during the year ranges between 6.75% to 15% (30 June 2021: 5% to 6.9%) per annum. The profit rates effective at the year end on these accounts ranges between 13.75% to 15% (30 June 2021: 6.8% to 6.85%) per annum.		
4.2	This denotes cheques received against issue of units which were deposited and cleared in the bank account subsequent to the year end by 06 July 2022 (30 June 2021: 06 August 2021).		
5 INVESTMENTS			
At fair value through profit or loss			
Investment in Listed equity securities	5.1	3,844,668,700	2,680,575,760

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

5.1 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	As at 01 July 2021	Purchases during the year	Bonus / Right issued shares during the year	Sales during the year	As at 30 June 2022	Carrying Cost	Market Value	Market Value as a Percentage of total investments	Market Value as a percentage of net assets	Percentage of Paid up capital of investee Company held
	----- Number of shares -----					----- Rupees -----		----- Percentage -----		
Banks										
Meezan Bank Limited	2,227,795	1,458,388	337,169	601,704	3,421,648	394,719,341	386,577,791	10.05	10.02	0.21
	2,227,795	1,458,388	337,169	601,704	3,421,648	394,719,341	386,577,791	10.05	10.02	0.21
Textile Composite										
Interloop Limited	371,938	1,142,926	21,643	89,000	1,447,507	103,250,830	88,297,927	2.30	2.29	0.16
Kohinoor Textile Mills Limited	442,000	456,500	-	14,000	884,500	68,781,279	44,225,000	1.15	1.15	0.30
Nishat Mills Limited	600,500	1,312,280	-	220,000	1,692,780	152,050,720	125,113,370	3.25	3.24	0.48
	1,414,438	2,911,706	21,643	323,000	4,024,787	324,082,829	257,636,297	6.70	6.68	0.94
Cement										
Attock Cement Pakistan Limited	127,500	-	-	127,500	-	-	-	-	-	-
Cherat Cement Company Limited	133,000	866,300	-	570,500	428,800	60,824,636	39,895,552	1.04	1.03	0.22
D.G. Khan Cement Company Limited	482,000	363,420	-	843,000	2,420	253,552	151,250	0.00	0.00	0.00
Fauji Cement Company Limited	2,402,000	4,270,500	-	530,000	6,142,500	123,548,230	87,039,225	2.26	2.26	0.45
Kohat Cement Company Limited	246,050	80,900	-	50,500	276,450	55,685,977	35,974,439	0.94	0.93	0.14
Lucky Cement Limited (Note # 5.3)	329,200	297,500	-	72,000	554,700	437,990,294	254,629,488	6.62	6.60	0.17
Pioneer Cement Limited	-	225,000	-	225,000	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	495,000	3,675,000	-	2,100,000	2,070,000	72,765,755	56,614,500	1.47	1.47	0.19
	4,214,750	9,778,620	-	4,518,500	9,474,870	751,068,444	474,304,454	12.33	12.29	1.17
Refinery										
Attock Refinery Limited	100,000	491,000	-	230,000	361,000	53,393,635	63,456,580	1.65	1.64	0.34
National Refinery Limited	14,000	5,000	-	18,500	500	250,240	126,285	0.00	0.00	0.00
	114,000	496,000	-	248,500	361,500	53,643,876	63,582,865	1.65	1.65	0.34
Power Generation & Distribution										
The Hub Power Company Limited	1,593,689	3,430,146	-	594,707	4,429,128	344,423,786	301,933,656	7.85	7.82	0.34
K-Electric Limited (face value Rs. 3.5 per share)	5,265,000	-	-	-	5,265,000	22,007,700	16,005,600	0.42	0.41	0.02
	6,858,689	3,430,146	-	594,707	9,694,128	366,431,486	317,939,256	8.27	8.24	0.36
Oil & Gas Marketing Companies										
Attock Petroleum Limited	-	12,000	-	12,000	-	-	-	-	-	-
Pakistan State Oil Company Limited (Note # 5.3)	451,012	441,001	-	85,000	807,013	170,320,185	138,677,114	3.61	3.59	0.17
Sui Northern Gas Pipelines Limited	702,776	735,000	-	80,000	1,357,776	61,587,752	46,449,517	1.21	1.20	0.21
	1,153,788	1,188,001	-	177,000	2,164,789	231,907,937	185,126,631	4.82	4.80	0.39
Oil & Gas Exploration Companies										
Mari Petroleum Company Limited	95,790	124,300	-	12,930	207,160	336,924,592	360,404,538	9.37	9.34	0.16
Oil & Gas Development Company Limited	2,395,177	1,959,500	-	508,500	3,846,177	351,180,320	302,578,745	7.87	7.84	0.09
Pakistan Oilfields Limited	82,594	227,200	-	5,500	304,294	118,310,226	123,485,548	3.21	3.20	0.11
Pakistan Petroleum Limited (Note # 5.3)	1,605,970	1,242,000	-	329,500	2,518,470	207,477,827	170,021,910	4.42	4.41	0.09
	4,179,531	3,553,000	-	856,430	6,876,101	1,013,892,964	956,490,741	24.87	24.77	0.44

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Name of Investee Company	As at 01 July 2021	Purchases during the year	Bonus / Right issued shares during the year	Sales during the year	As at 30 June 2022	Carrying Cost	Market Value	Market Value as a Percentage of total investments	Market Value as a percentage of net assets	Percentage of Paid up capital of investee Company held
	----- Number of shares -----				----- Rupees -----		----- Percentage -----			
Engineering										
Aisha Steel Mills Limited	-	3,111,841	-	1,705,892	1,405,949	25,146,192	15,535,736	0.40	0.40	0.15
International Industries Limited	152,500	86,300	-	157,500	81,300	15,565,942	8,433,249	0.22	0.22	0.06
International Steels Limited	157,000	50,000	-	207,000	-	(10)	-	-	-	-
Ittefaq Iron Industries Limited	-	649,500	-	-	649,500	10,852,070	4,559,490			0.45
Mughal Iron And Steel Industries Limited	158,000	638,200	36,945	599,550	233,595	22,987,273	13,464,416	0.35	0.35	0.07
	467,500	4,535,841	36,945	2,669,942	2,370,344	74,551,467	41,992,891	0.97	0.97	0.73
Automobile Assembler										
Al-Ghazi Tractors Limited	-	36,200	-	-	36,200	16,440,881	14,124,154	0.37	0.37	0.06
Millat Tractors Limited	32,850	29,030	43	61,880	43	26,817	37,521	0.00	0.00	-
Pak Suzuki Motor Company Limited	84,500	289,900	-	274,800	99,600	19,202,525	21,036,516	0.55	0.55	0.12
	117,350	355,130	43	336,680	135,843	35,670,223	35,198,191	0.92	0.92	0.18
Automobile Parts & Accessories										
Panther Tyres Limited	351,506	570,000	99,301	110,000	910,807	48,537,160	29,510,147	0.77	0.76	0.54
Thal Limited (face value Rs. 5 per share)	113,000	83,600	-	21,600	175,000	71,320,048	47,183,500	1.23	1.22	0.22
	464,506	653,600	99,301	131,600	1,085,807	119,857,208	76,693,647	2.00	1.98	0.76
Transport										
Pakistan International Bulk Terminal Limited	950,000	1,050,000	-	2,000,000	-	-	-	-	-	-
	950,000	1,050,000	-	2,000,000	-	-	-	-	-	-
Technology & Communications										
Air Link Communication Limited	-	361,725	15,879	361,000	16,604	1,097,555	670,636	0.02	0.02	0.00
Avanceon Limited	-	534,879	-	-	534,879	41,019,744	41,672,423	1.08	1.08	0.16
Octopus Digital Limited	-	27,532	-	27,000	532	21,599	37,937	0.00	0.00	0.00
Pakistan Telecommunication Company Limited	2,353,000	100,000	-	2,423,000	30,000	351,911	208,800	0.01	0.01	0.00
Systems Limited	122,000	132,500	55,000	77,000	232,500	77,607,962	76,692,450	1.99	1.99	0.08
	2,475,000	1,156,636	70,879	2,888,000	814,515	120,098,771	119,282,246	3.10	3.10	0.25
Fertilizer										
Engro Fertilizers Limited	1,205,456	2,406,040	-	2,460,104	1,151,392	99,567,162	102,059,387	2.65	2.64	0.26
Engro Corporation Limited (Note # 5.3)	637,500	1,008,397	-	131,000	1,514,897	436,842,708	389,464,870	10.13	10.09	0.09
Fauji Fertilizer Bin Qasim Limited	-	3,659,000	-	40,000	3,619,000	92,264,915	73,248,560	1.91	1.90	0.28
	1,842,956	7,073,437	-	2,631,104	6,285,289	628,674,785	564,772,817	14.69	14.63	0.63
Pharmaceuticals										
Abbott Laboratories (Pakistan) Limited	33,550	63,000	-	50	96,500	74,573,702	63,172,760	1.64	1.64	0.10
Glaxosmithkline Pakistan Limited	65,000	-	-	65,000	-	-	-	-	-	-
Glaxosmithkline Consumer Healthcare Pakistan Limited	-	27,000	-	27,000	-	1	-	-	-	-
Highnoon Laboratories Limited	103,240	23,100	12,634	500	138,474	76,377,930	73,373,218	1.91	1.90	0.33
The Searle Company Limited	105,872	5,000	2,061	110,500	2,433	452,346	265,246	0.01	0.01	0.00
	307,662	118,100	14,695	203,050	237,407	151,403,979	136,811,224	3.56	3.54	0.43
Chemicals										
Engro Polymer & Chemicals Limited	1,150,000	1,690,500	-	1,495,000	1,345,500	71,155,121	107,142,165	2.79	2.78	0.15
ICI Pakistan Limited	21,000	-	-	21,000	-	-	-	-	-	-
Sitara Chemical Industries Limited	8,000	-	-	8,000	-	-	-	-	-	-
	1,179,000	1,690,500	-	1,524,000	1,345,500	71,155,121	107,142,165	2.79	2.78	0.15
Paper & Board										
Packages Limited	77,500	17,500	-	95,000	-	-	-	-	-	-
	77,500	17,500	-	95,000	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Name of Investee Company	As at 01 July 2021	Purchases during the year	Bonus / Right issued shares during the year	Sales during the year	As at 30 June 2022	Carrying Cost	Market Value	Market Value as a Percentage of total investments	Market Value as a percentage of net assets	Percentage of Paid up capital of investee Company held
	----- Number of shares -----			----- Rupees -----		----- Percentage -----				
Leather & Tanneries										
Bata Pakistan Limited	8,780	-	-	8,780	-	-	-	-	-	-
Service Global Footwear Limited	261,014	504,000	-	-	765,014	38,946,795	30,738,263	0.80	0.80	0.37
	269,794	504,000	-	8,780	765,014	38,946,795	30,738,263	0.80	0.80	0.37
Foods & Personal Care Products										
At-Tahur Limited	1,404,250	200,000	137,910	779,000	963,160	20,927,496	18,367,458	0.48	0.48	0.48
Treet Corporation Limited	275,000	-	-	275,000	-	-	-	-	-	-
Unity Foods Limited	348,500	100,000	-	448,500	-	-	-	-	-	-
	2,027,750	300,000	137,910	1,502,500	963,160	20,927,496	18,367,458	0.48	0.48	0.48
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited (face value Rs. 5 per share)	400,000	718,000	-	400,000	718,000	12,345,645	10,504,340	0.27	0.27	0.30
Tariq Glass Industries Limited	-	605,000	-	12,500	592,500	70,436,263	61,507,425	1.60	1.59	0.43
	400,000	1,323,000	-	412,500	1,310,500	82,781,908	72,011,765	1.87	1.87	0.73
Total as at 30 June 2022						4,479,814,627	3,844,668,700	100	100	
Total as at 30 June 2021						2,340,246,204	2,680,575,760	100	100	

5.2 The cost of listed equity securities as at 30 June 2022 is Rs. 4,302,450,812 (30 June 2021: Rs. 2,373,447,395).

5.3 Investments include shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades:

	Number of shares		Market value	
	2022	2021	2022	2021
	----- Rupees -----			
Pakistan Petroleum Limited	135,000	135,000	9,113,850	11,722,050
Pakistan State Oil Company Limited	110,000	110,000	18,902,400	24,667,500
Lucky Cement Limited	75,000	75,000	34,428,000	64,758,000
Engro Corporation Limited	55,000	55,000	14,139,950	16,203,550
	375,000	375,000	76,584,200	117,351,100

6 ADVANCE, SECURITY DEPOSITS AND OTHER RECEIVABLES	Note	2022	2021
		----- Rupees -----	
Deposits with:			
- National Clearing Company of Pakistan Limited		2,500,000	2,500,000
- Central Depository Company of Pakistan Limited		100,000	100,000
Tax Recoverable	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 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. Such deductions aggregate to Rs. 2.597 million (30 June 2021: 2.597 million).

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 Funds managed by the Company to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted from dividend and profit received on bank deposits by the Funds has been shown as tax recoverable as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.33 per unit (30 June 2021: Rs. 0.55 per unit).

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY	Note	2022	2021
		Rupees	Rupees
Remuneration of the Management Company	7.1	7,958,142	5,386,550
Sindh sales tax on remuneration of the Management Company	7.2	2,579,857	2,256,816
Federal excise duty on remuneration of the Management Company	7.3	10,453,385	10,453,385
Accounting and operational charges	13	1,591,619	673,321
		22,583,003	18,770,072

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% from 01 July 2021 to 30 September 2021 and 2.5% from 01 October 2021 to 30 June 2022 (2021: 2.4%) per annum of the average annual net assets.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on management fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 12,003,010 (2021: Rs. 7,438,223) and an amount of Rs. 11,679,969 (2021: Rs. 7,209,334) has been paid to the Management Company which acts as the 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 is not justified.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

On 04 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 01 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 2021: Rs 10.453 million) is being retained in the 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 financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs 1.34 per unit (30 June 2021: Rs 2.21 per unit).

		2022	2021
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	Rupees
	Remuneration of the Trustee	8.1	400,514
	Sindh sales tax on remuneration of the Trustee	8.2	52,071
			452,585
			306,631
			39,854
			346,485

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 billion Rs. 0.20% per annum of Net Assets
- On an amount exceeding Rs.1 billion Rs. 2.0 million plus 0.10% per annum of Net Assets amount exceeding Rs.1 billion.

8.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on Trustee fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 613,910 (2021: Rs. 439,926) and an amount of Rs. 601,693 (2021: Rs. 430,366) has been paid to the Trustee which acts as the collecting agent.

		2022	2021
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)	Note	Rupees
	Annual fee payable	9.1	744,456
			476,814

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 9.1 In accordance with the NBFC Regulations, 2008, a collective investment scheme classified as an equity scheme is required to pay the Securities and Exchange Commission of Pakistan an amount equal to 0.02% of the average annual net assets of the Fund as annual fee.

10 PAYABLE AGAINST REDEMPTION OF UNITS

This represents payable against units redeemed to the unit holders based on their request for cash payout, managed by the Management Company.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	2022 ----- Rupees -----	2021 ----- Rupees -----
Auditors' remuneration payable		384,994	330,421
Printing charges payable		-	14,033
Rating fee payable		140,000	140,000
Charity payable	11.1	1,194,295	1,579,943
Transaction charges payable	11.3	127,557	2,324,516
Withholding tax and capital gain payable		86,381	14,830,976
Payable to shariah advisor		49,896	50,001
Provision for Sindh Workers' Welfare Fund	11.2	-	33,881,485
Zakat payable		13,700	57,205
Dividend payable		185,722	26,047,520
Others		342,654	269,984
		2,525,199	79,526,084

- 11.1 The Shariah Advisor of the Fund has certified an amount of Rs. 7,864,775 (30 June 2021: Rs. 4,280,368) against dividend income, as Shariah non-compliant income during the year, which has accordingly been marked to charity. The payments made during the year amounts to Rs. 8,250,423 (2021: Rs. 2,961,425)

- 11.2 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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension Funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension Funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

11.3 TRANSACTION CHARGES PAYABLE

This represents brokerage, federal excise duty and settlement charges.

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2022 (30 June 2021: Nil).

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 0.4% of the average annual net assets of the fund for the period from 01 July 2021 to 14 September 2021 and 0.50% of the average annual net assets of the fund for the period from 15 September 2021 to 30 June 2022 (2021: 0.17% of the average annual net assets of the fund for the period from 01 July 2020 to 02 December 2020 and 0.30% of the average annual net assets of the fund for the period from 03 December 2020 to 30 June 2021) for allocation of such expenses to the Fund).

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 3.67% (30 June 2021: 4.0%) which includes 1.27% (30 June 2021: 1.00%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

15 AUDITORS' REMUNERATION

	2022	2021
	----- Rupees -----	
Audit fee	222,100	222,100
Half yearly review of financial statements	111,000	111,000
Certification charges	60,500	60,500
Out of pocket expenses	40,000	40,000
Sindh sales tax on services	34,684	34,688
Prior year adjustment	-	(118,372)
	468,284	349,916

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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders. Due to loss, distribution is not required during the year ended 30 June 2022, accordingly, no provision for taxation has been made in these financial statements during the year.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

17 EARNING / (LOSS) PER UNIT

Earning / (loss) 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.

18 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 18.1** 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 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, their close family members and key management personnel of the Management Company or for any of the connected persons of the Management Company.
- 18.2** Transactions with connected persons essentially comprise issue and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.
- 18.3** Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC regulations and the Trust Deed.
- 18.4** The details of transactions carried out by the Fund with connected persons during the year and the balances with them at the year end are as follows:

	2022	2021
	----- Rupees -----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	92,330,889	57,217,097
Remuneration paid	89,759,296	55,456,443
Sindh sales tax on remuneration of the Management Company	12,003,010	7,438,223
Accounting and operational charges	18,022,483	5,946,720
Remuneration payable to the Management Company	7,958,142	5,386,550
Issue of 44,012 (2021: 21,777) units	24,998,765	10,303,519
Dividend declared	-	2,904,036
Outstanding 102,635 (2021:58,622) units - at net asset value	50,743,545	33,598,630
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	4,722,407	3,384,045
Sindh sales tax on remuneration of the Trustee	613,910	439,926
Remuneration paid	4,628,524	3,310,461
Remuneration payable to the Trustee	400,514	306,631
Settlement charges	209,474	192,075
Sindh sales tax on settlement charges	23,371	24,970
Atlas Insurance Limited (Group company)		
Issue of 715,419 (2021: 249,093) units	393,129,656	148,800,726
Redemption of 672,437 (2021: 261,423) units	368,129,656	157,455,660
Dividend declared	-	29,197,792
Outstanding 672,437 (2021: 629,456) units - at net asset value	332,458,098	360,762,619
Atlas Insurance Limited - Window Takaful Operation		
Issue of Nil (2021: 47,099) units	-	25,000,000
Redemption of Nil (2021: 47,099) units	-	25,567,750

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	----- Rupees -----	
Atlas Foundation (Group company)		
Issue of 51,214 (2021: 1,285) units	30,000,000	659,142
Dividend declared	-	5,241,628
Outstanding 156,148 (2021: 104,935) units - at net asset value	77,200,789	60,141,610
Atlas Honda Limited (Group Company)		
Issue of 104,531 (2021: 13,071) units	58,821,286	7,568,436
Dividend declared	-	8,904,042
Outstanding 295,683 (2021: 191,152) units - at net asset value	146,187,982	109,555,795
Atlas Honda Limited Employee Provident Fund (Retirement benefit plan of group company)		
Issue of Nil (2021: 8,587) units	-	4,971,936
Dividend declared	-	4,971,936
Redemption of Nil (2021: 16,748) units	-	10,000,000
Outstanding 108,026 (2021: 108,026) units - at net asset value	53,408,897	61,913,186
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Issue of 25,983 (2021: 20,295)	13,949,942	11,843,858
Redemption of 3,487 (2021: 18,201) units	2,000,000	9,969,716
Dividend declared	-	7,193,858
Outstanding 178,797 (2021: 156,301) units - at net asset value	88,398,631	89,581,735
Batools Benefit Trust (Trust having common Director / Trustee)		
Issue of Nil (2021: 8,126) units	-	4,705,011
Dividend declared	-	5,535,307
Outstanding 118,832 (2021: 118,832) units - at net asset value	58,751,468	68,106,706
Shirazi Investments (Private) Limited (Group Company)		
Issue of 1,522,221 (2021: Nil) units	869,444,774	-
Dividend declared	-	22,109,596
Outstanding 1,964,413 (2021: 442,192) units - at net asset value	971,221,110	253,435,088
Shirazi Investments (Private) Limited Employee Provident Fund (Retirement benefit plan of group company)		
Issue of 4,883 (2021: 441) units	2,700,000	255,225
Dividend declared	-	255,225
Redemption of 5,545 (2021: 25,721) units	3,202,710	15,240,102
Outstanding 4,883 (2021: 5,545) units - at net asset value	2,414,193	3,178,203
Directors and their close family members and key management personnel and executives of the Management Company		
Issue of 147,119 (2021: 39,474) units	80,620,874	21,642,324
Redemption of 38,808 (2021: 21,616) units	21,468,407	12,520,109
Dividend declared	-	8,408,164
Outstanding 264,547 (2021: 180,136) units - at net asset value	130,794,100	103,243,267
18.5 Other balances due from / to related parties / connected persons are included in the respective notes to the financial statements.		

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

19 FINANCIAL INSTRUMENTS BY CATEGORY

-----As at 30 June 2022 -----				
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
----- (Rupees) -----				
Financial Assets				
Bank balances	34,014,966	-	-	34,014,966
Investments	-	3,844,668,700	-	3,844,668,700
Profit receivable on bank balances	328,060	-	-	328,060
Receivable against sale of investments	1,758,939	-	-	1,758,939
Dividend receivable	-	-	-	-
Security Deposit	2,600,000	-	-	2,600,000
	38,701,965	3,844,668,700	-	3,883,370,665

-----As at 30 June 2022 -----			
	At fair value through profit or loss	At amortised cost	Total
----- (Rupees) -----			
Financial Liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	22,583,003	22,583,003
Payable to Central Depository Company of Pakistan Limited - Trustee	-	452,585	452,585
Payable against redemption of units	-	-	-
Accrued expenses and other liabilities	-	2,425,118	2,425,118
	-	25,460,706	25,460,706

-----As at 30 June 2021 -----				
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
----- (Rupees) -----				
Financial Assets				
Bank balances	79,257,880	-	-	79,257,880
Investments	-	2,680,575,760	-	2,680,575,760
Profit receivable on bank balances	352,047	-	-	352,047
Receivable against sale of investments	38,060,666	-	-	38,060,666
Dividend receivable	3,801,825	-	-	3,801,825
Security Deposit	2,600,000	-	-	2,600,000
	124,072,418	2,680,575,760	-	2,804,648,178

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	-----As at 30 June 2021 -----		
	At fair value through profit or loss	At amortised cost	Total
	----- (Rupees) -----		
Financial Liabilities			
Payable to Atlas Asset Management Limited - Management Company	-	18,770,072	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee	-	346,485	346,485
Payable against redemption of units	-	1,384,692	1,384,692
Accrued expenses and other liabilities	-	30,756,417	30,756,417
	-	51,257,666	51,257,666

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

20.1 The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

20.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the value of the financial instrument will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk on its balances held with banks. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks which exposes the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at 30 June 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs. 283,582 (2021: Rs. 489,438).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The composition of the Fund's investment portfolio and profit rates are expected to change overtime. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movement in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

----- 2022 -----						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	----- (Rupees) -----					
Financial Assets	6.75 - 15.00	27,717,077	-	-	6,297,889	34,014,966
	Bank balances	-	-	-	3,844,668,700	3,844,668,700
	Investments	-	-	-	328,060	328,060
	Profit receivable on bank balances	-	-	-	1,758,939	1,758,939
	Receivable against sale of investments	-	-	-	-	-
	Dividend receivable	-	-	-	2,600,000	2,600,000
	Security Deposit	-	-	-		
	27,717,077	-	-	3,855,653,588	3,883,370,665	
Financial Liabilities						
	Payable to Atlas Asset Management Limited - Management Company	-	-	-	22,583,003	22,583,003
	Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	452,585	452,585
	Payable against redemption of units	-	-	-	-	-
	Accrued expenses and other liabilities	-	-	-	2,425,118	2,425,118
		-	-	-	25,460,706	25,460,706
		27,717,077	-	-	3,830,192,882	3,857,909,959
On-balance sheet gap (a)						
Off-balance sheet financial instruments						
Off-balance sheet gap (b)						
Total interest rate sensitivity gap (a + b)		27,717,077	-	-		
Cumulative interest rate sensitivity gap		27,717,077	27,717,077	27,717,077		

----- 2021 -----						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year			
Percentage	----- (Rupees) -----					
Financial Assets						
Bank balances	5 - 6.90	47,467,565	-	-	31,790,315	79,257,880
Investments		-	-	-	2,680,575,760	2,680,575,760
Profit receivable on bank balances		-	-	-	352,047	352,047
Receivable against sale of investments		-	-	-	38,060,666	38,060,666
Dividend receivable		-	-	-	3,801,825	3,801,825
Security Deposit		-	-	-	2,600,000	2,600,000
		47,467,565	-	-	2,757,180,613	2,804,648,178
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company		-	-	-	18,770,072	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	346,485	346,485
Payable against redemption of units		-	-	-	1,384,692	1,384,692
Accrued expenses and other liabilities		-	-	-	30,756,417	30,756,417
		-	-	-	51,257,666	51,257,666
On-balance sheet gap (a)		47,467,565	-	-	2,705,922,947	2,753,390,512
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a + b)		47,467,565	-	-		
Cumulative interest rate sensitivity gap		47,467,565	47,467,565	47,467,565		

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk on investments held by the Fund and classified as 'at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 15% of net assets and issued capital of the investee company and sector exposure limit to 40% of the net assets.

In case of 5% increase / decrease in KMI 30 index on 30 June 2022, with all other variables held constant, net income of the Fund for the period would increase / decrease by Rs. 192,233,435 (2021: 134,028,788) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities at fair value through profit or loss.

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KMI 30 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI 30 Index, is expected to change overtime. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KMI 30 Index.

20.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily redemptions, if any. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed of. The Fund's listed securities are considered readily realisable, as they are listed on the Pakistan Stock Exchange Limited.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2022 -----						
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
----- Rupees -----						
Financial Assets						
Bank balances	27,717,077	-	-	-	6,297,889	34,014,966
Investments	-	-	-	-	3,844,668,700	3,844,668,700
Profit receivable on bank balances	328,060	-	-	-	-	328,060
Receivable against sale of investments	1,758,939	-	-	-	-	1,758,939
Dividend receivable	-	-	-	-	-	-
Security Deposit	-	-	-	-	2,600,000	2,600,000
	29,804,076	-	-	-	3,853,566,589	3,883,370,665
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company	22,583,003	-	-	-	-	22,583,003
Payable to Central Depository Company of Pakistan Limited - Trustee	452,585	-	-	-	-	452,585
Payable against redemption of units	-	-	-	-	-	-
Accrued expenses and other liabilities	127,557	1,629,185	668,376	-	-	2,425,118
	23,163,146	1,629,185	668,376	-	-	25,460,706
Net assets / (liabilities)	6,640,930	(1,629,185)	(668,376)	-	3,853,566,589	3,857,909,959

----- As at 30 June 2021 -----						
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
----- Rupees -----						
Financial Assets						
Bank balances	79,257,880	-	-	-	-	79,257,880
Investments	-	-	-	-	2,680,575,760	2,680,575,760
Profit receivable on bank balances	352,047	-	-	-	-	352,047
Receivable against sale of investments	38,060,666	-	-	-	-	38,060,666
Dividend receivable	3,801,825	-	-	-	-	3,801,825
Security Deposit	-	-	-	-	2,600,000	2,600,000
	121,472,418	-	-	-	2,683,175,760	2,804,648,178
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company	18,770,072	-	-	-	-	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee	346,485	-	-	-	-	346,485
Payable against redemption of units	1,384,692	-	-	-	-	1,384,692
Accrued expenses and other liabilities	2,324,516	2,017,570	424,016	-	25,990,315	30,756,417
	22,825,765	2,017,570	424,016	-	25,990,315	51,257,666
Net assets / (liabilities)	98,646,653	(2,017,570)	(424,016)	-	2,657,185,445	2,753,390,512

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

20.4 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted and arises principally from bank balances, investments, profit receivable and deposit and other receivable.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

	2022		2021	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
Bank balances	34,014,966	34,014,966	79,257,880	79,257,880
Profit receivable on bank balances	328,060	328,060	352,047	352,047
Receivable against sale of investments	1,758,939	1,758,939	38,060,666	38,060,666
Dividend receivable	-	-	3,801,825	3,801,825
Security Deposit	2,600,000	2,600,000	2,600,000	2,600,000
	38,701,965	38,701,965	124,072,418	124,072,418

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in equity securities of 3.845 million (2021: Rs 2.68 million) are not exposed to credit risk.

20.4.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks. The credit rating profile of balances with banks is as follows:

Ratings of amounts placed with banks	% of financial assets exposed to credit risk	
	2022	2021
AAA	14.98	6.78
AA+	2.64	1.77
AA	0.02	0.02
A+	82.36	88.70
A	-	2.73
	100.00	100.00

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

20.4.2 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Funds portfolio of financial assets is mainly held with credit worthy counterparties.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

20.5 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at July 01, 2021	-	1,384,692	1,384,692
Receivable against issuance of units	2,928,972,241	-	2,928,972,241
Payable against redemption of units	-	1,136,273,176	1,136,273,176
	2,928,972,241	1,136,273,176	4,065,245,417
Amount received on issuance of units	(2,928,972,241)	-	(2,928,972,241)
Amount paid on redemption of units	-	(1,137,657,868)	(1,137,657,868)
	(2,928,972,241)	(1,137,657,868)	(4,066,630,109)
Closing balance as at June 30, 2022	-	-	-

20.6 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. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

20.7 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.
- 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).

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

21 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current year.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

22 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total
Individuals	789	423,495,255	10.97	674	467,448,694	17.27
Retirement Funds	11	956,948,395	24.79	10	818,818,774	30.25
Associated Companies/ Directors	8	1,730,548,748	44.84	8	917,582,392	33.90
Others	7	345,189,955	8.94	9	366,607,606	13.54
Insurance Companies	3	403,480,480	10.45	3	136,283,984	5.03
	818	3,859,662,832	100.00	704	2,706,741,450	100.00

23 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Optimus Capital Management (Pvt) Ltd	7.73%	Optimus Capital Management (Private) Limited	7.35%
Topline Securities Limited	7.06%	Taurus Securities Limited	6.88%
Next Capital Limited	5.77%	Habib Metropolitan Financial Services Limited	5.27%
Ismail Iqbal Securities (Pvt) Ltd	5.30%	Alfalah securities (Private) Limited	5.24%
Alfalah CLSA Securities (Private) Limited	5.22%	Shajar Capital Pakistan (Private) Limited	4.89%
Standard Capital Securities (Pvt) Limited	4.81%	Topline Securities Limited	4.89%
Arif Habib Limited	4.68%	AKD Securities Limited	4.33%
Summit Capital (Private) Limited	4.59%	Pearl Securities Limited	4.26%
Habib Metropolitan Financial Services Limited	4.43%	Insight Securities (Private) Limited	4.22%
Insight Securities (Private) Limited	4.33%	BMA Capital Management Limited	3.99%
Total	53.92%	Total	51.32%

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

24 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

25 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Faran-ul-Haq	Head of Equities	MBA, CFA	Atlas Stock Market Fund Atlas Islamic Dedicated Stock Fund Atlas Islamic Fund of Funds

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present
L Leave of absence

27 RATING OF THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

28 GENERAL

28.1 Figures have been rounded off to the nearest Rupee.

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

29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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

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

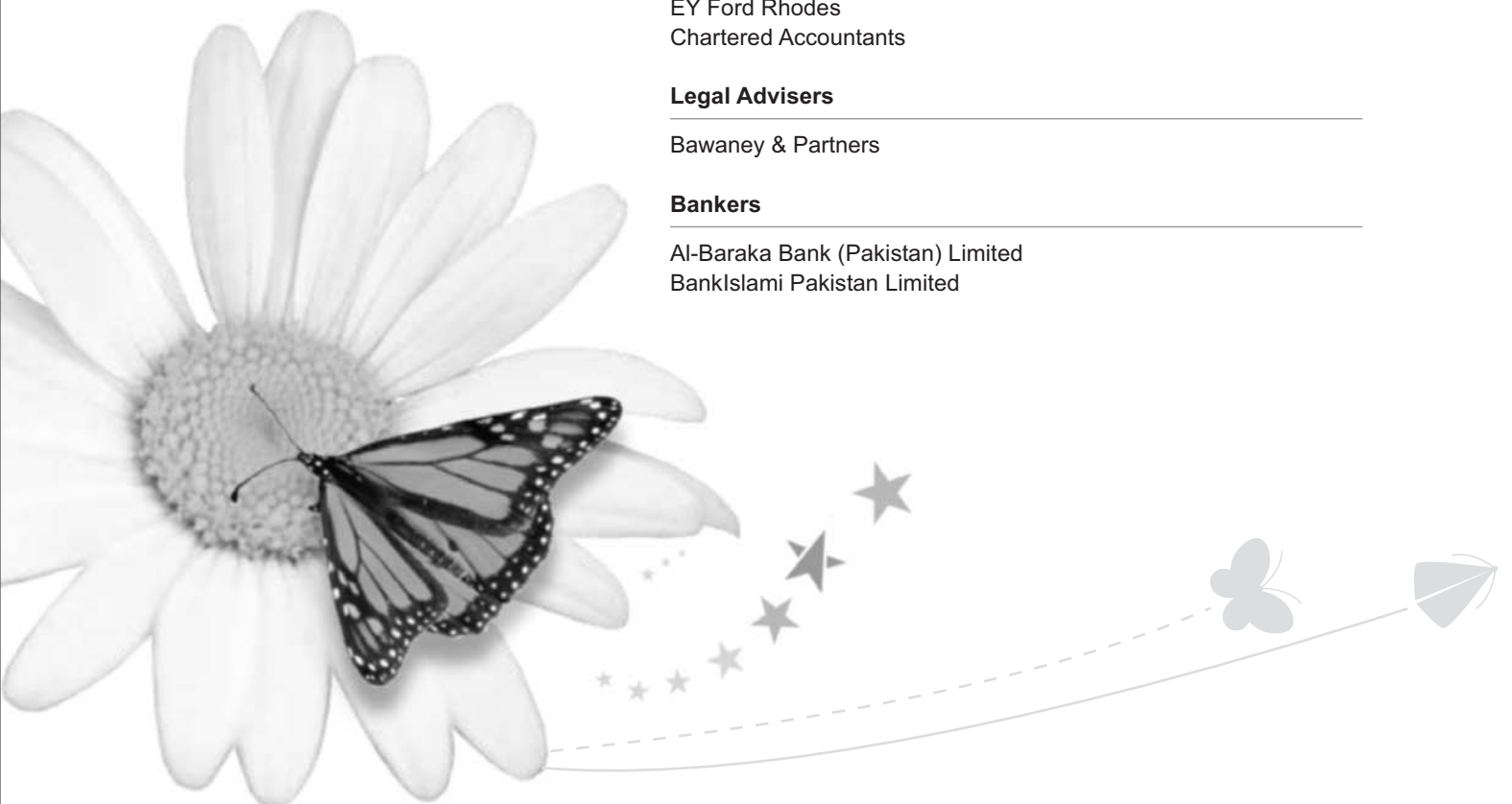
EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

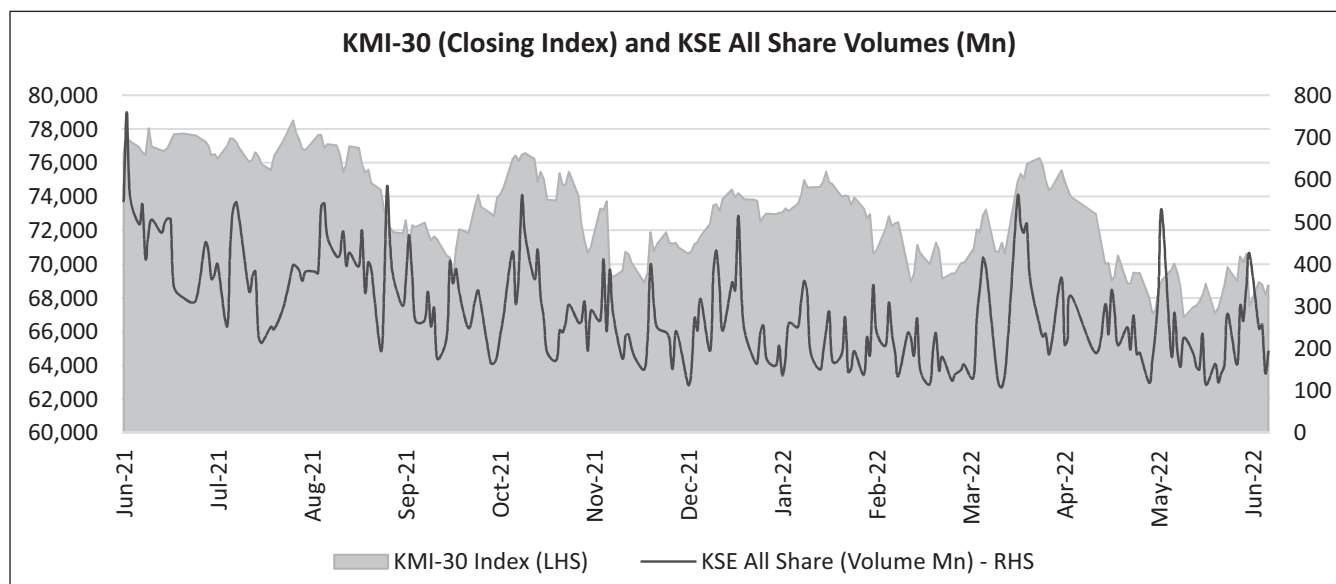
Al-Baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited



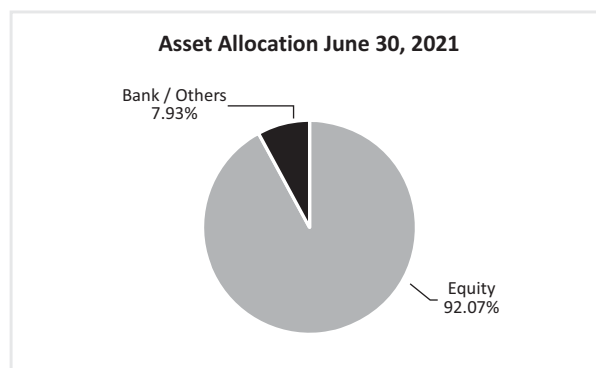
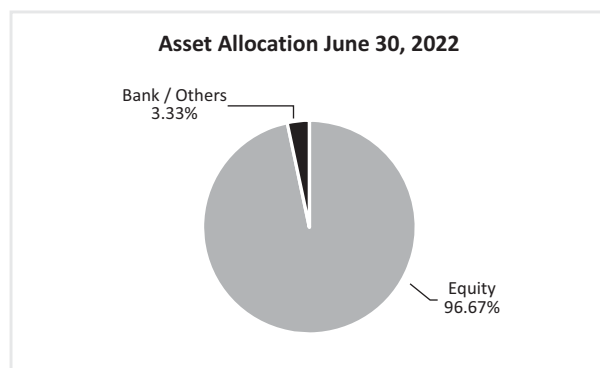
Fund Manager's Report

Atlas Islamic Dedicated Stock Fund (AIDSF) is an open-ended equity fund. The fund has a high-risk rating with the objective to provide long term capital growth from an actively managed portfolio invested in Shariah compliant listed companies in Pakistan. The Fund's strategy revolves around Shariah Compliance while making investments in stocks with attractive fundamentals and a potential to outperform the market to generate high returns. The Fund observes the investment limitations as set out by the Shariah code, according to the guidance of the Shariah Advisors and emphasizes on medium to long term investment views, by making investment decisions based upon fundamental analysis. The Fund makes use of portfolio management skills for sector and stock selection in order to efficiently manage the fund's portfolio. The KMI-30 Index serves as the performance benchmark of Atlas Islamic Dedicated Stock Fund.

The KMI-30 index declined 10.25% from 76,621.54 points as on June 30, 2021, to 68,766.37 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.



The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) decreased by 13.73% to Rs. 514.18 as on June 30, 2022. The benchmark KMI-30 index decreased by 10.25% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 68,766.37 points as on June 30, 2022. AIDSF strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospects of earnings growth. AIDSF equity portfolio exposure stood at 96.67% that mainly comprised of Oil & Gas Exploration, Fertilizer, Cement and Shariah Compliant Commercial Banks. The Net Assets of the Fund stood at Rs. 478 million, with 0.93 million units outstanding as of June 30, 2022.



The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Dedicated Stock Fund, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregated interim distribution of Rs. 0.00 per unit for the period ended June 30, 2022 (0.00% on the face value of Rs. 500 per unit).

Breakdown of Unit Holding By Size:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Fund of Funds	5	385,974,081	80.78%
Retirement Funds	2	91,822,480	19.22%
Total	7	477,796,561	100.00%

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIDSf amounting to Rs. 3.06 million been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Fund Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIDSf by 1.03%. This is one-off event and is not likely to be repeated in the future.

The Total Expense Ratio (TER) of the Fund is 4.10% including expenses representing Government levy and SECP Fee of 0.41%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Faran-UI-Haq
Head of Equities

Supplementary Non Financial Information as required under clause 38 A (g) of NBFC and NE Regulations, 2008

Summary of actual proxies voted by Atlas Islamic Dedicated Stock Fund

	Resolution	For	Against	Abstain
Number	293	293	-	-
(%)	100%	100%	-	-

Note: The Proxy voting policy of the Atlas Islamic Dedicated Stock Fund (AISF) is available on the website of Atlas Asset Management Limited and detailed information regarding actual proxies voted by the Company in respect of the Fund is also available without charge, upon request, to all unit holders.

Performance Since Inception

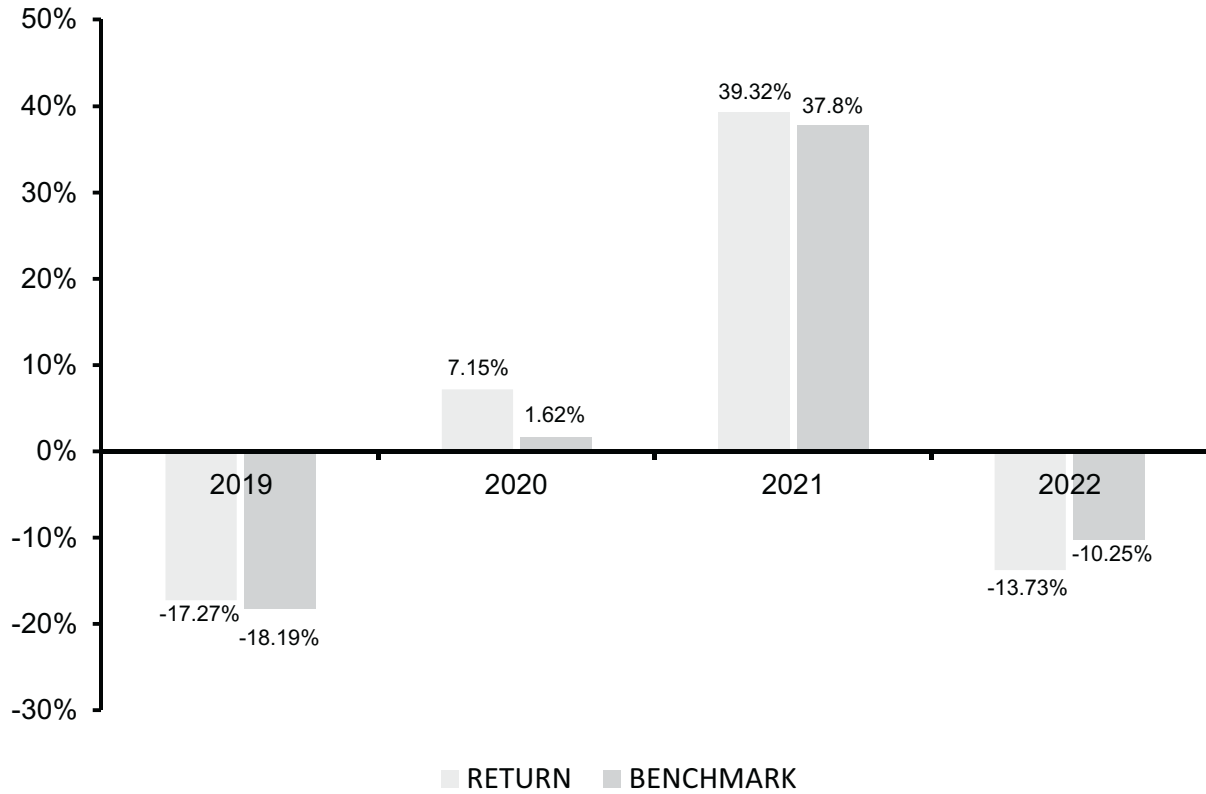
	2022	2021	2020	2019*
Net Assets (Rs. in '000)	477,797	327,321	362,489	256,527
Number of units in issue	929,233	549,177	820,677	620,181
Net assets value per unit (Rs.)	514.18	596.02	441.69	413.63
Net (loss) / income (Rs. in '000)	(62,157)	123,189	26,931	(52,158)
Earnings per unit (Rs.)	(66.89)	224.32	32.82	(84.10)
Annual return of the fund (%)	(13.73)	39.32	7.15	(17.27)
Offer Price ** (Rs.)	514.18	609.49	451.68	422.98
Redemption Price ** (Rs.)	514.18	596.02	441.69	413.63
Distribution (Rs.)	-	12.75	1.50	-
Distribution as a % of Opening Ex- NAV of units	-	2.89	0.36	-
Date of Distribution	-	28-Jun-21	30-Jun-20	-
Highest offer price per unit (Rs.)	642.30	643.52	549.41	533.64
Lowest offer price per unit (Rs.)	505.84	465.70	340.50	411.79
Highest redemption price per unit (after applicable back-end load) (Rs.)	628.11	629.30	537.27	521.85
Lowest redemption price per unit (after applicable back-end load) (Rs.)	505.84	455.41	332.97	402.69

*Period from 10 January 2019 to 30 June 2019 (Date of Launch: January 10, 2019)

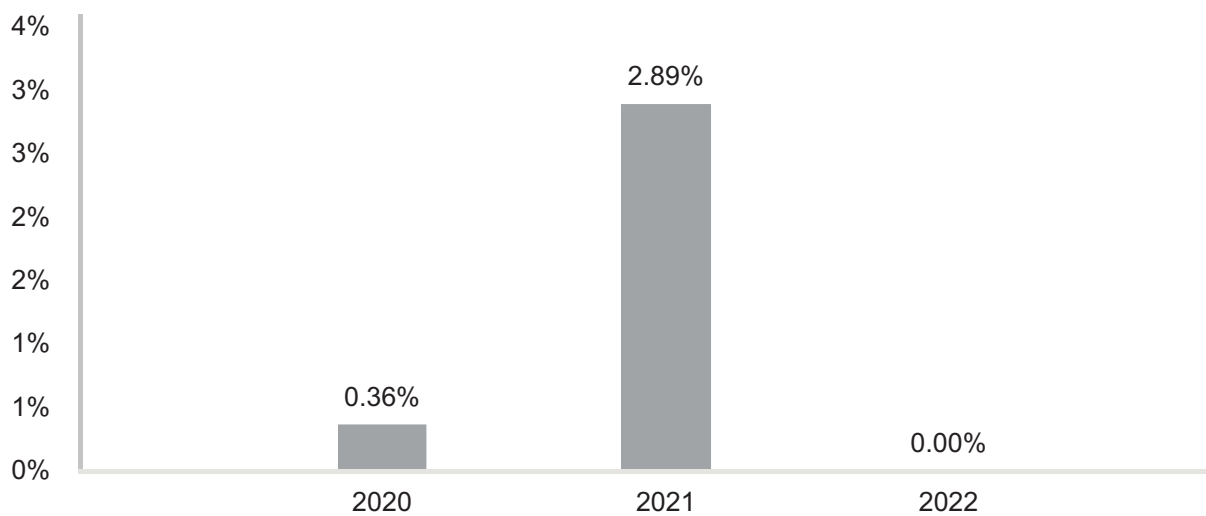
** Relates to announced prices.

Note: Past performance of the funds is not indicative of future performance, and the unit price and investment return may go down, as well as up.

Yearly Performance



Payout History (% on opening Ex - NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Islamic Dedicated Stock Fund (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

REVIEW REPORT OF THE SHARIAH ADVISOR

As a Shariah Adviser of the Atlas Islamic Dedicated Stock Fund (AIDSF), I am issuing this report in accordance with clause 11.3 (b) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah compliance of the Fund's activities.

It is the responsibility of Atlas Asset Management Limited (AAML), the management company of the Fund, to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. As Shariah Adviser, my responsibility is to express an opinion based on my review of the representations made by the management, to the extent where such compliancy can be objectively verified.

For screening investment in equities, I have advised a criteria on the basis of the following: (i) nature of business, (ii) interest bearing debt in relation to the total assets, (iii) illiquid assets in relation to the total assets, (iv) investment in non-Shariah compliant activities to total assets and income from non-compliant investments to gross revenues, and (v) net liquid assets per share vs. share price.

As part of my mandate as the Shariah Adviser to the Fund, I have reviewed the following, during the year:

- The modes of investment of Fund's property and its compliance with Shariah guidelines.
- The process of deployment of Fund's property and its compliance with Shariah guidelines.
- The process of purification of income and its compliance with Shariah guidelines.

In light of the above scope, I hereby certify that all the provisions of the scheme and investments made by the Fund for the year ended June 30, 2022 are in compliance with the Shariah principles.

There are investments made by AIDSF where investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Fund Manager, in consultation with me, the Shariah Adviser of the Fund, have determined the Haram portion of the income of the Fund and marked to charity in order to purify the whole income.

Karachi: 30 June 2022

Dr. Mufti Muhammad Wasie Fasih Butt
Shariah Advisor

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Atlas Islamic Dedicated Stock Fund Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Islamic Dedicated Stock Fund** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Equity investments	
As disclosed in note 5 to the accompanying financial statements of the Fund for the year ended 30 June 2022, the investments held by the Fund comprised of listed shares which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of investments. Our key procedures included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement, related reconciliations and re-performance of investment valuations on the basis of quoted market prices at the Pakistan Stock Exchange Limited as at 30 June 2022. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investments and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard.

Key audit matter	How our audit addressed the key audit matter
	We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

-
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

		2022	2021
	Note	Rupees	
ASSETS			
Bank balances	4	12,256,278	13,799,438
Investments	5	465,186,709	310,475,376
Receivable against sale of investment		-	8,924,517
Profit receivable on bank balances		113,146	21,760
Dividend receivable		-	121,000
Preliminary and floatation costs	6	222,213	444,430
Advances, deposits and other receivables	7	3,412,741	3,412,741
Total assets		481,191,087	337,199,262
LIABILITIES			
Payable against redemption of units		-	4,795,000
Payable to Atlas Asset Management Limited - Management Company	8	1,401,147	852,066
Payable to Central Depository Company of Pakistan Limited - Trustee	9	87,776	63,934
Payable to the Securities and Exchange Commission of Pakistan	10	87,932	75,204
Payable against purchase of investments		1,146,291	-
Accrued expenses and other liabilities	11	671,376	4,092,386
Total liabilities		3,394,522	9,878,590
NET ASSETS		477,796,565	327,320,672
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		477,796,565	327,320,672
CONTINGENCIES AND COMMITMENTS			
	12		
		-----Number of Units-----	
NUMBER OF UNITS IN ISSUE		929,233	549,177
		-----Rupees-----	
NET ASSET VALUE PER UNIT		514.1836	596.0206

The annexed notes from 1 to 29 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

		2022	2021
	Note	Rupees	Rupees
INCOME			
Profit on bank balances	4.1	749,449	280,510
Dividend income		28,420,496	17,643,039
Capital (loss) / gain on sale of investments - net		(4,660,158)	72,006,775
Net unrealised (loss) / gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(71,640,696)	49,487,364
		(76,300,854)	121,494,139
Total (loss) / Income		(47,130,909)	139,417,688
EXPENSES			
Remuneration of the Management Company	8.1	11,527,283	9,023,172
Sindh sales tax on remuneration of the Management Company	8.2	1,498,544	1,173,012
Remuneration of the Trustee	9.1	879,576	751,931
Sindh sales tax on remuneration of the Trustee	9.2	114,345	97,752
Annual fee - Securities and Exchange Commission of Pakistan	10	87,958	75,204
Accounting and operational charges	13	2,135,089	911,598
Shariah advisory fee		79,999	80,005
Auditors' remuneration	15	304,560	223,992
Transaction charges		1,059,515	842,914
Printing charges		44,242	14,767
Amortisation of floatation cost	6	222,216	222,215
Legal and professional charges		102,349	236,400
Annual listing fee		27,502	30,138
(Reversal) / provision for Sindh Workers Welfare Fund	11.2	(3,063,673)	2,514,053
Bank charges		6,894	31,944
		15,026,399	16,229,097
Net (loss) / income for the year before taxation		(62,157,308)	123,188,591
Taxation	16	-	-
Net (loss) / income for the year after taxation		(62,157,308)	123,188,591
Allocation of net income for the year			
- Net income for the year after taxation		-	123,188,591
- Income already paid on units redeemed		-	(34,096,666)
		-	89,091,925
Accounting income available for distribution:			
-Relating to capital gains		-	121,494,139
-Excluding capital gains		-	(32,402,214)
		-	89,091,925

The annexed notes from 1 to 29 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	-----Rupees-----	
Net (loss) / income for the year after taxation	(62,157,308)	123,188,591
Other comprehensive income	-	-
Total comprehensive (loss) / income for the year	(62,157,308)	123,188,591

The annexed notes from 1 to 29 form an integral part of these 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

	30 June 2022		
	Capital Value	Undistributed income	Net Assets
	----- Rupees -----		
Capital value	275,872,943	-	275,872,943
Undistributed income brought forward			
- Realised gain	-	18,532,020	18,532,020
- Unrealised gain	-	32,915,709	32,915,709
Net assets at the beginning of the year (Units outstanding: 549,177) (Rs. 596.0206 per unit)	275,872,943	51,447,729	327,320,672
Issue of 445,271 units	252,629,516	-	252,629,516
Redemption of 65,215 units	(39,127,273)	-	(39,127,273)
Refund of capital	-	-	-
Total comprehensive loss for the year	-	(62,157,308)	(62,157,308)
Shariah non-compliant income set-aside for charity	-	(869,042)	(869,042)
Net assets at end of the year (Units outstanding: 929,233) (Rs. 514.1836 per unit)	489,375,186	(11,578,621)	477,796,565
Undistributed income carried forward			
- Realised gain	-	41,030,363	-
- Unrealised loss	-	(52,608,984)	-
	-	(11,578,621)	-
	30 June 2021		
	Capital Value	Undistributed income	Net Assets
	----- Rupees -----		
Capital value	392,806,970	-	392,806,970
Undistributed income brought forward			
- Realised loss	-	(727,396)	(727,396)
- Unrealised loss	-	(29,590,832)	(29,590,832)
Net assets at the beginning of the year (Units outstanding: 820,677) (Rs. 441.6900 per unit)	392,806,970	(30,318,228)	362,488,742
Issue of 36,862 units	20,079,900	-	20,079,900
Redemption of 308,362 units	(136,830,065)	(34,096,666)	(170,926,731)
Refund of capital	(183,862)	-	(183,862)
Final cash dividend declared for the year ended 30 June 2021 Rs. 12.75 per unit declared on 28 June 2021	-	(6,672,861)	(6,672,861)
Total comprehensive income for the year	-	123,188,591	123,188,591
Shariah non-compliant income set-aside for charity	-	(653,107)	(653,107)
Net assets at end of the year (Units outstanding: 549,177) (Rs. 596.0206 per unit)	275,872,943	51,447,729	327,320,672
Undistributed income carried forward			
- Realised gain	-	18,532,020	-
- Unrealised gain	-	32,915,709	-
	-	51,447,729	-

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year after taxation	(62,157,308)	123,188,591
Adjustments for:		
Profit on bank balances	(749,449)	(280,510)
Dividend income	(28,420,496)	(17,643,039)
Capital loss / (gain) on sale of investments - net	4,660,158	(72,006,775)
Net unrealised loss / (gain) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	71,640,696	(49,487,364)
(Reversal) / provision for Sindh Workers Welfare Fund	(3,063,673)	-
Amortisation of floatation cost	222,216	222,215
	44,289,452	(139,195,473)
Decrease / (increase) in assets		
Receivable against sale of investments	8,924,517	(7,309,167)
	8,924,517	(7,309,167)
(Decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	549,081	(16,160)
Payable to Central Depository Company of Pakistan Limited - Trustee	23,842	(7,541)
Payable to the Securities and Exchange Commission of Pakistan	12,728	6,282
Payable against redemption of units	(4,795,000)	(4,205,000)
Payable against purchase of investments	1,146,291	(1,607,480)
Accrued expenses and other liabilities	(357,336)	2,698,050
	(3,420,394)	(3,131,849)
Profit received on bank balances	658,063	425,621
Dividend received	28,541,496	17,522,039
Investments made during the year	(396,930,845)	(230,684,873)
Investments sold during the year	165,918,658	399,448,737
Net cash (used in) / generated from operating activities	(214,176,361)	160,263,627
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	252,629,516	20,079,900
Payments against redemption of units	(39,127,273)	(170,926,731)
Shariah non-compliant income set-aside for charity	(869,042)	(653,107)
Refund of capital	-	(183,862)
Cash dividend	-	(6,672,861)
Net cash generated from / (used in) financing activities	212,633,201	(158,356,661)
Net (decrease) / increase in cash and cash equivalents during the year	(1,543,160)	1,906,966
Cash and cash equivalents at the beginning of the year	13,799,438	11,892,472
Cash and cash equivalents at the end of the year	12,256,278	13,799,438

The annexed notes from 1 to 29 form an integral part of these 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 has been revised various times during 2005 to 2022 with its last amendment in 14 April 2022. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.5. 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 10 January 2019. 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 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.
- 1.5 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPERATION

2.1 Statement Of Compliance

These 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 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.3 Standards, interpretations and amendments to approved accounting standards that are not yet effective

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

Standard or Interpretation	Effective date (annual periods beginning on or after)
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	January 01, 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	January 01, 2022
IAS 41 Agriculture - Taxation in fair value measurements	January 01, 2022
IFRS 3 - Reference to the Conceptual Framework (Amendments)	January 01, 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	January 01, 2022
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction ' Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relates to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable as disclosed in note 7.1.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that investments are required to be carried at fair value.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2.6 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out as below.

3.1 Financial instruments

a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

b) Classification

Equity instruments

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis. An equity instrument held for trading purposes or in which FVOCI election is not taken is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as FVTPL.

Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument held for trading purposes or which does not meet the SPPI criterion 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Business model assessment

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; 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 etc.

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 assets to identify whether they pass the SPPI criteria.

'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.

c) Subsequent Measurement

Debt investments at FVTPL

These assets are subsequently measured at fair value. Interest / markup income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at Amortised Cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt instruments at FVOCI

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. The Fund has not used this classification for its investment portfolio.

Equity investments at FVTPL

These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Equity instruments at FVOCI

Upon initial recognition, the Fund can elect to irrevocably classify an equity investment as FVOCI when they meet the definition of Equity under IAS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis.

Gains and losses on these equity instruments are never recycled to profit. Dividends are recognised in profit or loss as other operating income when the right of the payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the instrument, in which case, such gains are recorded in OCI. Equity instruments at FVOCI are not subject to an impairment assessment.

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

d) Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

e) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

f) Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

g) Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated, October 24, 2012 have been followed.

h) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

i) Determination of fair value

The fair value of financial assets are determined as follows:

a) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

b) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

c) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

3.3 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

3.4 Unit holder's Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges as processing fee.

3.6 Distribution to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Profit on bank balances, placements and deposits is recognised on an accrual basis.
- Gains/losses on sale of investments are included in the Income Statement in the year in which it arises.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- Unrealised gain / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of SECP are recognised in the income statement on an accrual basis.

3.10 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.

3.11 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.

3.12 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.

3.13 Preliminary Expense and floatation cost

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be 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.

		2022	2021
4	BANK BALANCES	Note	Rupees
	In local currency		
	- Profit and loss sharing accounts	4.1	12,256,278 13,799,438
4.1	The rate of return on these accounts during the year ranges between 6.75% to 14.00% (30 June 2021: 6.00% to 6.9%) per annum. The profit rate effective at the year end on these accounts ranges between 11.00% to 14.00% (30 June 2021: 6.5% to 6.9%) per annum.		

		2022	2021
5	INVESTMENTS	Note	Rupees
	At fair value through profit or loss		
	Investment - Listed equity securities	5.1	465,186,709 310,475,376

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 2021	Purchases during the year	Bonus / right shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of investee company held
----- Number of shares ----- ----- Rupees ----- ----- % age -----											
Banks											
Meezan Bank Limited	5.3	263,240	230,000	34,611	107,000	420,851	49,486,939	47,547,746	10.22	9.95	0.03
		263,240	230,000	34,611	107,000	420,851	49,486,939	47,547,746	10.22	9.95	0.03
Textile Composite											
Interloop Limited		20,000	135,000	2,850	1,000	156,850	11,065,030	9,567,850	2.06	2.00	0.02
Kohinoor Textile Mills Limited		45,500	90,000	-	-	135,500	9,687,930	6,775,000	1.46	1.42	0.05
Nishat Mills Limited		57,500	150,100	-	9,000	198,600	18,031,480	14,678,526	3.16	3.07	0.06
		123,000	375,100	2,850	10,000	490,950	38,784,440	31,021,376	6.68	6.49	0.13
Cement											
Attock Cement Pakistan Limited		17,000	-	-	17,000	-	-	-	-	-	-
Cherat Cement Company Limited		17,450	86,500	-	49,000	54,950	7,818,449	5,112,548	1.10	1.07	0.03
D.G. Khan Cement Company Limited		53,000	-	-	53,000	-	-	-	-	-	-
Fauji Cement Company Limited		331,500	697,000	-	145,000	883,500	17,036,455	12,519,195	2.69	2.62	0.06
Kohat Cement Company Limited		17,500	42,500	-	8,500	51,500	9,668,248	6,701,695	1.44	1.40	0.03
Maple Leaf Cement Factory Limited		70,000	425,500	-	255,000	240,500	8,245,262	6,577,675	1.41	1.38	0.02
Pioneer cement Limited		-	10,000	-	10,000	-	-	-	-	-	-
Lucky Cement Limited		37,350	23,900	-	5,400	55,850	44,462,446	25,637,384	5.51	5.37	0.02
		543,800	1,285,400	-	542,900	1,286,300	87,230,860	56,548,497	12.15	11.84	0.16
Refinery											
Attock Refinery Limited		10,300	54,500	-	22,000	42,800	6,356,563	7,523,384	1.62	1.57	0.04
National Refinery Limited		2,000	-	-	2,000	-	-	-	-	-	-
		12,300	54,500	-	24,000	42,800	6,356,563	7,523,384	1.62	1.57	0.04
Power Generation & Distribution											
K-Electric Limited (face value Rs. 3.5)		715,500	-	-	-	715,500	2,990,790	2,175,120	0.47	0.46	0.00
The Hub Power Company Limited		171,000	380,000	-	56,500	494,500	37,799,018	33,710,065	7.25	7.06	0.04
		886,500	380,000	-	56,500	1,210,000	40,789,808	35,885,185	7.72	7.52	0.04
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited		51,500	59,000	-	9,500	101,000	20,948,783	17,355,840	3.73	3.63	0.02
Sui Northern Gas Pipelines Limited		45,000	117,500	-	2,000	160,500	7,485,435	5,490,705	1.18	1.15	0.03
		96,500	176,500	-	11,500	261,500	28,434,219	22,846,545	4.91	4.78	0.05
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited		11,528	13,880	-	1,100	24,308	39,644,117	42,289,600	9.09	8.85	0.02
Oil & Gas Development Company Limited	5.3	290,900	237,000	-	59,500	468,400	41,971,554	36,849,028	7.92	7.71	0.01
Pakistan Oilfields Limited		12,500	26,000	-	500	38,000	14,776,743	15,420,780	3.31	3.23	0.01
Pakistan Petroleum Limited	5.3	214,040	171,500	-	49,500	336,040	26,825,182	22,686,060	4.88	4.75	0.01
		528,968	448,380	-	110,600	866,748	123,217,596	117,245,468	25.20	24.54	0.05
Engineering											
Aisha Steel Mills Limited		-	362,500	-	75,000	287,500	5,060,930	3,176,875	0.68	0.66	0.03
International Industries Limited		12,000	16,500	-	16,000	12,500	2,390,889	1,296,625	0.28	0.27	0.01
International Steels Limited		11,500	7,500	-	19,000	-	-	-	-	-	-
Ittefaq Iron Industries Limited		-	45,000	-	-	45,000	821,250	315,900	0.07	0.07	0.03
Mughal Iron And Steel Industries Limited		8,000	69,000	2,775	58,900	20,875	2,029,563	1,203,235	0.26	0.25	0.01
		31,500	500,500	2,775	168,900	365,875	10,302,632	5,992,635	1.29	1.25	0.08
Automobile Assembler											
Millat Tractors Limited		5,775	2,080	523	8,378	-	-	-	-	-	-
Al-Ghazi Tractors Limited		-	5,000	-	-	5,000	2,260,000	1,950,850	0.42	0.41	5.00
Pak Suzuki Motor Company Limited		9,500	43,500	-	26,000	27,000	5,163,744	5,702,670	1.23	1.12	0.03
		15,275	50,580	523	34,378	32,000	7,423,744	7,653,520	1.65	1.12	0.03
Automobile Parts & Accessories											
Thal Limited (face value Rs. 5)		17,900	8,000	-	2,500	23,400	9,475,430	6,309,108	1.36	1.32	0.03
Panther Tyres Limited		31,580	50,000	6,316	-	87,896	4,508,210	2,847,830	0.61	0.60	0.05
		49,480	58,000	6,316	2,500	111,296	13,983,640	9,156,938	1.97	1.92	0.08

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Name of Investee Company	Note	As at 01 July 2021	Purchases during the year	Bonus / right shares issued during the year	Sales during the year	As at 30 June 2022	Carrying cost as at 30 June 2022	Market value as at 30 June 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of investee company held
----- Number of shares ----- ----- Rupees ----- ----- % age -----											
Technology & Communications											
Air Link Communication Limited		-	20,100	1,507	20,000	1,607	106,886	64,907	0.01	0.01	0.00
Octopus Digital Limited		-	2,753	-	2,500	253	10,272	18,041	0.00	0.00	0.00
Pakistan Telecommunication Company Limited		295,000	-	-	295,000	-	-	-	-	-	-
Avanceon Limited		-	55,000	-	-	55,000	4,392,296	4,285,050	0.92	0.90	0.02
Systems Limited		14,800	13,000	8,000	6,800	29,000	9,505,838	9,565,940	2.06	2.00	0.01
		309,800	90,853	9,507	324,300	85,860	14,015,292	13,933,938	2.99	2.91	0.03
Fertilizer											
Engro Corporation Limited	5.3	70,000	113,000	-	9,800	173,200	49,487,465	44,527,988	9.57	9.32	0.03
Fauji Fertilizer Bin Qasim Limited		-	400,000	-	-	400,000	10,039,480	8,096,000	1.74	1.69	0.03
Engro Fertilizers Limited		129,500	322,001	36,000	343,500	144,001	12,311,439	12,764,249	2.74	2.67	0.01
		199,500	835,001	36,000	353,300	717,201	71,838,384	65,388,237	14.05	13.68	0.07
Pharmaceuticals											
Abbott Laboratories (Pakistan) Limited		-	11,500	-	-	11,500	8,963,732	7,528,360	1.62	1.58	0.01
Glaxosmithkline Pakistan Limited		21,000	-	-	21,000	-	-	-	-	-	-
Highnoon Laboratories Limited		14,184	2,000	1,568	500	17,252	9,450,400	9,141,317	1.97	1.91	0.04
The Searle Company Limited		17,500	-	1,500	17,500	1,500	279,946	163,530	0.04	0.03	0.00
		52,684	13,500	3,068	39,000	30,252	18,694,078	16,833,207	3.63	3.52	0.05
Chemicals											
Engro Polymer & Chemicals Limited		99,500	210,000	-	144,500	165,000	9,027,277	13,138,950	2.82	2.75	0.02
Sitara Chemical Industries Limited		3,800	-	-	3,800	-	-	-	-	-	-
		103,300	210,000	-	148,300	165,000	9,027,277	13,138,950	2.82	2.75	0.02
Paper & Board											
Packages Limited		11,400	-	-	11,400	-	-	-	-	-	-
		11,400	-	-	11,400	-	-	-	-	-	-
Transport											
Pakistan International Bulk Terminal Limited		145,000	-	-	145,000	-	-	-	-	-	-
		145,000	-	-	145,000	-	-	-	-	-	-
Leather & Tanneries											
Bata Pakistan Limited		1,020	-	-	1,020	-	-	-	-	-	-
Service Global Footwear Limited		25,000	65,000	-	-	90,000	4,486,110	3,616,200	0.78	0.76	0.04
		26,020	65,000	-	1,020	90,000	4,486,110	3,616,200	0.78	0.76	0.04
Foods & Personal Care Products											
At-Tahur Limited		209,350	50,000	21,522	163,000	117,872	2,618,592	2,247,822	0.48	0.47	0.06
Treet Corporation Limited		27,000	-	-	27,000	-	-	-	-	-	-
Unity Foods Limited		35,000	-	-	35,000	-	-	-	-	-	-
		271,350	50,000	21,522	225,000	117,872	2,618,592	2,247,822	0.48	0.47	0.06
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited		46,500	120,000	-	46,500	120,000	2,071,560	1,755,600	0.38	0.37	0.05
Tariq Glass Industries Limited		-	66,500	-	500	66,000	8,065,672	6,851,460	1.47	1.43	0.05
		46,500	186,500	-	47,000	186,000	10,137,232	8,607,060	1.85	1.80	0.10
Total as at 30 June 2022							536,827,406	465,186,709	100.00	97.36	
Total as at 30 June 2021							260,988,012	310,475,376	100.00	94.85	

5.2 The cost of listed equity securities as at 30 June 2022 is Rs. 517,795,689.77 (30 June 2021: 277,559,667).

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

- 5.3 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:

	Number of shares		Market value	
	2022	2021	2022	2021
			----- Rupees -----	
Engro Corporation Limited	24,500	4,500	6,298,705	1,325,745
Meezan Bank Limited	37,500	7,500	4,236,750	865,575
Oil & Gas Development Company Limited	100,000	50,000	7,867,000	4,751,500
Pakistan Petroleum Limited	30,000	30,000	2,025,300	2,604,900
	192,000	92,000	20,427,755	9,547,720

6 PRELIMINARY AND FLOATATION COSTS

	2022	2021
	----- Rupees -----	
Preliminary and floatation costs	444,430	666,645
Amortisation of floatation cost	(222,217)	(222,215)
	222,213	444,430

- 6.1 Formation cost represents expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised 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, DEPOSITS AND OTHER RECEIVABLES

	Note	2022	2021
		----- Rupees -----	
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
Tax recoverable	7.1	812,741	812,741
		3,412,741	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. Such deductions aggregate to Rs. 0.81 million (2021: 0.81 million).

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 Funds managed by the Company 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

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted from dividend and profit received on bank deposits by the Funds has been shown as other receivable as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax Recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by Rs. 0.87 per unit (30 June 2021: Rs. 1.48 per unit).

		2022	2021
	Note	Rupees	Rupees
8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY			
Remuneration of the Management Company	8.1	1,068,099	678,938
Sindh sales tax on remuneration of the Management Company	8.2	138,850	88,261
Accounting and operational charges payable	13	194,198	84,867
		1,401,147	852,066

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 3.5% of average annual net assets, within allowed expense. During the year ended June 30, 2022, the Management Company has charged its remuneration at the rate of 2.4% from 01 July 2021 to 30 September 2021, 2.5% from 01 October 2021 to 31 December 2021 and 2.75% from 01 January 2022 to 30 June 2022 (2021: 2.40%)

8.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on management fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 1,498,544 (2021: Rs. 1,173,012) and an amount of Rs. 1,447,956 (2021: Rs. 923,443) has been paid to the Management Company which acts as the collecting agent.

		2022	2021
	Note	Rupees	Rupees
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY			
Remuneration of the Trustee	9.1	77,678	56,578
Sindh sales tax on remuneration of the Trustee	9.2	10,098	7,356
		87,776	63,934

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 average net assets.

9.2 Sindh Sales Tax has been charged at 13% (30 June 2021:13%) on trustee fee levied through Sales Tax on Services Act, 2011 during the year resulting in an amount of Rs. 114,345 (2021: Rs. 97,752) and an amount of Rs. 111,602 (2021: Rs. 98,299) has been paid to the trustee which acts as the collecting agent.

		2022	2021
	Note	Rupees	Rupees
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
Annual fee payable	10.1	87,932	75,204

10.1 In accordance with the NBFC Regulations, 2008, a collective investment scheme classified as an equity scheme is required to pay the Securities and Exchange Commission of Pakistan an amount equal to 0.02% of the average annual net assets of the Fund as annual fee.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

11	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2022	2021
			----- Rupees -----	-----
	Auditors' remuneration payable		272,540	249,913
	Transaction charges payable	11.1	216,497	479,905
	Withholding tax and capital gain payable		21,849	55,141
	Payable to Shariah Advisor		20,000	20,010
	Provision for Sindh Workers' Welfare Fund	11.2	-	3,063,673
	Printing charges payable		-	12,520
	Charity payable	11.3	140,490	211,224
			671,376	4,092,386

11.1 This represents brokerage, federal excise duty and settlement charges.

11.2 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, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year ended June 30, 2022, SRB through its letter dated August 12, 2021 has intimated MUFAP that the CISs / pension funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

11.3 The Shariah Advisor of the Fund, has certified an amount of Rs. 869,042 (2021: 653,106) against dividend income, as Shariah non-compliant income during the year, which has accordingly been marked to charity. The payments made during the year amounts to Rs. 939,975. (2021: 495,646)

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2022 (30 June 2021: Nil).

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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The Management Company has charged expenses at the rate 0.4% of the average annual net assets of the Fund upto 14 September 2021 and charged expenses at the rate of 0.5% of the average annual net assets afterwards. (2021: 0.17% of the average annual net assets of the Fund for the period from July 01 2020 to 02 December 2020 and 0.3% of the average annual net assets of the Fund from 03 December 2020 to 30 June 2021) for allocation of such expenses to the Fund.

14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 June 2022 is 4.10% which includes 0.41% (30 June 2021 is 4.36% which includes 1.07%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as Shariah compliant equity scheme.

15 AUDITORS' REMUNERATION

	2022	2021
	----- Rupees -----	
Audit fee	151,300	151,300
Half Yearly fee	75,700	75,700
Certification charges	30,000	30,000
Out of pocket expenses	25,000	25,000
Sindh sales tax on services	22,561	22,560
Prior year adjustment	-	(80,568)
	304,561	223,992

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. Due to loss, distribution is not required during the year ended 30 June 2022, accordingly, no provision for taxation has been made in these financial statements during the year.

17 EARNINGS / (LOSS) 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 RELATED PARTIES / CONNECTED PERSONS

- 18.1 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.
- 18.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with policies / regulatory requirements of collective investment schemes.
- 18.3 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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

	2022	2021
	-----Rupees-----	
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	11,527,283	9,023,172
Remuneration paid	11,138,122	9,067,255
Sindh sales tax on remuneration of the Management Company	1,498,544	1,173,012
Accounting and operational charges	2,135,089	911,598
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	879,576	751,931
Sindh sales tax on remuneration of the Trustee	114,345	97,752
Remuneration paid	858,476	755,604
Settlement charges	32,604	31,771
Sindh sales tax on settlement charges	4,238	4,130
Shirazi Investments (Private) Limited Employee Provident Fund		
Issue of Nil (2021: 19,728) units	-	9,921,558
Redemption of 1,717 (2021: 21,544) units	1,000,000	12,380,733
Dividend declared	-	108,381
Outstanding 6,964 (2021: 8,681) units - at net asset value	3,580,794	5,173,787
Atlas Aggressive Allocation Islamic Plan		
Issue of 31,925 (2021: 3,275) units	17,000,000	1,970,976
Redemption of 7,288 (2021: 16,151) units	4,350,000	8,430,000
Dividend declared	-	1,970,976
Outstanding of 182,499 (2021: 157,862) units - at net asset value	93,837,985	94,088,818
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)		
Issue of 22,948 (2021: 9,022) units	12,829,516	5,276,800
Redemption of 851 (2021: 9,051) units	500,000	4,970,000
Dividend declared	-	1,866,800
Outstanding of 171,615 (2021: 149,518) units - at net asset value	88,241,687	89,115,763
Atlas Moderate Allocation Islamic Plan		
Issue of 27,631 (2021: 12,727) units	14,700,000	7,516,618
Redemption of 5,023 (2021: 32,150) units	3,000,000	17,390,000
Dividend declared	-	1,516,618
Outstanding 144,079 (2021: 121,471) units - at net asset value	74,083,073	72,399,074
Atlas Conservative Allocation Islamic Plan		
Issue of 14,566 (2021: 1,411) units	8,100,000	849,091
Redemption of 6,697 (2021: 20,292) units	4,000,000	10,545,000
Dividend declared	-	849,091
Outstanding 75,875 (2021: 68,006) units - at net asset value	39,013,483	40,533,210

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	-----Rupees-----	
Atlas Islamic Capital Preservation Plan		
Issue of Nil (2021: 905) units	-	544,858
Redemption of 53,846 (2021: 209,180) units	26,277,273	117,000,000
Dividend declared	-	544,858
Outstanding of Nil (2021: 53,846) units - at net asset value	-	32,093,325
Atlas Islamic Capital Preservation Plan II		
Issue of 348,202 (2021: Nil) units	200,000,000	-
Outstanding of 348,202 (2021: Nil) units - at net asset value	179,039,534	-

- 18.5** Other balances due from / to related parties / connected persons are included in the respective notes to the financial statements.

19 FINANCIAL INSTRUMENTS BY CATEGORY

	-----As at 30 June 2022-----			
	Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	----- (Rupees) -----			
Financial Assets				
Bank balances	12,256,278	-	-	12,256,278
Investments	-	465,186,709	-	465,186,709
Receivable against sale of investment	-	-	-	-
Profit receivable on bank balances	113,146	-	-	113,146
Dividend receivable	-	-	-	-
Advances, deposits and other receivables	2,600,000	-	-	2,600,000
	14,969,424	465,186,709	-	480,156,133

	-----As at 30 June 2022-----		
	At fair value through profit or loss	At amortised cost	Total
	----- (Rupees) -----		
Financial Liabilities			
Payable to Atlas Asset Management Limited- Management Company	-	1,401,147	1,401,147
Payable to Central Depository Company of Pakistan Limited - Trustee	-	87,776	87,776
Payable against redemptions of units	-	-	-
Payable against purchase of investments	-	1,146,291	1,146,291
Accrued expenses and other liabilities	-	649,527	649,527
	-	3,284,741	3,284,741

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	-----As at 30 June 2021 -----			
	Amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	----- (Rupees) -----			
Financial Assets				
Bank balances	13,799,438	-	-	13,799,438
Investments	-	310,475,376	-	310,475,376
Receivable against sale of investment	8,924,517	-	-	8,924,517
Profit receivable on bank balances	21,760	-	-	21,760
Dividend receivable	121,000	-	-	121,000
Advances,deposits and other receivables	2,600,000	-	-	2,600,000
	25,466,715	310,475,376	-	335,942,091

-----As at 30 June 2021 -----			
	At fair value through profit or loss	At amortised cost	Total
	----- (Rupees) -----		
Financial Liabilities			
Payable to Atlas Asset Management Limited- Management Company	-	852,066	852,066
Payable to Central Depository Company of Pakistan Limited- Trustee	-	63,934	63,934
Payable against redemptions of units	-	4,795,000	4,795,000
Payable against purchase of investments	-	-	-
Accrued expenses and other liabilities	-	973,572	973,572
	-	6,684,572	6,684,572

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

20.1 The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

20.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the value of the financial instrument will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk on its balances held with banks. The investment committee

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks which exposes the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in market interest rates as at 30 June 2022, with all other variables held constant, the net income for the year and net assets would have been higher / lower by Rs. 123,508 (2021: 137,994).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The composition of the Fund's investment portfolio and profit rates are expected to change overtime. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movement in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The fund's profit rate sensitivity related to financial assets and financial liabilities as at 30 June 2022 can be determined as follows:

As at 30 June 2022

Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Percentage	(Rupees)				
Financial Assets					
Bank balances	6.75 - 14.00	12,256,278	-	-	12,256,278
Investments		-	-	465,186,709	465,186,709
Receivable against sale of investment		-	-	-	-
Profit receivable on bank balances		-	-	113,146	113,146
Advances,deposits and other receivables		-	-	2,600,000	2,600,000
		12,256,278	-	467,899,855	480,156,133
Financial Liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	1,401,147	1,401,147
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	87,776	87,776
Payable against redemption of units		-	-	-	-
Payable against purchase of investment		-	-	1,146,291	1,146,291
Accrued expenses and other liabilities		-	-	649,527	649,527
		-	-	3,284,741	3,284,741
On-balance sheet gap (a)		12,256,278	-	464,615,114	476,871,392
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a + b)		12,256,278	-	-	-
Cumulative interest rate sensitivity gap		12,256,278	12,256,278	12,256,278	-

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

----- As at 30 June 2021 -----					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Percentage	----- (Rupees) -----				
Financial Assets					
Bank balances	6.00 to 6.90	13,799,438	-	-	13,799,438
Investments		-	-	310,475,376	310,475,376
Receivable against sale of investment		-	-	8,924,517	8,924,517
Profit receivable on bank balances		-	-	21,760	21,760
Dividend receivable		-	-	121,000	121,000
Advances,deposits and other receivables		-	-	2,600,000	2,600,000
		13,799,438	-	322,142,653	335,942,091
Financial Liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	852,066	852,066
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	63,934	63,934
Payable against redemption of units		-	-	4,795,000	4,795,000
Payable against purchase of investment		-	-	-	-
Accrued expenses and other liabilities		-	-	973,572	973,572
		-	-	6,684,572	6,684,572
On-balance sheet gap (a)		13,799,438	-	315,458,081	329,257,519
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a + b)		13,799,438	-	-	-
Cumulative interest rate sensitivity gap		13,799,438	13,799,438	13,799,438	-

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk on investments held by the Fund and classified as 'at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 15% of net assets and issued capital of the investee company and sector exposure limit to 40% of the net assets.

In case of 5% increase / decrease in KMI 30 index on 30 June 2022, with all other variables held constant, net income of the Fund for the year would increase / decrease by Rs. 23,259,335 (2021: Rs.15,523,769) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities at fair value through profit or loss.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KMI 30 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI 30 Index, is expected to change overtime. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KMI 30 Index.

20.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily redemptions, if any. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed of. The Fund's listed securities are considered readily realisable, as they are listed on the Pakistan Stock Exchange Limited.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining year at the end of the reporting year to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

-----As at 30 June 2022 -----						
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
----- Rupees -----						
Financial Assets						
Bank balances	12,256,278	-	-	-	-	12,256,278
Investments	-	-	-	-	465,186,709	465,186,709
Receivable against sale of investment	-	-	-	-	-	-
Profit receivable on bank balances	113,146	-	-	-	-	113,146
Dividend receivable	-	-	-	-	-	-
Advances,deposits and other receivables	-	-	-	-	2,600,000	2,600,000
	12,369,424	-	-	-	467,786,709	480,156,133
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company	1,401,147	-	-	-	-	1,401,147
Payable to Central Depository Company of Pakistan Limited - Trustee	87,776	-	-	-	-	87,776
Payable against redemption of units	-	-	-	-	-	-
Payable against purchase of investments	1,146,291	-	-	-	-	1,146,291
Accrued expenses and other liabilities	356,987	292,540	-	-	-	649,527
	2,992,201	292,540	-	-	-	3,284,741
Net assets / (liabilities)	9,377,223	(292,540)	-	-	467,786,709	476,871,392

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

-----As at 30 June 2021 -----						
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
----- Rupees -----						
Financial Assets						
Bank balances	13,799,438	-	-	-	-	13,799,438
Investments	-	-	-	-	310,475,376	310,475,376
Receivable against sale of investment	8,924,517	-	-	-	-	8,924,517
Profit receivable on bank balances	21,760	-	-	-	-	21,760
Dividend receivable	121,000	-	-	-	-	121,000
Advances,deposits and other receivables	-	-	-	-	2,600,000	2,600,000
	22,866,715	-	-	-	313,075,376	335,942,091
Financial Liabilities						
Payable to Atlas Asset Management Limited - Management Company	4,795,000	-	-	-	-	4,795,000
Payable to Central Depository Company of Pakistan Limited - Trustee	63,934	-	-	-	-	63,934
Payable against redemption of units	4,795,000	-	-	-	-	4,795,000
Payable against purchase of investments	-	-	-	-	-	-
Accrued expenses and other liabilities	479,905	282,443	-	-	211,224	973,572
	10,133,839	282,443	-	-	211,224	10,627,506
Net assets / (liabilities)	12,732,876	(282,443)	-	-	312,864,152	325,314,585

20.4 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted and arises principally from bank balances, investments, receivable against sale of investment, profit receivable on bank balances and advances, deposits and other receivables.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

	2022		2021	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
Bank balances	12,256,278	12,256,278	13,799,438	13,799,438
Receivable against sale of investment	-	-	8,924,517	8,924,517
Profit receivable on bank balances	113,146	113,146	21,760	21,760
Dividend receivable	-	-	121,000	121,000
Advances, deposits and other receivables	3,412,741	3,412,741	3,412,741	3,412,741
	15,782,165	15,782,165	26,279,456	26,279,456

Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in equity securities of Rs 465.19 million is not exposed to credit risk (2021: 310.48 million).

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

20.4.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks. The credit rating profile of balances with banks is as follows:

Ratings of amounts placed with banks	% of financial assets exposed to credit risk	
	2022	2021
A+	100%	5%
A	-	95%
	100%	100%

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with credit worthy counterparties.

20.5 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at July 01, 2021	-	-	-
Receivable against issuance of units	252,629,516	-	252,629,516
Payable against redemption of units	-	39,127,273	39,127,273
	252,629,516	39,127,273	291,756,789
Amount received on issuance of units	(252,629,516)	-	(252,629,516)
Amount paid on redemption of units	-	(39,127,273)	(39,127,273)
	(252,629,516)	(39,127,273)	(291,756,789)
Closing balance as at June 30, 2022	-	-	-

20.6 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.

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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.

20.7 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.
- 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).

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

21 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current period.

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

22 UNIT HOLDING PATTERN OF THE FUND

Category	2022			2021		
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total
Fund of Funds	5	385,974,081	80.78%	4	233,031,115	71.19%
Retirement Funds	2	91,822,480	19.22%	2	94,289,557	28.81%
	7	477,796,561	100.00%	6	327,320,672	100.00%

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

23 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

2022		2021	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Optimus Capital Management (Private) Limited	8.65%	Optimus Capital Management (Private) Limited	9.21%
Next Capital Limited	8.56%	Habib Metropolitan Financial Services Limited	7.61%
Shajar Capital Pakistan (Private) Limited	6.8%	Standard Capital Securities (Pvt) Limited	7.55%
Insight Securities (Private) Limited	6.56%	Topline Securities Limited	6.5%
Al Habib Capital Markets (Private) Limited	6.46%	Next Capital Limited	5.89%
Alfa Adhi Securities (Private) Limited	6.32%	Shajar Capital Pakistan (Pvt) Limited	5.74%
Topline Securities Limited	6.23%	BIPL Securities Limited	5.27%
Ismail Iqbal Securities (Private) Limited	6.13%	Taurus Securities Limited	4.93%
Taurus Securities Limited	5.97%	Insight Securities (Private) Limited	4.93%
IGI Finex Securities Limited	5.17%	Pearl Securities Limited	4.79%
	66.85%		62.42%

24 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

25 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Faran-ul-Haq	Head of Equities	MBA, CFA	Atlas Stock Market Fund Atlas Islamic Stock Fund Atlas Islamic Fund of Funds

NOTES TO AND FORMING PART OF THESE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 Sep 2021	28 Oct 2021	21 Feb 2022	28 Apr 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim (Company Secretary)	P	P	P	P	P	P

P Present

L Leave of absence

27 RATING OF THE MANAGEMENT COMPANY

The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

28 GENERAL

28.1 Figures have been rounded off to the nearest Rupee.

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

29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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. Mufti 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



Fund Manager's Report

The objective of Atlas Islamic Fund of Funds (AIFOF) is to provide unit holders the opportunity to earn potentially high returns through investment as per respective Allocation Plans by investing in Shariah Compliant Fixed Income Schemes (Atlas Islamic Income Fund) and Shariah Compliant Equity based Collective Investment Schemes (Atlas Islamic Dedicated Stock Fund). Currently AIFOF comprises of five plans i.e. Atlas Aggressive Allocation Islamic Plan (AAAIP), Atlas Moderate Allocation Islamic Plan (AMAIP), Atlas Conservative Allocation Islamic Plan (ACAIP), Atlas Islamic Capital Preservation Plan (AICPP) and Atlas Islamic Dividend Plan (AIDP). The AAAIP and AMAIP have a high-risk rating, while the ACAIP, AICPP and AIDP have a medium risk rating, respectively.

The benchmark of each allocation Plan will be the weighted average return of KMI-30 Index, and Six months average deposit rates of three (3) A rated Islamic Banks or Islamic windows of conventional banks as selected by MUFAP based on the actual proportion of investment in Equity, Income schemes and bank deposit made by the respective allocation Plan.

THE STOCK MARKET

The KMI-30 index declined 10.25% from 76,621.54 points as on June 30, 2021, to 68,766.37 points as on June 30, 2022. The daily average volume during FY22 declined by 44.70% to 292 million shares compared to daily average of 528 million shares traded in FY21. Net outflow of US \$298 was recorded by Foreign Portfolio Investors during FY22 compared to net outflow of US \$387 million in FY21. On local investors' front, Individuals, Banks, Companies and Other Organizations were net buyers of US \$157 million, US \$115 million, US \$111 million, and US \$60 million. Mutual Funds, Broker Proprietary Trading and Insurance Companies remained net sellers of US \$128 million, US \$20 million, and US \$1 million, respectively.

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) decreased by 6.89% to Rs. 553.53 as on June 30, 2022. AAAIP was 20.77% and 70.78% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAIP) decreased by 2.84% to Rs. 566.79 as on June 30, 2022. AMAIP was 39.98% and 52.52% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 2.92% to Rs. 567.23 as on June 30, 2022. ACAIP was 66.65% and 24.83% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan II (AICPP-II) increased by 0.28% to Rs. 499.88 as on June 30, 2022. AICPP-II was 61.50% and 37.81% invested in AIMF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Dividend Plan (AIDP) increased by 9.01% (annualized basis) as on June 30, 2022. AIDP was 88.15% invested in AIIF. The Net Assets of AIFOF stood at Rs. 932 million as of June 30, 2022.

Breakdown of Unit holding by type for Atlas Aggressive Allocation Islamic Plan (AAAIP) is as follows:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	11	4,305,113	3.25%
Associated companies / Directors	2	118,117,035	89.17%
Retirement Funds	1	10,042,855	7.58%
Total	14	132,465,002	100.00%

Breakdown of Unit holding by type for Atlas Moderate Allocation Islamic Plan (AMAIP) is as follows:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	13	10,962,335	7.78%
Associated companies / Directors	2	119,966,565	85.11%
Retirement Funds	1	10,031,882	7.12%
Total	16	140,960,782	100.00%

Breakdown of Unit holding by type for Atlas Conservative Allocation Islamic Plan (ACAIP) is as follows:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	16	1,748,025	1.12%
Associated companies / Directors	2	141,556,473	90.53%
Retirement Funds	2	13,064,903	8.36%
Total	20	156,369,401	100.00%

Breakdown of Unit holding by type for Atlas Islamic Capital Preservation Plan - II (AICPP-II) is as follows:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	8	9,791,870	2.07%
Retirement Funds	2	6,173,709	1.31%
Associated companies / Directors	2	239,061,013	50.59%
Others	2	217,492,834	46.03%
Total	14	472,519,425	100.00%

Breakdown of Unit holding by type for Atlas Islamic Dividend Plan (AIDP) is as follows:

Type of Investor	No. of Investors	Amount of Investment (Rs.)	Percentage (%)
Individual	6	6,721,661	22.66%
Associated companies / Directors	1	22,944,312	77.34%
Total	7	29,665,973	100.00%

The Investment Committee of Atlas Asset Management Limited, the Management Company of Atlas Islamic Fund of Funds, under the authority delegated by the Board of Directors of Atlas Asset Management Limited has approved aggregate distribution of Rs 0.00 per unit for AAAIP, Rs. 0.00 for AMAIP, Rs. 16.45 for ACAIP, Rs. 1.51 for AICPP II and Rs. 43.17 for AIDP for the period ended June 30, 2022.

The Expense Ratio of AAAIP is 0.47%, AMAIP is 0.43%, ACAIP is 0.43%, AICPP-II is 0.27% and AIDP is 0.53% including expenses representing Government levy of AAAIP is 0.04%, AMAIP is 0.04%, ACAIP is 0.03%, AICPP II is 0.03% and AIDP is 0.04%.

During the year under review, the Investment Committee held fifty-one meetings to review investment of the Fund and the Risk Committee held twelve meetings to review risk management.

Karachi: 8 September 2022

Faran-UI-Haq
Head of Equities

Performance Since Inception

	30 June 2022				
	AAAIP	AMAI	ACAIP	AICPP II***	AIDP
Net Assets (Rs. in '000)	132,465	140,961	156,369	472,519	29,666
Number of units in issue	239,308	248,702	275,673	945,264	59,332
Net assets value per unit (Rs.)	553.53	566.79	567.23	499.88	500.00
Net (loss) / income (Rs. in '000)	(9,086)	(3,810)	4,107	1,311	2,436
Earnings per unit (Rs.)	(37.97)	(15.32)	14.90	1.39	41.06
Annual return of the fund (%)	(6.89)	(2.84)	2.92	0.28	9.01
Offer Price *** (Rs.)	553.53	566.79	567.23	499.88	500.00
Redemption Price *** (Rs.)	553.53	566.79	567.23	499.88	500.00
Distribution (Rs.)	-	-	16.45	1.51	43.17
Distribution as a % of Opening Ex- NAV of units	-	-	2.90	0.30	8.63
Date of Distribution	-	-	29-Jun-22	29-Jun-22	
Highest offer price per unit (Rs.)	636.49	620.61	598.36	513.82	500.00
Lowest offer price per unit (Rs.)	545.93	559.68	566.20	500.00	499.29
Highest redemption price per unit (after applicable back-end load) (Rs.)	622.42	606.90	598.36	509.40	500.00
Lowest redemption price per unit (after applicable back-end load) (Rs.)	545.93	559.68	566.20	483.53	499.29

	30 June 2021				
	AAAIP	AMAI	ACAIP	AICPP	AIDP
Net Assets (Rs. in '000)	128,491	133,772	138,255	495,770	27,168
Number of units in issue	216,140	229,306	243,795	933,099	54,336
Net assets value per unit (Rs.)	594.48	583.38	567.10	531.32	500.00
Net (loss) / income (Rs. in '000)	28,014	24,350	17,936	55,728	1,471
Earnings per unit (Rs.)	129.61	106.19	73.57	59.72	27.07
Annual return of the fund (%)	28.08	21.54	14.15	12.25	5.58
Offer Price *** (Rs.)	607.92	596.56	579.92	-	500.00
Redemption Price *** (Rs.)	594.48	583.38	567.10	516.31	500.00
Distribution (Rs.)	17.60	18.60	23.90	28.20	27.03
Distribution as a % of Opening Ex- NAV of units	3.68	3.75	4.62	5.66	5.41
Date of Distribution	29-Jun-21	29-Jun-21	29-Jun-21	29-Jun-21	
Highest offer price per unit (Rs.)	640.39	625.57	609.02	-	500.00
Lowest offer price per unit (Rs.)	500.24	515.62	535.34	-	499.84
Highest redemption price per unit (after applicable back-end load) (Rs.)	626.24	611.74	595.56	543.84	500.00
Lowest redemption price per unit (after applicable back-end load) (Rs.)	489.19	504.23	523.51	489.07	499.84

	30 June 2020				
	AAAIP	AMAI	ACAIP	AICPP	AIDP**
Net Assets (Rs. in '000)	100,177	112,808	126,610	456,056	26,135
Number of units in issue	209,596	227,735	244,525	914,884	52,270
Net assets value per unit (Rs.)	477.95	495.35	517.78	498.49	500.00
Net (loss) / income (Rs. in '000)	9,323	11,447	14,408	43,685	1,903
Earnings per unit (Rs.)	44.48	50.26	58.92	47.75	36.41
Annual return of the fund (%)	10.04	10.95	12.02	10.15	7.28
Offer Price *** (Rs.)	488.75	506.54	529.48	-	500.00
Redemption Price *** (Rs.)	477.95	495.35	517.78	484.41	500.00
Distribution (Rs.)	10.50	21.00	37.00	39.00	9.54
Distribution as a % of Opening Ex- NAV of units	2.37	4.51	7.47	7.99	1.91
Date of Distribution	30-Jun-20	30-Jun-20	30-Jun-20	30-Jun-20	
Highest offer price per unit (Rs.)	562.55	568.17	576.49	-	500.00
Lowest offer price per unit (Rs.)	404.92	441.81	493.22	-	499.47
Highest redemption price per unit (after applicable back-end load) (Rs.)	550.12	555.61	563.75	541.92	500.00
Lowest redemption price per unit (after applicable back-end load) (Rs.)	395.97	432.05	482.32	457.87	499.47

	30 June 2019*			
	AAAIP	AMAIP	ACAIP	AICPP
Net Assets (Rs. in '000)	92,924	103,279	120,868	430,862
Number of units in issue	209,341	221,897	244,021	882,926
Net assets value per unit (Rs.)	443.89	465.44	495.32	487.99
Net (loss) / income (Rs. in '000)	(11,616)	(7,620)	(1,223)	(14,540)
Earnings per unit (Rs.)	(55.49)	(34.34)	(5.01)	(16.47)
Annual return of the fund (%)	(11.22)	(6.91)	(0.94)	(2.40)
Offer Price *** (Rs.)	453.92	475.96	506.51	-
Redemption Price *** (Rs.)	443.89	465.44	495.32	474.20
Distribution (Rs.)	-	-	-	-
Distribution as a % of Opening Ex- NAV of units	-	-	-	-
Date of Distribution	-	-	-	-
Highest offer price per unit (Rs.)	527.31	523.37	518.75	517.05
Lowest offer price per unit (Rs.)	444.39	467.22	498.89	-
Highest redemption price per unit (after applicable back-end load) (Rs.)	515.66	511.80	507.29	500.00
Lowest redemption price per unit (after applicable back-end load) (Rs.)	434.57	456.89	487.86	466.47

*Period from 07 January 2019 to 30 June 2019 (Date of Launch: January 07, 2019)

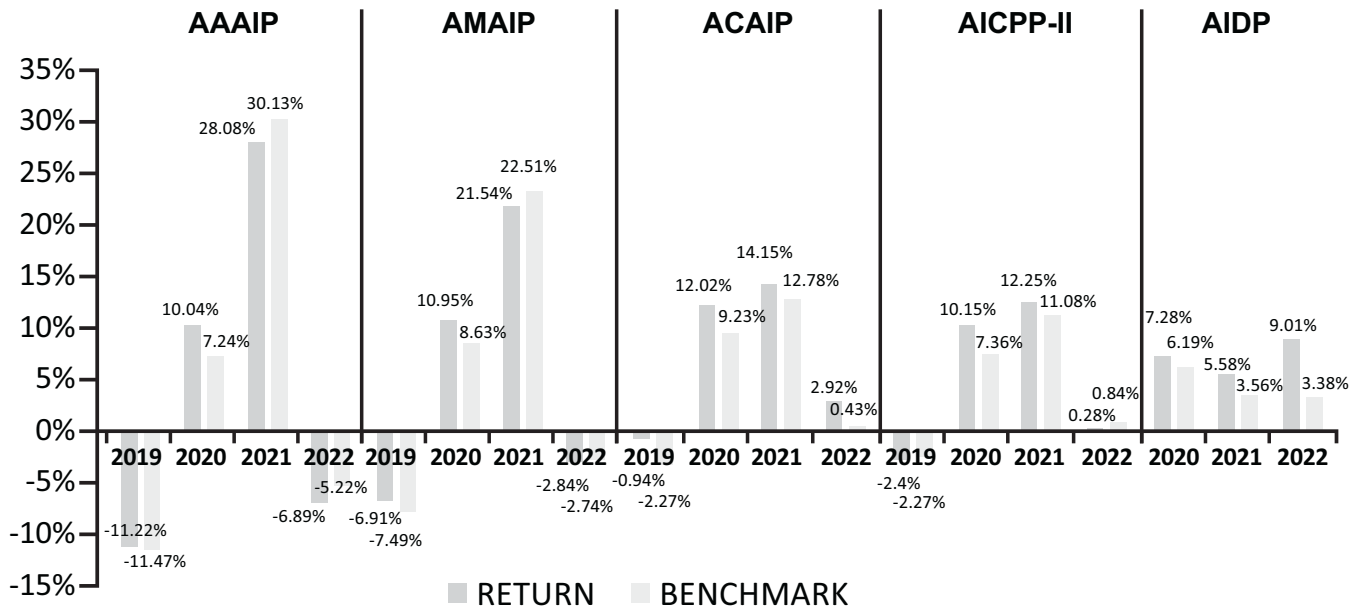
**Period from 16 March 2020 to 30 June 2020 (Date of Launch: January 16, 2020)

***Period from 31 August 2021 to 30 June 2022 (Date of Launch: August 31, 2022)

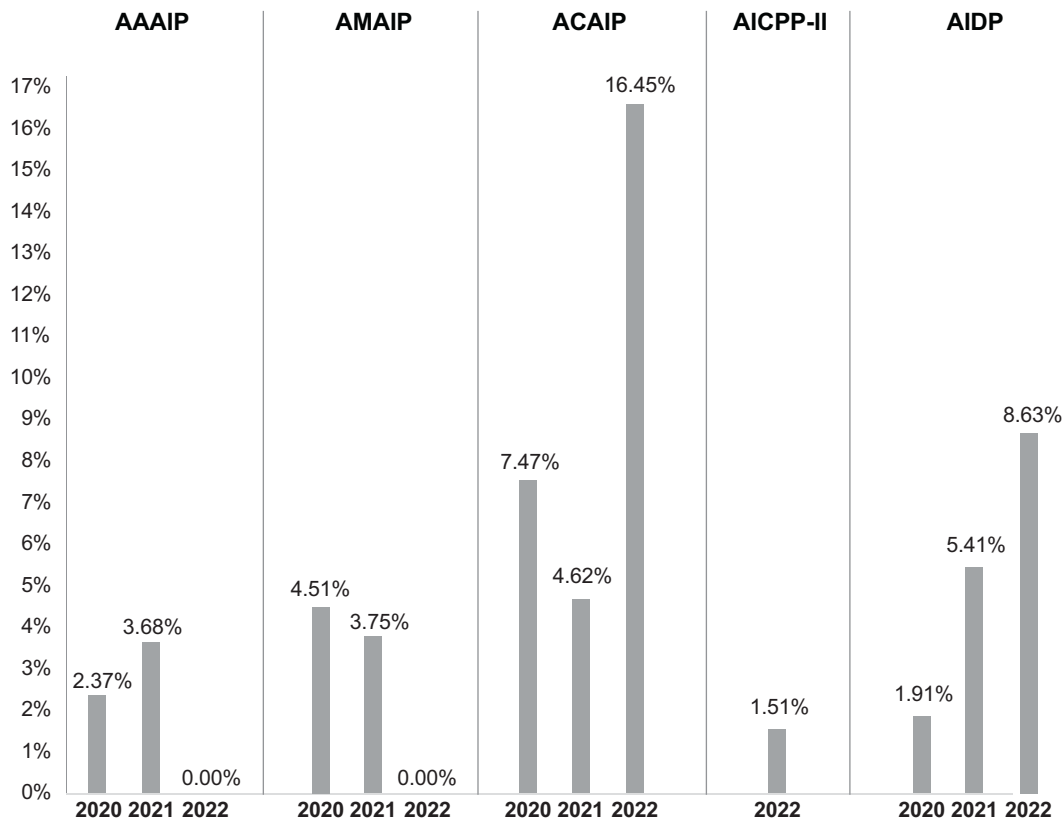
**** Relates to announced prices.

Note: Past performance of the funds is not indicative of future performance, and the unit price and investment return may go down, as well as up.

Yearly Performance



Payout History (% on opening Ex - NAV)



TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Islamic Fund of Funds (the Fund) are of the opinion that Atlas Asset Management Limited, being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2022 in accordance with the provisions of the following:

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

Karachi: 28 September 2022

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

REVIEW REPORT OF THE SHARIAH ADVISOR

As a Shariah Adviser of the Atlas Fund of Funds (AIFO), I am issuing this report in accordance with clause 11.3 (b) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah compliance of the Fund's activities.

It is the responsibility of Atlas Asset Management Limited (AAML), the management company of the Fund, to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. As Shariah Adviser, my responsibility is to express an opinion based on my review of the representations made by the management, to the extent where such compliancy can be objectively verified.

For screening investment in equities, I have advised a criteria and procedure to be followed in ensuring Shariah compliance in equity investments.

As part of my mandate as the Shariah Adviser to the Fund, I have reviewed the following, during the year:

- The modes of investment of Fund's property and its compliance with Shariah guidelines.
- The process of deployment of Fund's property and its compliance with Shariah guidelines.
- The process of purification of income and its compliance with Shariah guidelines.

In light of the above scope, I hereby certify that all the provisions of the scheme and investments made by the Fund for the year ended June 30, 2022 are in compliance with the Shariah principles.

There are investments made by AIFO where investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Fund Manager, in consultation with me, the Shariah Board of the Fund, have determined the Haram portion of the income of the Fund and marked to charity in order to purify the whole income.

Karachi: 30 June 2022

Dr. Mufti Muhammad Wasie Fasih Butt
Shariah Advisor

INDEPENDENT AUDITORS' REPORT

To the Unit holders of Atlas Islamic Fund of Funds Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Atlas Islamic Fund of Funds** (the Fund), which comprise of the statement of assets and liabilities as at 30 June 2022, and the income statement, statement of comprehensive income, cash flows statement and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key audit matter	How our audit addressed the key audit matter
Investment in units of mutual funds	
As disclosed in note 5 to the accompanying financial statements of the Fund for the period ended 30 June 2022, the investments held by the Fund comprised of units of mutual funds which represent significant portion of the total assets of the Fund as at the year end. In view of the above, we have considered this area as a key audit matter.	We performed a combination of audit procedures focusing on the existence and valuation of investments. Our key procedures included the following: • We obtained an understanding of fund's process over acquisition, disposals and periodic valuation of investment portfolio and evaluated / tested controls in those areas for the purpose of our audit. • We performed substantive audit procedures on year-end balance of portfolio including review of custodian's statement, related reconciliations and re-performance of investment valuations on the basis of net asset values declared by the respective mutual funds. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investment in units of mutual funds and exposure limits prescribed in such Regulations and the applicability of disclosures in this regard.

Key audit matter	How our audit addressed the key audit matter
	We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investments in units of mutual funds portfolio in accordance with the requirements of the Regulations and applicable financial reporting standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

-
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Arslan Khalid.

Karachi: 15 September 2022

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2022

		2022							2021						
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total	
Note		----- Rupees -----							----- Rupees -----						
ASSETS															
	4	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689	41,232,798	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918	
	5	121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	-	892,076,314	126,533,606	134,529,047	142,353,795	23,954,693	507,138,596	934,509,737	
		-	-	-	-	-	-	-	-	-	-	-	-	-	
		-	-	-	-	-	-	-	2,110,000	-	1,825,000	-	-	3,935,000	
		134,644	126,348	161,179	38,126	38,662	400	499,359	8,042	17,536	16,468	18,658	192,708	253,412	
	6	12,834	9,063	28,350	19,166	20,192	43,057	132,662	11,150	9,063	10,318	66,875	43,037	140,443	
	7	56,055	56,055	56,055	-	-	-	168,165	112,109	112,109	112,109	-	112,109	448,436	
		132,571,052	141,068,677	157,090,800	29,741,362	473,568,261	69,146	934,109,298	133,032,962	138,587,890	144,872,238	27,301,048	511,437,808	955,231,946	
LIABILITIES															
	8	28,591	28,702	33,236	6,936	68,765	-	166,231	39,205	21,759	42,521	6,864	81,082	191,432	
	9	8,402	8,936	9,910	1,895	30,711	-	59,853	8,555	8,726	9,382	1,763	33,046	61,472	
	10	26,147	27,182	28,731	5,632	79,579	15,301	182,572	23,851	25,904	27,688	5,414	98,034	180,890	
		-	-	-	-	-	39,078	39,078	-	-	-	-	-	-	
	11	42,910	43,076	649,524	60,924	869,781	14,767	1,680,982	4,470,390	4,759,599	6,537,206	119,025	15,455,269	31,341,489	
		106,050	107,896	721,400	75,387	1,048,836	69,146	2,128,716	4,542,001	4,815,988	6,616,798	133,066	15,667,431	31,775,284	
		132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	-	931,980,583	128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662	
UNIT HOLDER'S FUND (AS PER STATEMENT ATTACHED)															
		132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	-	931,980,583	128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662	
NUMBER OF UNITS IN ISSUE															
		239,308	248,702	275,673	59,332	945,264			216,140	229,306	243,795	54,336	933,099		
NET ASSET VALUE PER UNIT															
		553.5324	566.7870	567.2287	500.0000	499.8810			594.4797	583.3773	567.0963	500.0000	531.3157		
FACE VALUE PER UNIT															
		500.00	500.00	500.00	500.00	500.00			500.00	500.00	500.00	500.00	500.00		

Contingencies and commitments 12

The annexed notes 1 to 27 form an integral part of these 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

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

		For the year ended 30 June 2022				For the period from 01 September 2021 to 30 June 2022		For the period from 01 July 2021 to 31 August 2021		For the year ended 30 June 2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total	
Note		Rupees						Rupees							
INCOME															
	Profit on deposits with banks	918,980	666,558	666,441	254,571	297,184	(114,245)	2,689,488	50,069	147,262	89,126	213,709	377,587	877,752	
	Dividend income	2,313,084	4,736,507	8,793,407	2,201,872	22,228,235	-	40,273,105	3,847,125	5,109,341	6,736,959	1,385,202	28,366,555	45,445,181	
	Capital gain on sale of investments at fair value through profit or loss - net	406,651	505,797	603,102	-	1,058,280	8,537,771	11,111,602	1,373,928	1,787,902	1,688,535	142,826	26,148,595	31,141,785	
	Net unrealised (loss) / gain on re-measurement of investments classified as 'financial assets' at fair value through profit or loss'	(12,874,167)	(9,892,109)	(6,036,355)	60,472	(20,961,044)	-	(49,703,203)	23,795,761	18,329,314	10,331,286	(70,039)	3,684,706	56,071,029	
		(12,467,516)	(9,386,311)	(5,433,253)	60,472	(19,902,764)	8,537,771	(38,591,601)	25,169,689	20,117,216	12,019,821	72,787	29,833,301	87,212,814	
		(9,235,453)	(3,983,246)	4,026,595	2,516,915	2,622,655	8,423,526	4,370,992	29,066,882	25,373,819	18,845,906	1,671,698	58,577,443	133,535,747	
EXPENDITURE															
8.1	Remuneration of the Management Company	98,314	64,386	62,097	32,003	30,031	14,537	301,368	5,427	17,068	10,265	34,151	40,789	107,700	
8.2	Sindh sales tax on remuneration of the Management Company	12,781	8,370	8,073	4,160	3,904	1,890	39,178	706	2,219	1,334	4,440	5,303	14,001	
	Accounting & Operational charges	222,248	231,041	244,215	47,876	676,418	71,661	1,493,459	202,829	220,180	235,351	46,019	833,287	1,537,665	
9.1	Remuneration of the Trustee	91,514	95,135	100,560	19,713	278,525	59,445	644,891	83,763	90,663	96,909	18,949	343,118	633,402	
9.2	Sindh sales tax on remuneration of the Trustee	11,897	12,367	13,073	2,563	36,208	7,728	83,835	10,889	11,786	12,598	2,463	44,605	82,342	
10.1	Annual fee Securities and Exchange Commission of Pakistan	26,147	27,181	28,731	5,633	79,579	16,984	184,255	23,862	25,904	27,688	5,414	98,034	180,902	
	Auditor's remuneration	43,103	44,224	47,376	9,289	130,828	(14,500)	260,319	17,011	34,324	34,673	6,790	127,997	220,795	
	Amortization of preliminary expenses and floatation costs	56,054	56,054	56,054	-	-	112,108	280,270	56,053	56,053	56,053	-	56,053	224,212	
	Annual Listing fee	3,892	3,993	4,277	3,525	11,813	-	27,500	3,967	4,307	4,594	899	16,268	30,035	
	Printing charges	9,504	9,504	10,504	9,819	3,747	-	43,076	2,400	2,690	2,983	611	10,738	19,422	
	Legal and Professional Charges	18,220	18,525	18,796	12,011	10,740	23,186	101,479	42,000	42,800	43,480	33,600	74,520	236,400	
	Shariah advisory fee	17,154	17,521	17,556	3,050	44,720	-	100,000	12,763	13,977	15,050	2,351	55,466	99,607	
	Bank charges	1,359	2,392	1,642	116	4,863	156	10,528	19,939	2,161	3,226	12,645	4,060	42,031	
	Reversal of Sindh Workers' Welfare Fund	(761,966)	(763,895)	(693,415)	(68,845)	-	(2,028,833)	(4,316,954)	571,705	496,994	366,034	30,067	1,137,344	2,602,144	
		(149,779)	(173,202)	(80,459)	80,911	1,311,377	(1,735,637)	(746,794)	1,053,315	1,023,637	910,239	200,909	2,847,581	6,035,681	
	Net (loss) / income for the year before taxation	(9,085,674)	(3,810,044)	4,107,054	2,436,005	1,311,278	10,159,163	5,117,786	28,013,567	24,350,182	17,935,667	1,470,790	55,729,862	127,500,066	
15	Taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Net (loss) / income for the year after taxation	(9,085,674)	(3,810,044)	4,107,054	2,436,005	1,311,278	10,159,163	5,117,786	28,013,567	24,350,182	17,935,667	1,470,790	55,729,862	127,500,066	
Allocation of net income for the year / period:															
	Net income for the year after taxation	-	-	4,107,054	2,436,005	1,311,278	10,159,163		28,013,567	24,350,182	17,935,667	1,470,789	55,729,862		
	Income already paid on units redeemed	-	-	(1,018)	(863)	-	(10,159,163)		(7,755)	(100,550)	(94,543)	-	(197,252)		
		-	-	4,106,036	2,435,142	1,311,278	-		28,005,813	24,249,631	17,841,124	1,470,789	55,532,610		
Accounting income available for distribution:															
	-Relating to capital gains	-	-	-	60,472	-	-		29,066,882	25,373,819	18,845,906	1,671,698	58,577,443		
	-Excluding capital gains	-	-	4,106,036	2,374,670	1,311,278	-		(1,061,069)	(1,124,188)	(1,004,782)	(200,910)	(3,044,833)		
		-	-	4,106,036	2,435,142	1,311,278	-		28,005,813	24,249,631	17,841,124	1,470,789	55,532,610		

The annexed notes 1 to 27 form an integral part of these 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

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2022						For the period from 01 September 2021 to 30 June 2022	For the period from 01 July 2021 to 31 August 2021	For the year ended 30 June 2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
	Rupees								Rupees					
Net (loss) / income for the year	(9,085,674)	(3,810,044)	4,107,054	2,436,005	1,311,278	10,159,163	5,117,781		28,013,567	24,350,182	17,935,667	1,470,790	55,729,862	127,500,068
Other Comprehensive income	-	-	-	-	-	-	-		-	-	-	-	-	-
Total comprehensive (loss) / income for the year	<u>(9,085,674)</u>	<u>(3,810,044)</u>	<u>4,107,054</u>	<u>2,436,005</u>	<u>1,311,278</u>	<u>10,159,163</u>	<u>5,117,781</u>		<u>28,013,567</u>	<u>24,350,182</u>	<u>17,935,667</u>	<u>1,470,790</u>	<u>55,729,862</u>	<u>127,500,068</u>

The annexed notes 1 to 27 form an integral part of these 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

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUND FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2022						For the period from 01 September 2021 to 30 June 2022	For the period from 01 July 2021 to 31 August 2021	For the year ended June 30, 2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
	Rupees								Rupees					
Capital Value	108,778,546	114,712,286	122,027,244	27,167,982	-	471,160,304	843,846,362		104,670,329	113,742,162	122,397,566	26,135,105	461,323,599	828,268,761
Un distributed Income														
- Realised income	2,713,945	5,890,620	9,332,874	1,382,978	-	29,419,585	48,740,002		2,994,497	5,015,587	8,168,915	1,924,685	11,929,312	30,032,996
- Unrealised income / (loss)	16,998,470	13,168,996	6,895,322	(1,382,978)	-	(4,809,512)	30,870,298		(7,487,673)	(5,950,141)	(3,956,718)	(1,924,685)	(17,196,420)	(36,515,637)
Net assets at the beginning of the year	128,490,961	133,771,902	138,255,440	27,167,982	-	495,770,377	923,456,662		100,177,153	112,807,608	126,609,763	26,135,105	456,056,491	821,786,120
(Units: AAAP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP 933,099 & AIDP 54,336)														
Issue of units	13,059,715	10,998,924	18,430,886.03	2,497,993.47										
Capital value (at net assets value per unit at the beginning of year)														
Aggressive 23,178 (2021: 6,671) units	13,065,709	-	-	-	-	-	13,065,709		4,169,379	-	-	-	-	4,169,379
Moderate 19,411 (2021: 6,190) units	-	11,008,114	-	-	-	-	11,008,114		-	3,497,479	-	-	-	3,497,479
Conservative 36,597 (2021: 3,686) units	-	-	21,170,316	-	-	-	21,170,316		-	-	2,037,526	-	-	2,037,526
Dividend 5,403 (2021: 29,962) units	-	-	-	2,701,416	-	-	2,701,416		-	-	-	14,981,230	-	14,981,230
Preservative-II 945,605 (2021: Nil) units	-	-	-	-	472,690,690	-	472,690,690		-	-	-	-	-	-
Preservative-I Nil (2021: 23,351) units	-	-	-	-	-	-	-		-	-	-	-	12,400,266	12,400,266
Total proceed on issuance of units	13,065,709	11,008,114	21,170,316	2,701,416	472,690,690	-	520,636,246		4,169,379	3,497,479	2,037,526	14,981,230	12,400,266	37,085,879
Redemption of units														
Capital value (at net assets value per unit at the beginning of year)														
Aggressive 10 (2021: 128) units	(5,923)	-	-	-	-	-	(5,923)		(61,160)	-	-	-	-	(61,160)
Moderate 15 (2021: 4,578) units	-	(8,948)	-	-	-	-	(8,948)		-	(2,527,354)	-	-	-	(2,527,354)
Conservative 4,719 (2021: 4,416) units	-	-	(2,734,202)	-	-	-	(2,734,202)		-	-	(2,407,849)	-	-	(2,407,849)
Dividend 407 (2021: 27,897) units	-	-	-	(203,423)	-	-	(203,423)		-	-	-	(13,948,353)	-	(13,948,353)
Preservative II 341 (2021: Nil) units	-	-	-	-	(170,403)	-	(170,403)		-	-	-	-	-	-
Preservative-I 933,909 (2021: 5,137) units	-	-	-	-	-	(495,770,377)	(495,770,377)		-	-	-	-	(2,563,561)	(2,563,561)
Income paid on redemption of units	(72)	(243)	(5,227)	-	(863)	(10,159,163)	(10,165,568)		(7,755)	(100,550)	(94,543)	-	(197,252)	(400,100)
Total payments on redemption of units	(5,995)	(9,191)	(2,739,429)	(203,423)	(171,265)	(505,929,540)	(509,058,844)		(68,915)	(2,627,904)	(2,502,392)	(13,948,353)	(2,760,813)	(21,908,376)
Total Comprehensive (loss) / income for the year	(9,085,674)	(3,810,044)	4,107,054	2,436,005	1,311,278	10,159,163	5,117,782		28,013,567	24,350,182	17,935,667	1,470,789	55,729,862	127,500,068
Refund of Capital	-	-	(356,494)	-	-	-	(356,494)		(113,570)	(24,940)	(2,938)	-	(502)	(141,951)
Cash Dividend	-	-	(4,067,486)	(2,436,005)	(1,311,278)	-	(7,814,769)		(3,686,653)	(4,230,521)	(5,822,187)	(1,470,789)	(25,654,927)	(40,865,077)
Net income for the year less distribution	(9,085,674)	(3,810,044)	(316,926)	-	-	10,159,163	(3,053,480)		24,213,344	20,094,721	12,110,542	-	30,074,433	86,493,040
Net assets at the end of the year	132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	-	931,980,584		128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662
(Units: AAAP 239,308, AMAIP 248,702, ACAIP 275,673, AIDP 59,332, AICPPII 945,264 & AICPP-I Nil)														
Capital Value	121,838,333	125,711,452	140,463,357	29,665,975	472,520,288	-	890,199,406		108,778,546	114,712,286	122,027,244	27,167,982	471,160,304	843,846,362
Un distributed Income														
- Realised income	(110,752,505)	(115,229,915)	(127,807,906)	-	20,960,181	-	(332,830,145)		2,713,945	5,890,620	9,332,874	1,382,978	29,419,585	48,740,002
- Unrealised income / (loss)	121,379,174	130,479,243	143,713,949	-	(20,961,044)	-	374,611,322		16,998,470	13,168,996	6,895,322	(1,382,978)	(4,809,512)	30,870,298
Net assets at the end of the year	132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	-	931,980,583		128,490,961	133,771,902	138,255,440	27,167,982	495,770,377	923,456,662
Net assets value per unit at beginning of the year	594.4797	583.3773	567.0963	500.0000	531.3157				477.9500	495.3500	517.7800	500.0000	498.4900	
Net assets value per unit at end of the year	553.5324	566.7870	567.2287	500.0000	499.8810				594.4797	583.3773	567.0963	500.0000	531.3157	

The annexed notes 1 to 27 form an integral part of these 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

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2022						For the period from 01 September 2021 to 30 June 2022	For the period from 01 July 2021 to 31 August 2021	For the year ended June 30, 2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
CASH FLOWS FROM OPERATING ACTIVITIES														
Net (loss) / income for the year / period after taxation	(9,085,674)	(3,810,044)	4,107,054	2,436,005	1,311,278	10,159,163	5,117,782		28,013,567	24,350,182	17,935,667	1,470,789	55,729,862	127,500,067
Adjustments for:														
Profit on deposits with banks	(918,980)	(666,558)	(666,441)	(254,571)	(297,184)	114,245	(2,689,488)		(50,068)	(147,262)	(89,126)	(213,709)	(377,587)	(877,752)
Gain on sale of investments at fair value through Profit or Loss - net	(406,651)	(505,797)	(603,102)	-	(1,058,280)	(8,537,771)	(11,111,602)		(1,373,928)	(1,787,902)	(1,688,535)	(142,826)	(26,148,595)	(31,141,785)
Net unrealised gain on re-measurement of investments classified as 'financial assets' at fair value through profit or loss	12,874,167	9,892,109	6,036,355	(60,472)	20,961,044	-	49,703,203		(23,795,761)	(18,329,314)	(10,331,286)	70,039	(3,684,706)	(56,071,028)
Reversal of Sindh Workers' Welfare Fund	(761,966)	(763,895)	(693,415)	(68,845)	-	-	(2,288,121)		571,705	496,994	366,034	30,067	1,137,344	2,602,145
	1,700,897	4,145,815	8,180,452	2,052,117	20,916,858	1,735,637	38,731,774		3,365,515	4,582,699	6,192,754	1,214,360	26,656,318	42,011,647
Decrease / (increase) in assets														
Other receivables	(1,684)	-	(18,032)	47,709	(20,192)	(20)	7,781		(476)	-	-	(66,875)	(2,487)	(69,838)
Receivable against sale of investment	-	-	-	-	-	-	-		(2,110,000)	-	(1,825,000)	-	-	(3,935,000)
Preliminary and floatation cost	56,054	56,054	56,054	-	-	112,109	280,271		56,053	56,053	56,053	-	56,053	224,212
	54,370	56,054	38,021	47,709	(20,192)	112,089	288,053		(2,054,423)	56,053	(1,768,947)	(66,875)	53,566	(3,780,626)
(Decrease) / increase in liabilities														
Payable to Atlas Asset Management Company - Management Company	(10,614)	6,943	(9,285)	72	68,765	(81,082)	(25,202)		24,539	4,928	22,705	161	5,740	58,074
Payable to Central Depository Company of Pakistan Limited - Trustee	(153)	210	528	132	30,711	(33,046)	(1,619)		1,941	1,204	709	67	2,407	6,328
Payable to the Securities and Exchange Commission of Pakistan	2,296	1,278	1,043	218	79,579	(82,733)	1,681		4,066	3,612	1,987	543	6,638	16,846
Payable to Unit-holders	-	-	-	-	-	39,078	39,078		-	-	-	-	-	-
Accrued expenses and other liabilities	(3,665,514)	(3,952,629)	(5,194,267)	10,744	869,781	(15,440,502)	(27,372,386)		1,543,105	(298,188)	(1,814,885)	(97,932)	(4,943,830)	(5,611,730)
	(3,673,985)	(3,944,198)	(5,201,982)	11,165	1,048,836	(15,598,285)	(27,358,449)		1,573,651	(288,444)	(1,789,483)	(97,161)	(4,929,045)	(5,530,482)
Interest received	792,377	557,745	521,728	235,103	258,522	78,063	2,443,540		44,612	134,882	74,545	226,403	390,464	870,905
Investments - net	(7,313,084)	(5,336,508)	(4,968,407)	(2,201,872)	(490,189,675)	515,676,367	5,666,821		562,875	1,270,659	3,753,041	(935,202)	(8,866,555)	(4,215,182)
	(6,520,707)	(4,778,762)	(4,446,678)	(1,966,769)	(489,931,153)	515,754,430	8,110,361		607,486	1,405,541	3,827,586	(708,799)	(8,476,092)	(3,344,277)
Net cash (used in) / generated from operating activities	(8,439,425)	(4,521,092)	(1,430,187)	144,223	(467,985,650)	502,003,871	19,771,739		3,492,229	5,755,848	6,461,910	341,524	13,304,747	29,356,261
CASH FLOWS FROM FINANCING ACTIVITIES														
Receipts against issuance of units	15,175,709	11,008,114	21,170,316	2,701,416	472,690,690	-	522,746,246		4,169,379	3,497,478	2,037,526	14,981,230	12,400,266	37,085,879
Payments against redemption of units	(5,994)	(9,191)	(2,739,429)	(203,422)	(171,266)	(505,929,540)	(509,058,843)		(68,915)	(2,627,904)	(2,502,391)	(13,948,353)	(2,760,813)	(21,908,376)
Refund of Capital	-	-	(356,494)	-	-	-	(356,494)		(113,570)	(24,940)	(2,938)	-	(502)	(141,951)
Cash dividend Paid	-	-	(4,067,486)	(2,436,005)	(1,311,278)	-	(7,814,769)		(3,686,653)	(4,230,521)	(5,822,187)	(1,470,789)	(25,654,927)	(40,865,077)
Net cash generated from / (used in) from financing activities	15,169,716	10,998,924	14,006,906	61,989	471,208,146	(505,929,540)	5,516,140		300,241	(3,385,887)	(6,289,990)	(437,912)	(16,015,978)	(25,829,525)
Net increase in cash and cash equivalents	6,730,290	6,477,832	12,576,719	206,212	3,222,496	(3,925,669)	25,287,880		3,792,470	2,369,961	171,920	(96,387)	(2,711,229)	3,526,736
Cash and cash equivalents at the beginning of the year	4,258,055	3,920,135	554,548	3,260,822	-	3,951,358	15,944,918		465,585	1,550,174	382,627	3,357,209	6,662,587	12,418,182
Cash and cash equivalents at the end of the year	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689	41,232,798		4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918

The annexed notes 1 to 27 form an integral part of these financial statements.

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

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 has been revised various times during 2010 to 2022 with its last amendment in 14 April 2022. Further the Trust Deed has been registered under the Sindh Trust Act as disclosed in note 1.6. 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, 2019. 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 complaint mutual funds in line with the risk tolerance of the investor. The Management Company has appointed Dr. Mufti Muhammad Wasie Fasih Butt as its Shariah Advisor to ensure that the activities of the Funds are in compliance with the principles of Shariah.

- 1.3 During the year Atlas Islamic Capital Preservation Plan, having maturity of 30 Months from the close of subscription period the (i.e. subscription period from 7 January 2019 to 28 February 2019), matured on August 31, 2021. Atlas Islamic Capital Preservation Plan - II was launched on September 01, 2021 through one day IPO, therefore there are no comparatives for the year ended June 30, 2022
- 1.4 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% of its net assets in Shariah Compliant Equity Funds and upto 25% of its net assets in 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 (AMAIP)

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% of its net assets in Shariah Compliant Equity Funds and upto 45% of its net assets in 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.

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

returns. It shall invest at least 20% of its net assets in Shariah Compliant Equity Funds and upto 70% of its net assets in 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 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 Capital Preservation Plan - II (AICPP-II)

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.

- 1.5 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.
- 1.6 The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.7 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These 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;

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

- 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 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

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

Standards, interpretations and amendments	Effective date periods beginning on or after)
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
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IAS 41 Agriculture - Taxation in fair value measurements	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	01 January 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2024
Sale or Contribution of Assets between an Investor and its Associate ' or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for taxes recoverable as disclosed in note 6.1 of the annual financial statement respectively.

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except investments which are required to be carried at fair value.

2.6 Functional and presentation currency

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out as below. These policies have been applied consistently to all years and are set out below:

3.1 Financial instruments

a) Initial recognition and measurement

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities classified at fair value through profit or loss category which are initially recognized at fair value.

b) Classification and measurement

The Fund only invests in shariah compliant mutual funds and classifies the same as FVTPL and measures such mutual funds in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss. Given the objectives of the Fund, all investments have been classified as FVTPL.

Dividends are recognised in profit or loss as other operating income when the right of the payment has been established.

Equity instruments at FVTPL

These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

Financial liabilities

Financial liabilities measured at amortised cost

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

c) Derecognition

"A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset."

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

d) Reclassification of financial assets and liabilities

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

e) 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 if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

f) Determination of fair value

1) Debt securities (other than Government securities)

The 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 vide its Circular No. 33 of 2012 dated 24 October 2012. 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 circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2) Debt securities (Government securities)

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV rates) which are based on the remaining tenure of the securities.

3) Equity securities

The equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange (PSX).

3.2 Cash and cash equivalents

These comprise balances with banks, cheques in hand and short-term highly liquid investments with original maturities of three months or less.

3.3 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 amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.4 Unit holders' Fund

Unit holders' Fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

3.5 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the application received during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / Distributors as processing fee.

Units redeemed are recorded at the redemption price applicable to units for which the distribution company / management company / distributors receives redemption application during business hours of that day. The redemption price shall be equal to NAV as of the close of the business day, less an amount as the management company may consider to be an appropriate provision of duties and charges.

3.6 Distribution to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Distribution Committee of the Board of Directors of the Management Company under the powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

3.8 Revenue recognition

- Dividend income is recognised when the right to receive the dividend is established.
- Gains or losses on sale of investments are included in the Income Statement in the year in which it arises.
- Unrealised appreciation / (loss) in the value of investments classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

3.9 Expenses

All expenses chargeable to the Fund including remuneration of Management Company and Trustee and annual fee of SECP are recognised in the income statement on an accrual basis.

3.10 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. Since the management has paid the required minimum percentage of income earned by the Fund during the year ended 30 June 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

3.11 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.

3.12 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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

4 BANK BALANCES

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
Profit and loss sharing accounts	4.1	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689
		10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689
		Total					
		41,232,798					
		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
Note		Rupees					
Profit and loss sharing accounts	4.1	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918
		4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918

4.1 The rate of return on these account during the year ranges between 6.75% to 15% (30 June 2021: 5.5% to 6.9%), per annum. The profit rates effective at the year end on these accounts ranges between 14.5% to 15% (30 June 2021: 6.5% to 6.9%) per annum.

5 INVESTMENTS - NET

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
At fair value through profit or loss - Held for Trading							
Units of Mutual Funds - listed	5.1	121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	-
		121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	-
		Total					
		892,076,314					
		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
Note		Rupees					
At fair value through profit or loss - Held for Trading							
Units of Mutual Funds - listed	5.1	126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737
		126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

5.1 At fair value through profit or loss - Units of mutual Funds - Listed

5.1.1 Units of Mutual Funds

Name of the investee company	As at 01 July 2021	Purchases during the year	Sold during the year	As at 30 June 2022	Carrying Value as at 30 June 2022	Market Value as at 30 June 2022	Appreciation/ (diminution) as at 30 June 2022	Market Value as a % of net assets of Plan	Market Value as a % of total value of investments of Plan
	----- Number of shares -----				----- Rupees -----			----- percentage -----	
Aggressive Allocation Plan									
Atlas Islamic Income Fund	64,135	7,161	16,980	54,316	27,508,445	27,541,198	32,753	20.79	22.69
Atlas Islamic Dedicated Stock Fund	157,862	31,925	7,288	182,499	106,744,896	93,837,976	(12,906,920)	70.84	77.31
	221,997	39,087	24,267	236,815	134,253,341	121,379,174	(12,874,167)	91.63	100.00
Moderate Allocation Plan									
Atlas Islamic Income Fund	122,815	9,363	20,954	111,224	56,266,100	56,396,183	130,083	40.01	43.22
Atlas Islamic Dedicated Stock Fund	121,471	27,631	5,023	144,079	84,105,252	74,083,060	(10,022,192)	52.56	56.78
	244,286	36,994	25,977	255,303	140,371,352	130,479,243	(9,892,109)	92.56	100.00
Conservative Allocation Plan									
Atlas Islamic Income Fund	201,272	31,912	26,695	206,488	105,108,852	104,700,478	(408,374)	66.96	72.85
Atlas Islamic Dedicated Stock Fund	68,006	14,566	6,696	75,875	44,641,452	39,013,471	(5,627,981)	24.95	27.15
	269,278	46,477	33,391	282,364	149,750,304	143,713,949	(6,036,355)	91.91	100.00
Islamic Dividend Plan									
Atlas Islamic Income Fund	47,352	4,353	-	51,705	26,156,564	26,217,036	60,472	88.37	100.00
	47,352	4,353	-	51,705	26,156,564	26,217,036	60,472	88.37	100.00
Islamic Capital Preservation Plan - II									
Atlas Islamic Income Fund	-	909,608	909,608	-	-	-	-	-	-
Atlas Islamic Dedicated Stock Fund	-	348,202	-	348,202	200,000,000	179,039,534	(20,960,466)	37.89	38.07
Atlas Islamic Money Market Fund	-	982,495	400,000	582,495	291,247,956	291,247,378	(578)	61.64	61.93
	-	2,240,306	1,309,608	930,698	491,247,956	470,286,912	(20,961,044)	99.53	100.00
Islamic Capital Preservation Plan									
Atlas Islamic Income Fund	951,064	40,782	991,846	-	-	-	-	-	-
Atlas Islamic Dedicated Stock Fund	43,639	-	43,639	-	-	-	-	-	-
	994,703	40,782	1,035,485	-	-	-	-	-	-
Total as at 30 June 2022	1,777,616	2,407,998	2,428,729	1,756,884	941,779,517	892,076,314	(49,703,203)		
Total as at 30 June 2021	1,752,517	406,154	381,053	1,777,617	878,438,709	934,509,737	56,071,028		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

6 OTHER RECEIVABLES

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
	Receivable against sale of units	-	-	-	-	-	-
6.1	Tax Recoverable	12,834	9,063	28,350	19,166	20,192	43,057
		12,834	9,063	28,350	19,166	20,192	43,057
		132,662					
		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
		Total					
Note		Rupees					
	Receivable against sale of units	-	-	-	52,347	-	-
6.1	Tax Recoverable	11,150	9,063	10,318	14,528	-	43,037
		11,150	9,063	10,318	66,875	-	43,037
		88,096					140,443

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 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 Funds managed by the Company to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted from the profit received on bank deposits by the Funds has been shown as other receivable as at 30 June 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax Recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 30 June 2022 would have been lower by, AAAIP Rs. 0.05 per unit, AMAIP Rs. 0.04 per unit, ACAIP Rs. 0.10 per unit, AIDP Rs. 0.24 per unit (30 June 2021: AAAIP Rs. 0.05 per unit, AMAIP Rs. 0.04 per unit, ACAIP Rs. 0.04 per unit, AICPP Rs. 0.05 per unit, AIDP Rs. 0.26 per unit).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

7 PRELIMINARY AND FLOATATION COST

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan
		Total					
Note		Rupees					
Opening balance	7.1	112,109	112,109	112,109	-	-	112,109
Less: Amortization for the year		56,054	56,054	56,054	-	-	112,109
		56,055	56,055	56,055	-	-	-
		168,165					
		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan
		Total					
Note		Rupees					
Opening balance	7.1	168,162	168,162	168,162	-	-	168,162
Less: Amortization for the year		56,053	56,053	56,053	-	-	56,053
		112,109	112,109	112,109	-	-	112,109
		672,648					

7.1 Preliminary expenses and floatation 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 - MANAGEMENT COMPANY - RELATED PARTY

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan
		Total					
Note		Rupees					
Remuneration of the Management Company	8.1	9,304	8,405	10,566	2,533	2,445	-
Sindh Sales Tax on remuneration of the Management Company	8.2	1,210	1,092	1,373	329	318	-
Front and backend load payable to the Management Company		23	-	-	-	-	-
Initial deposit against account opening		-	-	-	-	-	-
Accounting and operational charges reimbursable by the Fund		18,055	19,205	21,298	4,074	66,003	-
		28,591	28,702	33,236	6,936	68,765	-
		166,231					

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan
		Total					
Note		Rupees					
Remuneration of the Management Company	8.1	3,069	2,659	1,603	2,722	-	2,408
Sindh Sales Tax on remuneration of the Management Company	8.2	399	346	208	354	-	313
Front and backend load payable to the Management Company		-	-	-	-	-	7,339
Initial deposit against account opening		-	-	-	-	-	-
Accounting and operational charges reimbursable by the Fund		35,737	18,754	40,710	3,788	-	71,022
		39,205	21,759	42,521	6,864	-	81,082
							191,432

8.1 In accordance with the provisions of the NBFC Regulations, no Management fee shall be charged in case the investment of the fund is made in CIS of Atlas Asset Management Limited (AAML). Further 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 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.

8.2 Sindh Sales Tax has been charged at 13% (2021:13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 39,178 (2021: Rs. 14,000) charged during the year. Furthermore, an amount of Rs. 36,476 (2021: Rs. 13,502) has been paid to the Management Company which acts as a collecting agent.

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

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
Remuneration Trustee fee	9.1	7,435	7,908	8,769	1,678	27,178	-
Sindh sales tax on Remuneration trustee fee	9.2	967	1,028	1,140	218	3,533	-
		8,402	8,936	9,910	1,895	30,711	-
							59,853

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2021

		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
Note		Rupees						
Remuneration Trustee fee	9.1	7,571	7,722	8,303	1,560	-	29,244	54,401
Sindh sales tax on Remuneration trustee fee	9.2	984	1,004	1,079	203	-	3,802	7,072
		8,555	8,726	9,383	1,763	-	33,046	61,473

9.1 'With effect from June 28, 2019, the trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.07% p.a. of average Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC. Previously, the trustee fee was charged in accordance with the following slab rates:

Net assets

- upto Rs 1 Billion
- On an amount exceeding Rs. 1 Billion

Fee

- Rs. 0.20% per annum of Net Assets
- Rs. 2.0 million plus 0.10% per annum of Net Assets amount exceeding Rs 1 Billion

9.2 Sindh Sales Tax has been charged at 13% (2021:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 resulting in an amount of Rs. 83,835 (2021: Rs 83,342) charged during the year. Furthermore an amount of Rs. 76,294 (2021: Rs 81,615) was paid to the Trustee which acts as a collecting agent.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

2022

		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
Note		Rupees						
Annual SECP fees payable	10.1	26,147	27,182	28,731	5,632	79,579	15,301	182,572
		26,147	27,182	28,731	5,632	79,579	15,301	182,572

2021

		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
Note		Rupees						
Annual SECP fees payable	10.1	23,851	25,904	27,688	5,414	-	98,034	180,891
		23,851	25,904	27,688	5,414	-	98,034	180,891

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

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% (2021: 0.02%) per annum of the average annual net assets on all categories of CISs.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

		2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
	Auditors' remuneration payable	37,930	39,341	42,108	8,324	99,997	-
	Withholding tax payable	2,099	769	603,825	42,073	209,184	14,767
11.1	Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-
	Shariah Advisor fee payable	2,882	2,819	3,272	527	15,501	-
	Legal and professional charges payable	-	-	-	-	-	-
	Other payable	-	-	-	10,000	-	-
	Withholding and Capital gain tax payable	-	148	320	-	-	-
	Dividend Payable	-	-	-	-	545,099	-
		42,910	43,076	649,524	60,924	869,781	14,767
							1,680,983
		2021					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
		Total					
Note		Rupees					
	Auditors' remuneration payable	32,825	35,627	38,000	7,495	-	134,913
	Withholding tax payable	554,558	637,044	877,802	29,596	-	3,779,433
11.1	Provision for Sindh Workers' Welfare Fund	761,966	763,894	693,415	68,845	-	2,028,833
	Shariah Advisor fee payable	3,263	3,524	3,780	770	-	13,323
	Legal and professional charges payable	-	-	12,186	2,319	-	-
	Other payable	-	-	-	10,000	-	-
	Withholding and Capital gain tax payable	-	-	-	-	-	243
	Dividend Payable	3,117,778	3,319,508	4,912,023	-	-	9,498,524
		4,470,390	4,759,599	6,537,206	119,025	-	15,455,269
							31,341,488

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP 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, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the year, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, amounting to Rs. 4.32 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at June 30, 2022 and (2021: Nil)

13 AUDITORS' REMUNERATION

	2022					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)
	Rupees					
						Total
Audit fee	32,126	32,962	35,311	6,923	97,511	-
Income certification charges	3,538	3,630	3,889	762	10,739	-
Out of pocket expenses	4,246	4,356	4,667	915	12,887	-
Sindh sales tax on services	3,193	3,276	3,509	688	9,691	-
Prior year adjustment	-	-	-	-	-	(14,500)
	43,103	44,224	47,376	9,289	130,828	(14,500)
						260,319

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
	Rupees					
Audit fee	29,980	32,554	34,719	6,797	-	122,949
Income certification charges	3,302	3,585	3,824	749	-	13,541
Out of pocket expenses	3,962	4,302	4,588	898	-	16,249
Sindh sales tax on services	2,980	3,235	3,451	676	-	12,219
Prior year adjustment	(23,213)	(9,353)	(11,909)	(2,330)	-	(36,961)
	17,011	34,324	34,673	6,790	-	127,997
						220,795

14 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan. This ratio net of government levies is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as fund of fund scheme. the total expense ratio of the Fund is as follows :

	2022					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
Total expense ratio	0.47	0.43	0.43	0.53	0.27	-
Government Levies and SECP Fee	0.04	0.04	0.03	0.04	0.03	-

	2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
Total expense ratio	0.88	0.79	0.66	0.74	-	0.58
Government Levies and SECP Fee	0.51	0.42	0.30	0.15	-	0.26

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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 the fund's accounting income available for distribution by the year end, as cash dividend, to the unitholders. Since the management has paid the required minimum percentage of income earned by the the Fund during the year ended 30 June 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements during the year.

16 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% (2021: 0.17%) of the average annual net assets of the Fund for the year for allocation of such expenses to the Fund.

17 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.

18 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. It also includes staff retirement benefit funds of the above connected person / related parties.

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:

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

For the year ended 30 June 2022				For the period from 01 September 2021 to 30 June 2022	For the period from 01 July 2021 to 31 August 2021	
Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
----- Rupees -----						

18.1 Details of transaction with related parties during the year are as follows:

Atlas Asset Management Limited (Management Company)

Remuneration for the period	98,314	64,386	62,097	32,003	30,031	14,537	301,368
Sindh sales tax on remuneration of the Management Company	12,781	8,370	8,073	4,160	3,904	1,890	39,178
Remuneration paid	92,079	58,640	53,134	32,192	27,586	16,945	280,576
floatation cost	56,054	56,054	56,054	-	-	112,108	280,270
Accounting & operational charges	222,248	231,041	244,215	47,876	676,418	71,661	1,493,459
Issuance in amounts	3,000,000	1,000,000	1,618,268	1,627,253	-	-	-
Issue of units	4,980	1,698	2,844	3,246	-	-	-
Dividend declared	-	-	693,431	1,914,415	-	-	-

Central Depository Company of Pakistan Limited

Remuneration of the Trustee	91,514	95,135	100,560	19,713	278,525	59,445	644,891
Sindh Sales Tax on remuneration of the Trustee	11,897	12,367	13,073	2,563	36,208	7,728	83,835
Remuneration paid	91,649	94,949	100,094	19,595	251,347	88,689	646,323

Atlas Honda Limited

Dividend declared	-	-	-	-	714,875	-	714,875
Issuance in amounts	-	-	-	-	237,321,229	-	237,321,229
Issue of units	-	-	-	-	474,642	-	474,642

Shirazi Investments (Private) Limited

Dividend declared	-	-	3,284,062	-	641,293	-	3,925,355
Purchase in Rupees	-	-	2,791,453	-	212,348,729	-	215,140,182
Purchase of units	-	-	4,921.24	-	424,697	-	429,619

Atlas Islamic Dedicated Stock Fund

Purchase in Rupees	17,000,000	14,700,000	-	-	-	-	31,700,000
Purchase of units	31,925	27,631	14,566	-	-	-	74,122
Redemption in Rupees	4,350,000	3,000,000	8,100,000	-	-	26,277,273	41,727,273
Redemption of units	7,288	5,023	4,000,000	-	-	43,639	4,055,950
Dividend declared	-	-	6,696	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2022				For the period from 01 September 2021 to 30 June 2022	For the period from 01 July 2021 to 31 August 2021	
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
	----- Rupees -----						
Atlas Islamic Money Market Fund							
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	982,495	-	982,495
Redemption in Rupees	-	-	-	-	-	-	-
Redemption of units	-	-	-	-	400,000	-	400,000
Dividend declared	-	-	-	-	22,227,828	-	22,227,828
Atlas Islamic Income Fund							
Purchase in Rupees	3,622,673	4,736,507	16,143,722	2,201,872	491,247,548	20,777,274	538,729,595
Purchase of units	7,161	9,363	31,912	4,353	982,495	40,782	1,076,065
Redemption in Rupees	9,000,000	11,100,000	14,100,000	-	200,000,000	510,088,471	744,288,471
Redemption of units	7,288	20,954	26,695	-	400,000	991,846	1,446,783
Dividend Entitlement	2,313,083	4,736,507	8,793,406	2,201,872	-	-	-
Atlas Group of Companies, M.S.G.Fund							
Purchase in Rupees	10,032,492	10,000,000	10,283,241	-	-	-	30,315,732
Purchase of units	18,143	17,700	17,718	-	-	-	53,560
Dividend Entitlement	-	-	47,913	-	-	-	47,913
Shirazi Investments (Private) Limited - Employee Provident Fund							
Purchase in Rupees	-	-	5,584,972	-	-	-	5,584,972
Purchase of units	-	-	9,574	-	-	-	9,574
Redemption in Rupees	-	-	2,472,888	-	-	-	2,472,888
Redemption of units	-	-	4,259	-	-	-	4,259
Dividend declared	-	-	14,357	-	-	-	14,357
Directors and their close family members and key management personnel of the Management Company							
Purchase in Rupees	-	-	-	-	4,188,799	-	4,188,799
Purchase of units	-	-	-	-	8,378	-	8,378
Dividend declared	-	-	-	-	12,618	-	12,618

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2021						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
	----- Rupees -----						
Atlas Asset Management Limited (Management Company)							
Remuneration for the period	5,427	17,068	10,265	34,151	-	40,789	107,700
Sindh sales tax on remuneration of the Management Company	706	2,219	1,334	4,440	-	5,303	14,001
Remuneration paid	2,660	14,997	8,806	34,136	-	43,282	103,880
floatation cost	56,053	56,053	56,053	-	-	56,053	224,212
Accounting & operational charges	202,829	220,180	235,351	46,019	-	833,287	1,537,665
Issuance in amounts	-	-	-	962,176	-	-	962,176
Issue of units	-	-	-	1,924	-	-	1,924
Dividend declared	181,790	165,877	1,007,478	962,176	-	-	2,317,321
Central Depository Company of Pakistan Limited							
Remuneration of the Trustee	83,763	90,663	96,909	18,949	-	343,118	633,402
Sindh Sales Tax on remuneration of the Trustee	10,889	11,786	12,598	2,463	-	44,605	82,342
Remuneration paid	84,023	91,567	98,559	17,388	-	349,551	641,087
Atlas Honda Limited							
Dividend declared	-	-	-	-	-	-	-
Issuance in amounts	-	-	-	-	-	10,131,059	10,131,059
Issue of units	-	-	-	-	-	19,079	19,079
Shirazi Investments (Private) Limited							
Dividend declared	3,486,185	3,153,632	4,771,372	-	-	9,498,524	20,909,714
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	-	-	-
Atlas Islamic Dedicated Stock Fund							
Purchase in Rupees	1,970,975	7,516,618	849,091	-	-	544,858	10,881,542
Purchase of units	3,275	12,727	1,411	-	-	905	18,319
Redemption in Rupees	8,430,000	17,390,000	10,545,000	-	-	117,000,000	153,365,000
Redemption of units	16,151	32,150	20,292	-	-	209,180	277,774
Dividend declared	1,970,975	849,091	1,516,618	-	-	544,858	4,881,542

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	For the year ended 30 June 2021						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
	----- Rupees -----						
Atlas Islamic Money Market Fund							
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	-	-	-
Redemption in Rupees	-	-	-	-	-	-	-
Redemption of units	-	-	-	-	-	-	-
Dividend declared	-	-	-	-	-	-	-
Atlas Islamic Income Fund							
Purchase in Rupees	8,236,150	18,582,723	13,607,868	11,285,202	-	148,821,697	200,533,639
Purchase of units	16,094	35,907	26,674	22,027	-	287,134	387,835
Redemption in Rupees	2,340,000	9,980,000	7,665,000	10,350,000	-	17,500,000	47,835,000
Redemption of units	4,469	18,956	14,965	20,124	-	34,559	93,073
Dividend Entitlement	1,876,150	3,592,723	5,887,868	1,385,202	-	27,821,697	40,563,640
Atlas Group of Companies, M.S.G.Fund							
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	-	-	-
Dividend Entitlement	-	-	-	-	-	-	-
Shirazi Investments (Private) Limited - Employee Provident Fund							
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	-	-	-
Redemption in Rupees	-	-	-	-	-	-	-
Redemption of units	-	-	-	-	-	-	-
Dividend declared	-	-	-	-	-	-	-
Directors and their close family members and key management personnel of the Management Company							
Purchase in Rupees	4,000,000	248,338	-	-	-	229,949	4,478,287
Purchase of units	6,387	427	-	-	-	433	7,247
Dividend declared	112,417	292,161	-	-	-	270,528	675,107

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

		2022						
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
		Rupees						
18.2	Details of balances with related parties as at the year end are as follows:							
Atlas Asset Management Limited (Management Company)								
	Remuneration payable to the management company	9,304	8,405	10,566	2,533	2,445	-	33,253
	Sindh Sales tax payable on remuneration of the Management Company	1,210	1,092	1,373	329	318	-	4,322
	Sales Load Payable	23	-	-	-	-	-	23
	Accounting and operational charges payable	18,055	19,205	21,298	4,074	66,003	-	128,633
	Outstanding amount - at net asset value	8,474,056	6,909,163	25,524,011	22,944,312	-	-	63,851,543
	Outstanding units	15,309	12,190	44,998	45,889	-	-	118,385
Central Depository Company of Pakistan Limited (Trustee)								
	Trustee fee payable	7,435	7,908	8,769	1,678	27,178	-	52,968
	Sindh Sales tax payable on remuneration of trustee	967	1,028	1,140	218	3,533	-	6,885
Shirazi Investments (Private) Limited - Group Company								
	Outstanding amount - at net asset value	109,642,977	113,057,402	116,032,454	-	212,298,190	-	763,329,214
	Outstanding units	198,079	199,471	204,560	-	424,697	-	1,451,505
Shirazi Investments (Private) Limited - Group Company								
	Outstanding amount - at net asset value	-	-	3,014,964	-	-	-	3,014,964
	Outstanding units	-	-	5,315	-	-	-	5,315
Atlas Honda Limited - Group Company								
	Outstanding amount - at net asset value	-	-	-	-	236,657,247	-	473,978,470
	Outstanding units	-	-	-	-	474,642	-	948,070
Atlas Islamic Dedicated Stock Fund								
	Outstanding amount - at net asset value	93,837,976	66,615,327	39,013,471	-	179,039,534	-	378,506,308
	Outstanding units	182,499	144,079	75,875	-	348,202	-	750,655
Atlas Islamic Money Market Fund								
	Outstanding amount - at net asset value	-	-	-	-	291,247,378	-	291,247,378
	Outstanding units	-	-	-	-	582,495	-	582,495

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	2022						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
----- Rupees -----							
Atlas Islamic Income Fund							
Outstanding amount - at net asset value	27,541,198	56,396,183	104,700,478	26,217,036	-	-	214,854,895
Outstanding units	54,316	111,224	206,488	51,705	-	-	423,733
Atlas Group of Companies, M.S.G.Fund							
Purchase in Rupees	10,042,855	9,797,282	10,049,938	-	-	-	-
Purchase of units	18,143	17,700	17,718	-	-	-	-
Directors and their close family members and key management personnel of the Management Company							
Outstanding amount - at net asset value	-	6,023,537	-	4,187,802	4,177,080	-	14,388,419
Outstanding units	-	10,628	-	8,378	8,356	-	27,361
----- Rupees -----							
2021							
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
----- Rupees -----							
Atlas Asset Management Limited (Management Company)							
Remuneration payable to the management company	3,069	2,659	1,603	2,722	-	2,408	12,461
Sindh Sales tax payable on remuneration of the Management Company	399	346	208	354	-	313	1,620
Sales Load Payable	-	-	-	-	-	7,339	7,339
Accounting and operational charges payable	35,737	18,754	40,710	3,788	-	71,022	170,011
Outstanding amount - at net asset value	6,140,364	6,120,757	23,905,318	21,321,132	-	-	57,487,571
Outstanding units	10,329	10,492	42,154	42,642	-	-	105,617
Central Depository Company of Pakistan Limited (Trustee)							
Trustee fee payable	7,571	7,722	8,303	1,560	-	29,244	54,400
Sindh Sales tax payable on remuneration of trustee	984	1,004	1,079	203	-	3,802	7,072

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	2021						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
	Rupees						
Shirazi Investments (Private) Limited - Group Company							
Outstanding amount - at net asset value	117,753,765	116,366,681	113,214,554	-	-	210,542,965	557,877,965
Outstanding units	198,079	199,471	199,639	-	-	396,267	993,456
Shirazi Investments (Private) Limited - Group Company							
Outstanding amount - at net asset value	-	-	-	-	-	-	-
Outstanding units	-	-	-	-	-	-	-
Atlas Honda Limited - Group Company							
Outstanding amount - at net asset value	-	-	-	-	-	234,700,628	234,700,639
Outstanding units	-	-	-	-	-	441,735	441,735
Atlas Islamic Dedicated Stock Fund							
Outstanding amount - at net asset value	94,088,818	72,399,059	40,533,195	-	-	26,009,984	233,031,056
Outstanding units	157,862	121,471	68,006	-	-	43,639	390,979
Atlas Islamic Money Market Fund							
Outstanding amount - at net asset value	-	-	-	-	-	-	-
Outstanding units	-	-	-	-	-	-	-
Atlas Islamic Income Fund							
Outstanding amount - at net asset value	32,444,788	62,129,988	101,820,600	23,954,693	-	481,128,612	701,478,681
Outstanding units	64,135	122,815	201,272	47,352	-	951,064	1,386,638
Atlas Group of Companies, M.S.G.Fund							
Purchase in Rupees	-	-	-	-	-	-	-
Purchase of units	-	-	-	-	-	-	-
Directors and their close family members and key management personnel of the Management Company							
Outstanding amount - at net asset value	3,797,149	9,412,528	-	-	-	5,327,103	18,536,780
Outstanding units	6,387	16,135	-	-	-	10,026	32,549

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

18.3 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.

19 FINANCIAL INSTRUMENTS BY CATEGORY

2022

	Aggressive Allocation Islamic Plan				Moderate Allocation Islamic Plan			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	Rupees				Rupees			
Financial assets								
Bank balances	10,988,345	-	-	10,988,345	10,397,967	-	-	10,397,967
Investments - net	-	121,379,174	-	121,379,174	-	130,479,243	-	130,479,243
Profit receivable on deposit with banks	134,644	-	-	134,644	126,348	-	-	126,348
	11,122,989	121,379,174	-	132,502,163	10,524,315	130,479,243	-	141,003,559
		At fair value through profit or loss	At amortised Cost	Total		At fair value through profit or loss	At amortised Cost	Total
		Rupees				Rupees		
Financial liabilities								
Payable to Atlas Asset Management Limited - Management Company		-	28,591	28,591		-	28,702	28,702
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	8,402	8,402		-	8,936	8,936
Accrued expenses and other liabilities		-	40,811	40,811		-	42,159	42,159
		-	77,804	77,804		-	79,797	79,797

2022

	Conservative Allocation Islamic Plan				Islamic Dividend Plan			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	Rupees				Rupees			
Financial assets								
Bank balances	13,131,267	-	-	13,131,267	3,467,034	-	-	3,467,034
Investments - net	-	143,713,949	-	143,713,949	-	26,217,036	-	26,217,036
Profit receivable on deposit with banks	161,179	-	-	161,179	38,126	-	-	38,126
	13,292,446	143,713,949	-	157,006,395	3,505,160	26,217,036	-	29,722,196

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

Financial liabilities

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

Conservative Allocation Islamic Plan		
At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	33,236	33,236
-	9,910	9,910
-	45,380	45,380
-	88,525	88,525

Islamic Dividend Plan		
At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	6,936	6,936
-	1,895	1,895
-	18,851	18,851
-	27,682	27,682

2022

Financial assets

Bank balances
 Investments - net
 Profit receivable on deposit with banks

Islamic Capital Preservation Plan-II			
At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
Rupees			
3,222,496	-	-	3,222,496
-	470,286,912	-	470,286,912
38,662	-	-	38,662
3,261,158	470,286,912	-	473,548,069

Islamic Capital Preservation Plan-I			
At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
Rupees			
25,689	-	-	25,689
-	-	-	-
400	-	-	400
26,089	-	-	26,089

Financial liabilities

Payable to Atlas Asset Management Limited - Management Company
 Payable to the Central Depository Company of Pakistan Limited - Trustee
 Accrued expenses and other liabilities
 Payable to Unit-holders

At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	68,765	68,765
-	30,711	30,711
-	660,597	660,597
-	-	-
-	760,073	760,073

At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	-	-
-	-	-
-	-	-
-	39,078	39,078
-	39,078	39,078

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

19 FINANCIAL INSTRUMENTS BY CATEGORY

2021

	Aggressive Allocation Islamic Plan				Moderate Allocation Islamic Plan			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	Rupees				Rupees			
Financial assets								
Bank balances	4,258,055	-	-	4,258,055	3,920,135	-	-	3,920,135
Investments - net	-	126,533,606	-	126,533,606	-	134,529,047	-	134,529,047
Profit receivable on deposit with banks	8,042	-	-	8,042	17,536	-	-	17,536
Receivable against sale of investments	2,110,000	-	-	2,110,000	-	-	-	-
	6,376,097	126,533,606	-	132,909,703	3,937,671	134,529,047	-	138,466,718
		At fair value through profit or loss	At amortised Cost	Total		At fair value through profit or loss	At amortised Cost	Total
		Rupees				Rupees		
Financial liabilities								
Payable to Atlas Asset Management Limited - Management Company		-	39,205	39,205		-	21,759	21,759
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	8,555	8,555		-	8,726	8,726
Accrued expenses and other liabilities		-	3,153,866	3,153,866		-	3,358,661	3,358,661
		-	3,201,626	3,201,626		-	3,389,146	3,389,146

2021

	Conservative Allocation Islamic Plan				Islamic Capital Preservation Plan			
	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total	At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
	Rupees				Rupees			
Financial assets								
Bank balances	554,548	-	-	554,548	3,951,358	-	-	3,951,358
Investments - net	-	142,353,795	-	142,353,795	-	507,138,596	-	507,138,596
Profit receivable on deposit with banks	16,468	-	-	16,468	192,708	-	-	192,708
Receivable against sale of investments	1,825,000	-	-	1,825,000	-	-	-	-
	2,396,016	142,353,795	-	144,749,811	4,144,066	507,138,596	-	511,282,662

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Financial liabilities

Payable to Atlas Asset Management Limited - Management Company	-	42,521	42,521
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	9,382	9,382
Accrued expenses and other liabilities	-	4,965,989	4,965,989
	-	5,017,892	5,017,892

Financial assets

Bank balances	3,260,822	-	-	3,260,822
Investments - net	-	23,954,693	-	23,954,693
Profit receivable on deposit with banks	18,658	-	-	18,658
	3,279,480	23,954,693	-	27,234,173

Financial liabilities

Payable to Atlas Asset Management Limited - Management Company	-	6,864	6,864
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	531	531
Accrued expenses and other liabilities	-	20,583	20,583
	-	27,979	27,979

Conservative Allocation Islamic Plan		
At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	42,521	42,521
-	9,382	9,382
-	4,965,989	4,965,989
-	5,017,892	5,017,892

Islamic Capital Preservation Plan		
At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	81,082	81,082
-	33,046	33,046
-	9,646,760	9,646,760
-	9,760,888	9,760,888

2021

Daily Islamic Dividend Plan			
At amortised Cost	At fair value through profit or loss	At fair value through other comprehensive income	Total
Rupees			
3,260,822	-	-	3,260,822
-	23,954,693	-	23,954,693
18,658	-	-	18,658
3,279,480	23,954,693	-	27,234,173

At fair value through profit or loss	At amortised Cost	Total
Rupees		
-	6,864	6,864
-	531	531
-	20,583	20,583
-	27,979	27,979

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

20.1 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices.

(i) Profit rate risk

Profit rate risk is the risk that the value of the financial instrument will fluctuate due to changes in the market profit rates. As of 30 June 2022, the Fund is exposed to such risk on its balances held with banks. The investment committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within acceptable limits.

a) Sensitivity analysis for variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / decreased the income statement by Rs. 109,883 (2021: Rs. 42,581), Rs. 103,980 (2021: Rs. 39,201), Rs. 131,313 (2021: Rs. 5,545), Rs. 3 (2021: Rs. 29,514), Rs. 34,670 (2021: Rs. 32,608) and Rs.322 (2021:Nil) for AAAIP, AMAIP, ACAIP, AICPP-I, AIDP & AICPP-II respectively and consequently statement of movement in unit holders' fund would be affected by the same amount. The analysis assumes that all other variables remain constant.

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The composition of the Fund's investment portfolio and profit rates are expected to change overtime. Accordingly, the sensitivity analysis prepared as of 30 June 2022 is not necessarily indicative of the impact on the Fund's net assets of the future movement in profit rates.

Yield / profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off balance sheet instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2022 can be determined as follows:

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2022

Financial assets

Bank balances
Investments
Profit receivable on deposit with banks

Financial liabilities

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

On-balance sheet gap (a)

Off-balance sheet financial instruments

Off-balance sheet gap (b)

Total interest rate sensitivity gap (a+b)

Cumulative interest rate sensitivity gap

Aggressive Allocation Islamic Plan						Moderate Allocation Islamic Plan					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----						----- Rupees -----					
6.75% to 15%	10,988,345	-	-	-	10,988,345	6.75% to 15%	10,397,967	-	-	-	10,397,967
6.42% to 16.56%	1,844,714	10,007,097	15,689,387	93,837,976	121,379,174	6.42% to 16.56%	3,777,425	20,491,559	32,127,199	74,083,060	130,479,244
	-	-	-	134,644	134,644		-	-	-	126,348	126,348
	<u>12,833,059</u>	<u>10,007,097</u>	<u>15,689,387</u>	<u>93,972,620</u>	<u>132,502,164</u>		<u>14,175,392</u>	<u>20,491,559</u>	<u>32,127,199</u>	<u>74,209,408</u>	<u>141,003,559</u>
	-	-	-	28,591	28,591		-	-	-	28,702	28,702
	-	-	-	8,402	8,402		-	-	-	8,936	8,936
	-	-	-	40,811	40,811		-	-	-	42,159	42,159
	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,804</u>	<u>77,804</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>79,797</u>	<u>79,797</u>
	<u>12,833,059</u>	<u>10,007,097</u>	<u>15,689,387</u>	<u>93,894,817</u>	<u>132,424,361</u>		<u>14,175,392</u>	<u>20,491,559</u>	<u>32,127,199</u>	<u>74,129,611</u>	<u>140,923,761</u>
	-	-	-	-	-		-	-	-	-	-
	-	-	-	-	-		-	-	-	-	-
	<u>12,833,059</u>	<u>10,007,097</u>	<u>15,689,387</u>				<u>14,175,392</u>	<u>20,491,559</u>	<u>32,127,199</u>		
	<u>12,833,059</u>	<u>10,007,097</u>	<u>15,689,387</u>				<u>14,175,392</u>	<u>20,491,559</u>	<u>32,127,199</u>		

Conservative Allocation Islamic Plan

Islamic Capital Preservation Plan - I

Financial assets

Bank balances
Investments
Profit receivable on deposit with banks

Financial liabilities

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

On-balance sheet gap (a)

Off-balance sheet financial instruments

Off-balance sheet gap (b)

Total interest rate sensitivity gap (a+b)

Cumulative interest rate sensitivity gap

Conservative Allocation Scheme Plan						Islamic Capital Preservation Plan					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----						----- Rupees -----					
6.75% to 15%	13,131,267	-	-	-	13,131,267	6.75% to 15%	25,689	-	-	-	25,689
6.42% to 16.56%	7,012,854	38,042,930	59,644,694	39,013,471	143,713,949		-	-	-	-	-
	-	-	-	161,179	161,179		-	-	-	400	400
	<u>20,144,121</u>	<u>38,042,930</u>	<u>59,644,694</u>	<u>39,174,650</u>	<u>157,006,395</u>		<u>25,689</u>	<u>-</u>	<u>-</u>	<u>400</u>	<u>26,089</u>
	-	-	-	33,236	33,236		-	-	-	-	-
	-	-	-	9,910	9,910		-	-	-	-	-
	-	-	-	45,380	45,380		-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>88,525</u>	<u>88,525</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>20,144,121</u>	<u>38,042,930</u>	<u>59,644,694</u>	<u>39,086,125</u>	<u>156,917,870</u>		<u>25,689</u>	<u>-</u>	<u>-</u>	<u>400</u>	<u>26,089</u>
	-	-	-	-	-		-	-	-	-	-
	-	-	-	-	-		-	-	-	-	-
	<u>20,144,121</u>	<u>38,042,930</u>	<u>59,644,694</u>				<u>25,689</u>	<u>-</u>	<u>-</u>		
	<u>20,144,121</u>	<u>38,042,930</u>	<u>59,644,694</u>				<u>25,689</u>	<u>-</u>	<u>-</u>		

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	Daily Dividend Plan					Islamic Capital Preservation Plan - II						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year			
	-----Rupees-----					-----Rupees-----						
Financial assets												
Bank balances	6.75% to 15%	3,467,034	-	-	-	3,467,034	6.75% to 15%	3,222,496	-	-	-	3,222,496
Investments	6.42% to 16.56%	1,756,021	9,525,963	14,935,052	-	26,217,036	11.64% to 14.23%	79,726,936	211,520,442	-	179,039,534	470,286,912
Profit receivable on deposit with banks		-	-	-	38,126	38,126		-	-	-	38,662	38,662
		<u>5,223,055</u>	<u>9,525,963</u>	<u>14,935,052</u>	<u>38,126</u>	<u>29,722,196</u>		<u>82,949,432</u>	<u>211,520,442</u>	<u>-</u>	<u>179,078,196</u>	<u>473,548,070</u>
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company		-	-	-	6,936	6,936		-	-	-	68,765	68,765
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,895	1,895		-	-	-	30,711	30,711
Accrued expenses and other liabilities		-	-	-	18,851	18,851		-	-	-	660,597	660,597
		<u>-</u>	<u>-</u>	<u>-</u>	<u>27,682</u>	<u>27,682</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>760,073</u>	<u>760,073</u>
On-balance sheet gap (a)		<u>5,223,055</u>	<u>9,525,963</u>	<u>14,935,052</u>	<u>10,444</u>	<u>29,694,514</u>		<u>82,949,432</u>	<u>211,520,442</u>	<u>-</u>	<u>178,318,122</u>	<u>472,787,996</u>
Off-balance sheet financial instruments		-	-	-	-	-		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		<u>5,223,055</u>	<u>9,525,963</u>	<u>14,935,052</u>				<u>82,949,432</u>	<u>211,520,442</u>	<u>-</u>		
Cumulative interest rate sensitivity gap		<u>5,223,055</u>	<u>9,525,963</u>	<u>14,935,052</u>				<u>82,949,432</u>	<u>211,520,442</u>	<u>-</u>		

2021

	Aggressive Allocation Islamic Plan					Moderate Allocation Islamic Plan						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year			
		Rupees						Rupees				
Financial assets												
Bank balances	5.5% to 6.9%	4,258,055	-	-	-	4,258,055	5.5% to 6.9%	3,920,135	-	-	-	3,920,135
Investments	7.12% to 8.45%	16,441,424	7,366,568	8,636,797	94,088,818	126,533,606	7.12% to 8.45%	31,484,424	14,106,573	16,538,992	72,399,059	134,529,047
Profit receivable on deposit with banks		-	-	-	8,042	8,042		-	-	-	17,356	17,356
		<u>4,258,055</u>	<u>-</u>	<u>-</u>	<u>126,541,658</u>	<u>130,799,703</u>		<u>3,920,135</u>	<u>-</u>	<u>-</u>	<u>134,546,583</u>	<u>138,466,718</u>
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company		-	-	-	39,205	39,205		-	-	-	21,759	21,759
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	8,555	8,555		-	-	-	8,726	8,726
Accrued expenses and other liabilities		-	-	-	3,153,866	3,153,866		-	-	-	3,358,661	3,358,661
		<u>-</u>	<u>-</u>	<u>-</u>	<u>3,201,626</u>	<u>3,201,626</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>3,389,146</u>	<u>3,389,146</u>
On-balance sheet gap (a)		<u>4,258,055</u>	<u>-</u>	<u>-</u>	<u>123,340,032</u>	<u>127,598,088</u>		<u>3,920,135</u>	<u>-</u>	<u>-</u>	<u>131,157,438</u>	<u>135,077,571</u>
Off-balance sheet financial instruments		-	-	-	-	-		-	-	-	-	-
Off-balance sheet gap (b)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total interest rate sensitivity gap (a+b)		<u>4,258,055</u>	<u>-</u>	<u>-</u>				<u>3,920,135</u>	<u>-</u>	<u>-</u>		
Cumulative interest rate sensitivity gap		<u>4,258,055</u>	<u>-</u>	<u>-</u>				<u>3,920,135</u>	<u>-</u>	<u>-</u>		

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Conservative Allocation Islamic Plan						Islamic Capital Preservation Plan					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
Rupees						Rupees					
Financial assets											
Bank balances	5.5% to 6.9%	554,548	-	-	554,548	5.5% to 6.9%	3,951,358	-	-	-	-
Investments	7.12% to 8.45%	51,597,675	23,118,300	27,104,625	142,353,795	7.12% to 8.45%	243,812,328	109,239,934	128,076,349	26,009,984	507,138,596
Profit receivable on deposit with banks		-	-	-	16,468		-	-	-	192,708	192,708
		554,548	-	-	142,370,263		3,951,358	-	-	507,331,304	507,331,304
Financial liabilities											
Payable to Atlas Asset Management Limited - Management Company		-	-	-	42,521		-	-	-	81,082	81,082
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	-	9,382		-	-	-	33,046	33,046
Accrued expenses and other liabilities		-	-	-	4,965,989		-	-	-	9,646,760	9,646,760
		-	-	-	5,017,892		-	-	-	9,760,888	9,760,888
On-balance sheet gap (a)		554,548	-	-	137,352,370		3,951,358	-	-	497,570,416	497,570,416
Off-balance sheet financial instruments		-	-	-	-		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		554,548	-	-			3,951,358	-	-		
Cumulative interest rate sensitivity gap		554,548	-	-			3,951,358	-	-		

Daily Dividend Plan					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year		
Rupees					
Financial assets					
Bank balances	5.5% to 6.9%	3,260,822	-	-	3,260,822
Investments	7.12% to 8.45%	12,139,061	5,438,897	6,376,735	23,954,693
Profit receivable on deposit with banks		-	-	18,658	18,658
		3,260,822	-	23,973,351	27,234,173
Financial liabilities					
Payable to Atlas Asset Management Limited - Management Company		-	-	6,864	6,864
Payable to the Central Depository Company of Pakistan Limited - Trustee		-	-	531	531
Accrued expenses and other liabilities		-	-	20,583	20,583
		-	-	27,979	27,979
On-balance sheet gap (a)		3,260,822	-	23,945,372	27,206,194
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a+b)		3,260,822	-	-	
Cumulative interest rate sensitivity gap		3,260,822	-	-	

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

A reasonably possible change of 5% increase or decrease in fair values of investee funds at the reporting date would have increased / decreased the income statement and statement of comprehensive income by Rs. 6,068,959 (2021: 6,326,680), Rs. 6,523,962 (2021: 6,726,452), Rs. 7,185,697 (2021: 7,117,690), Nil (2021: 25,356,930), Rs. 1,310,852 (2021: 1,197,735) and Rs. 23,514,346 (2021: Nil) for AAAIP, AMAIP, ACAIP, AICPP, AIDP and AICPPII respectively and consequently statement of movement in unit holders' fund would be affected by the same amount. The analysis assumes that all other variables remain constant.

20.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily redemptions, if any. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed off. The Fund's listed securities are considered readily realisable, as they are listed on the Pakistan Stock Exchange Limited.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The fund did not withhold any redemptions during the year.

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month:

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2022

	Aggressive Allocation Islamic Plan						Moderate Allocation Islamic Plan					
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
	----- Rupees -----						----- Rupees -----					
Financial assets												
Bank balances	10,988,345	-	-	-	-	10,988,345	10,397,967	-	-	-	-	10,397,967
Investments	-	-	-	-	93,837,976	93,837,976	3,777,425	-	-	-	74,083,060	77,860,485
Profit receivable on deposit with banks	134,644	-	-	-	-	134,644	-	-	-	-	126,348	126,348
	11,122,990	-	-	-	93,837,976	104,960,966	14,175,392	-	-	-	74,209,408	88,384,800
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	28,591	-	-	-	-	28,591	28,702	-	-	-	-	28,702
Payable to the Central Depository Company of Pakistan Limited - Trustee	8,402	-	-	-	-	8,402	8,936	-	-	-	-	8,936
Accrued expenses and other liabilities	-	40,811	-	-	-	40,811	-	42,159	-	-	-	42,159
	36,993	40,811	-	-	-	77,804	37,638	42,159	-	-	-	79,796
Net assets / (liabilities)	11,085,999	(40,811)	-	-	93,837,976	104,883,163	14,137,754	(42,159)	-	-	74,209,408	88,305,004

	Conservative Allocation Islamic Plan						Islamic Capital Preservation Plan - I					
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
	----- Rupees -----						----- Rupees -----					
Financial assets												
Bank balances	13,131,267	-	-	-	-	13,131,267	25,689	-	-	-	-	25,689
Investments	-	-	-	-	143,713,949	143,713,949	-	-	-	-	-	-
Profit receivable on deposit with banks	161,179	-	-	-	-	161,179	400	-	-	-	-	400
	13,292,446	-	-	-	143,713,949	157,006,395	26,089	-	-	-	-	26,089
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	33,236	-	-	-	-	33,236	-	-	-	-	-	-
Payable to the Central Depository Company of Pakistan Limited - Trustee	9,910	-	-	-	-	9,910	-	-	-	-	-	-
Accrued expenses and other liabilities	-	45,380	-	-	-	45,380	-	-	-	-	-	-
	43,146	45,380	-	-	-	88,525	-	-	-	-	-	-
Net assets / (liabilities)	13,249,300	(45,380)	-	-	143,713,949	156,917,870	26,089	-	-	-	-	26,089

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

	Daily Dividend Plan						Islamic Capital Preservation Plan - II					
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
	----- Rupees -----						----- Rupees -----					
Financial assets												
Bank balances	3,467,034	-	-	-	-	3,467,034	3,222,496	-	-	-	-	3,222,496
Investments	-	-	-	-	26,217,036	26,217,036	-	-	-	-	470,286,912	470,286,912
Profit receivable on deposit with banks	38,126	-	-	-	-	38,126	38,662	-	-	-	-	38,662
	3,505,160	-	-	-	26,217,036	29,722,196	3,261,158	-	-	-	470,286,912	473,548,070
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	6,936	-	-	-	-	6,936	68,765	-	-	-	-	68,765
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,895	-	-	-	-	1,895	30,711	-	-	-	-	30,711
Accrued expenses and other liabilities	-	18,851	-	-	-	18,851	-	660,597	-	-	-	660,597
	8,831	18,851	-	-	-	27,682	99,476	660,597	-	-	-	760,073
Net assets / (liabilities)	3,496,329	(18,851)	-	-	26,217,036	29,694,514	3,161,681	(660,597)	-	-	470,286,912	472,787,996

2021

	Aggressive Allocation Islamic Plan						Moderate Allocation Islamic Plan					
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
	----- Rupees -----						----- Rupees -----					
Financial assets												
Bank balances	4,258,055	-	-	-	-	4,258,055	3,920,135	-	-	-	-	3,920,135
Investments	-	-	-	-	126,533,606	126,533,606	-	-	-	-	134,529,047	134,529,047
Receivable against issue of units	-	-	-	-	-	-	-	-	-	-	-	-
Profit receivable on deposit with banks	8,042	-	-	-	-	8,042	17,536	-	-	-	-	17,536
	4,266,097	-	-	-	126,533,606	130,799,703	3,937,671	-	-	-	134,529,047	138,466,718
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	39,205	-	-	-	-	39,205	21,759	-	-	-	-	21,759
Payable to the Central Depository Company of Pakistan Limited - Trustee	8,555	-	-	-	-	8,555	8,726	-	-	-	-	8,726
Accrued expenses and other liabilities	-	3,153,866	-	-	-	3,153,866	-	3,358,661	-	-	-	3,358,661
	47,760	3,153,866	-	-	-	3,201,627	30,485	3,358,661	-	-	-	3,389,145
Net assets / (liabilities)	4,218,348	(3,153,866)	-	-	126,533,606	127,598,088	3,907,186	(3,358,661)	-	-	134,529,047	135,077,573

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

2021

	Conservative Allocation Islamic Plan						Islamic Capital Preservation Plan					
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total
	----- Rupees -----						----- Rupees -----					
Financial assets												
Bank balances	554,548	-	-	-	-	554,548	7,825,894	-	-	-	-	7,825,894
Investments	-	-	-	-	142,353,795	142,353,795	-	-	-	-	423,128,705	423,128,705
Profit receivable on deposit with banks	16,468	-	-	-	-	16,468	235,529	-	-	-	-	235,529
	571,016	-	-	-	142,353,795	142,924,811	8,061,423	-	-	-	423,128,705	431,190,128
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	42,521	-	-	-	-	42,521	81,082	-	-	-	-	81,082
Payable to the Central Depository Company of Pakistan Limited - Trustee	9,382	-	-	-	-	9,382	33,046	-	-	-	-	33,046
Accrued expenses and other liabilities	-	4,965,989	-	-	-	4,965,989	-	9,646,760	-	-	-	9,646,760
	51,904	4,965,989	-	-	-	5,017,892	114,128	9,646,760	-	-	-	9,760,888
Net assets / (liabilities)	519,112	(4,965,989)	-	-	142,353,795	137,906,918	7,947,295	(9,646,760)	-	-	423,128,705	421,429,240
	Daily Dividend Plan											
	Within 1 month	1 to 3 months	3 to 12 months	More than 1 year	Financial instruments without fixed maturity	Total						
	----- Rupees -----											
Financial assets												
Bank balances	3,260,822	-	-	-	-	3,260,822						
Investments	-	-	-	-	23,954,693	23,954,693						
Profit receivable on deposit with banks	18,658	-	-	-	-	18,658						
	3,279,480	-	-	-	23,954,693	27,234,173						
Financial liabilities												
Payable to Atlas Asset Management Limited - Management Company	6,864	-	-	-	-	6,864						
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,763	-	-	-	-	1,763						
Accrued expenses and other liabilities	-	20,583	-	-	-	20,583						
	8,627	20,583	-	-	-	29,211						
Net assets / (liabilities)	3,270,853	(20,583)	-	-	23,954,693	27,204,962						

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

20.3 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted and arises principally from bank balances, investments and profit receivable on bank balances.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

30 June 2022

	Balance as per statement of assets and liabilities							Maximum exposure						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
	Rupees							Rupees						
Bank balances	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689	41,207,109	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	25,689	41,207,109
Investments	121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	-	892,076,314	121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	-	892,076,314
Profit receivable on bank balances	134,644	126,348	161,179	38,126	38,662	400	498,959	134,644	126,348	161,179	38,126	38,662	400	498,959
	132,502,164	141,003,559	157,006,395	29,722,196	473,548,069	26,089	933,782,383	132,502,163	141,003,559	157,006,395	29,722,196	473,548,069	26,089	933,782,383

30 June 2021

	Balance as per statement of assets and liabilities							Maximum exposure						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Capital Preservation Plan	Total		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Capital Preservation Plan	Total	
	Rupees							Rupees						
Bank balances		4,258,055	3,920,135	554,548	3,951,358	3,260,822	15,944,918		4,258,055	3,920,135	554,548	3,951,358	3,260,822	15,944,918
Investments		126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737		126,533,606	134,529,047	142,353,795	507,138,596	23,954,693	934,509,737
Profit receivable on bank balances		8,042	17,536	16,468	192,708	18,658	253,412		8,042	17,536	16,468	192,708	18,658	253,412
		130,799,703	138,466,718	142,924,811	511,282,662	27,234,173	950,708,067		130,799,703	138,466,718	142,924,811	511,282,662	27,234,173	950,708,067

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

20.3.1 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks. The credit rating profile of balances with banks is as follows:

	30-Jun-22						
	% of financial assets exposed to credit risk						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
AAA	0.56	0.92	0.04	-	-	59.36	0.43
A+	99.44	99.08	99.96	95.89	-	-	91.38
AA	-	-	-	4.11	100.00	40.64	8.19
	100.00	100.00	100.00	100.00	100.00	100.00	100.00

30-Jun-21						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan	Islamic Dividend Plan	Total
AAA	1.44	2.44	1.14	0.34	-	5.36
AA+	-	-	-	-	-	-
A+	95.79	57.79	96.41	-	-	250.00
AA	-	-	-	99.66	0.29	99.95
A	2.77	39.77	2.45	-	99.71	144.69
	100.00	100.00	100.00	100.00	100.00	500.00

The maximum exposure to credit risk before any credit enhancement as at 30 June 2022 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

All the balances with Banks have investment grade rating and hence are classified as Stage 1 under IFRS 9.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

20.3.2 Reconciliation of liabilities arising out of financing activities

	Aggressive Allocation Islamic Plan			Moderate Allocation Islamic Plan			Conservative Allocation Islamic Plan		
	Receivable against issuance of units	Payable against redemption of units	Total	Receivable against issuance of units	Payable against redemption of units	Total	Receivable against issuance of units	Payable against redemption of units	Total
	Rupees			Rupees			Rupees		
Opening balance as at July 01, 2021	-	-	-	-	-	-	-	-	-
Receivable against issuance of units	13,065,709	-	13,065,709	11,008,114	-	11,008,114	21,170,316	-	21,170,316
Payable against redemption of units	-	5,995	5,995	-	9,191	9,191	-	2,739,429	2,739,429
	13,065,709	5,995	13,071,704	11,008,114	9,191	11,017,305	21,170,316	2,739,429	23,909,745
Amount received on issuance of units	(13,065,709)	-	(13,065,709)	(11,008,114)	-	(11,008,114)	(21,170,316)	-	(21,170,316)
Amount paid on redemption of units	-	(5,995)	(5,995)	-	(9,191)	(9,191)	-	(2,739,429)	(2,739,429)
	(13,065,709)	(5,995)	(13,071,704)	(11,008,114)	(9,191)	(11,017,305)	(21,170,316)	(2,739,429)	(23,909,745)
Closing balance as at June 30, 2022	-	-	-	-	-	-	-	-	-

	Islamic Capital Preservation Plan - I			Daily Dividend Plan			Islamic Capital Preservation Plan - II		
	Receivable against issuance of units	Payable against redemption of units	Total	Receivable against issuance of units	Payable against redemption of units	Total	Receivable against issuance of units	Payable against redemption of units	Total
	Rupees			Rupees			Rupees		
Opening balance as at July 01, 2021	-	-	-	-	-	-	-	-	-
Receivable against issuance of units	-	-	-	2,701,416	-	2,701,416	472,690,690	-	472,690,690
Payable against redemption of units	-	505,929,540	505,929,540	-	203,423	203,423	-	171,265	171,265
	-	505,929,540	505,929,540	2,701,416	203,423	2,904,839	472,690,690	171,265	472,861,956
Amount received on issuance of units	-	-	-	(2,701,416)	-	(2,701,416)	(472,690,690)	-	(472,690,690)
Amount paid on redemption of units	-	(505,929,540)	(505,929,540)	-	(203,423)	(203,423)	-	(171,265)	(171,265)
	-	(505,929,540)	(505,929,540)	(2,701,416)	(203,423)	(2,904,839)	(472,690,690)	(171,265)	(472,861,956)
Closing balance as at June 30, 2022	-	-	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

20.4 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. 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 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.

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.

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

As at June 30 2022, the Fund has investments 'at fair value through profit or loss' measured using level 2 valuation technique. For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

For the remaining financial assets and financial liabilities, the Fund has not disclosed the fair values, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

21 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current year.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

22 UNIT HOLDING PATTERN OF THE FUND

2022															
Category	Aggressive Allocation Islamic Plan			Moderate Allocation Islamic Plan			Conservative Allocation Islamic Plan			Islamic Dividend Plan		Islamic Capital Preservation Plan - II			
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total	Number of unit holders	% of total	Number of unit holders	Rupees	% of total	
Associated Companies / Directors	2	118,117,035	89.17	2	119,966,565	85.11	-	-	-	1	22,944,312	77.34	2	239,061,013	25.30
Individual	11	4,305,112.86	3.25	13	10,962,335	7.78	16	1,748,025	1.12	6	6,721,661	22.66	8	9,791,870	1.04
Retirement Funds	1	10,042,855	7.58	1	10,031,882	7.12	2	13,064,903	8.36	-	-	-	2	6,173,709	0.65
Others	-	-	-	-	-	-	2	141,556,473	90.53	-	-	-	2	217,492,834	23.01
	14	132,465,003	100.00	16	140,960,783	100.00	20	156,369,400	100.00	7	29,665,973	100	28	945,038,852	100

2021															
Category	Aggressive Allocation Islamic Plan			Moderate Allocation Islamic Plan			Conservative Allocation Islamic Plan			Islamic Dividend Plan		Islamic Capital Preservation Plan - II			
	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total	Number of unit holders	Rupees	% of total	Number of unit holders	% of total	Number of unit holders	Rupees	% of total	
Individuals	9	4,482,854	3.49	12	11,284,460	8.44	18	1,135,574	0.82	31	37,641,399	7.59	4	5,846,015	21.52
Retirement Funds	-	-	-	-	-	-	-	-	-	-	-	-	2	6,032,962	7.59
Associated Companies / Directors	2	124,008,105	96.51	2	122,487,442	91.56	2	137,119,866	99.18	1	21,321,967	78.48	2	236,476,847	1.22
Others	-	-	-	-	-	-	-	-	-	-	-	-	2	215,619,168	47.70
	11	128,490,960	100.00	14	133,771,902	100.00	20	138,255,441	100.00	32	58,963,365	86.07	10	463,974,992	78.03

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

23 THE MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience
Mr. Ali H. Shirazi	Director	Masters in Law	18.5 years
Mr. M. Abdul Samad	Chief Executive Officer	MBA, M.Com	22 Years
Mr. Khalid Mehmood	Chief Investment Officer	MBA - Finance	18 Years
Mr. Muhammad Umar Khan	Head of Portfolio Management	MSc - Finance	14 Years
Mr. Fawad Javaid	Head of Fixed Income	CMA	14 Years
Mr. Faran-ul-Haq	Head of Equities	M.B.A, CFA	11 Years

24 NAME AND QUALIFICATION OF FUND MANAGER

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Mr. Faran-ul-Haq	Head of Equities	MBA, CFA	Atlas Stock Market Fund Atlas Islamic Stock Fund Atlas Islamic Dedicated Stock Fund

25 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The details of dates of Board meetings of the Management Company of the Fund, and the attendance of the Board members are given below:

Name of Director	Meeting held on					
	02 July 2021	06 September 2021	28 October 2021	21 February 2022	28 April 2022	24 June 2022
Mr. Iftikhar H. Shirazi	P	P	P	P	P	P
Mr. Tariq Amin	P	P	P	P	P	P
Mr. Frahim Ali Khan	P	P	P	P	P	P
Mr. Ali H. Shirazi	P	P	P	P	P	P
Mr. M. Habib-ur-Rahman	P	L	L	P	P	L
Ms Zehra Naqvi	P	P	P	P	P	P
Mr. M. Abdul Samad	P	P	P	P	P	P
Ms Qurrat-ul-ain Jafari (Chief Financial Officer)	P	P	P	P	P	P
Ms Zainab Kazim(Company Secretary)	P	P	P	P	P	P
P	Present					
L	Leave of absence					

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

26 GENERAL

- 26.1** Figures have been rounded off to the nearest Rupee unless otherwise stated.
- 26.2** Units have been rounded off to the nearest decimal place.
- 26.3** For AICPP-II, the comparative figures are for the period from 01 September 2021 to 30 June 2022 and for AICPP-I, the comparative figures are for the period from 01 July 2021 to 31 August 2021, hence, are not comparable with the current year figures.

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 08 September 2022.

**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

شرعیہ ایڈوائزری رپورٹ کا جائزہ:

اٹلس اسلامک فنڈ آف فنڈز (اے آئی ایف او ایف) کے شرعی مشیر کی حیثیت سے، میں یہ رپورٹ فنڈ کے ٹرسٹ ڈیڈ کی شق ۱۱.۳ (b) کے مطابق جاری کر رہا ہوں۔ رپورٹ کا دائرہ کار فنڈ کی سرگرمیوں کی شرعی تعمیل پر رائے کا اظہار کرنا ہے۔

یہ فنڈ کی مینجمنٹ کمپنی اٹلس ایسٹ مینجمنٹ لمیٹڈ (اے اے ایم ایل) کی ذمہ داری ہے کہ وہ شرعی ہدایات کی تعمیل کو یقینی بنانے کے لیے اندرونی کنٹرول کا نظام قائم اور برقرار رکھے۔ بطور شرعی مشیر، میری ذمہ داری ہے کہ مینجمنٹ کی پیش کردہ معلومات کے جائزے کی بنیاد پر رائے کا اظہار کروں، اس حد تک کہ اس طرح کی تعمیل کی معروضی طور پر تصدیق کی جا سکے۔

فنڈ کے شرعی مشیر کی حیثیت سے میرے مینڈیٹ کے حصے کے طور پر، میں نے سال کے دوران درج ذیل کا جائزہ لیا ہے۔

- فنڈز پراپرٹی کی سرمایہ کاری کے طریقے اور شرعی ہدایات کی تعمیل۔
- فنڈز پراپرٹی کی تعیناتی کا عمل اور اس کی شرعی ہدایات کی تعمیل۔
- آمدنی کو پاک کرنے کا عمل اور اس کی شرعی ہدایات کی تعمیل۔

مذکورہ بالا دائرہ کار کی روشنی میں، میں نے اس کے ذریعے تصدیق کرتا ہوں کہ ۳۰ جون ۲۰۲۲ کو ختم ہونے والے سال کے لیے اے آئی ایف او ایف کی جانب سے اسکیم کی تمام دفعات اور سرمایہ کاری شرعی اصولوں کے مطابق ہے۔

اے آئی ایف او ایف کی جانب سے بعض ایسی بھی سرمایہ کاری کی گئی ہے جہاں سرمایہ کار کمپنیوں نے اپنی آمدنی کا ایک حصہ غیر شرعی ذرائع سے حاصل کیا ہے (جیسے سود کی آمدنی)۔ ایسے معاملات میں، فنڈ منیجر، فنڈ کے شرعی مشیر نے میری مشاورت سے، فنڈ کی آمدنی کے حرام حصے کا تعین کیا ہے اور پوری آمدنی کو پاک کرنے کے لیے غیر شرعی حصہ صدقہ کر دیا گیا۔

کراچی ۳۰ جون ۲۰۲۲

ڈاکٹر مفتی محمد وصی بٹ

شرعیہ ایڈوائزری

شرعیہ ایڈوائزر کی رپورٹ کا جائزہ:

اٹلس اسلامک ڈیولپمنٹ اسٹاک فنڈ (اے آئی ڈی ایس ایف) کے شرعی مشیر کی حیثیت سے، میں یہ رپورٹ فنڈ کے ٹرسٹ ڈیڈ کی شق ۱۱.۳ (b) کے مطابق جاری کر رہا ہوں۔ رپورٹ کا دائرہ کار فنڈ کی سرگرمیوں کی شرعی تعمیل پر رائے کا اظہار کرتا ہے۔

یہ فنڈ کی مینجمنٹ کمپنی اٹلس ایسٹ مینجمنٹ لمیٹڈ (اے اے ایم ایل) کی ذمہ داری ہے کہ وہ شرعی ہدایات کی تعمیل کو یقینی بنانے کے لیے اندرونی کنٹرول کا نظام قائم اور برقرار رکھے۔ بطور شرعی مشیر، میری ذمہ داری ہے کہ مینجمنٹ کی پیش کردہ معلومات کے جائزے کی بنیاد پر رائے کا اظہار کروں، اس حد تک کہ اس طرح کی تعمیل کی معروضی طور پر تصدیق کی جا سکے۔

معاملات میں سرمایہ کاری کی تشخیص کے لئے مجھے درج ذیل کی بنیاد پر عمل کرنے کی ہدایت کی ہے (۱) کاروبار کی نوعیت (۲) انٹریسٹ بحوالہ کل اثاثہ جات میں ڈیپٹ (۳) کل اثاثہ جات کے متعلق غیر لیکویڈ اثاثہ جات (۴) کل اثاثہ جات کی سرگرمیوں میں شریعت کے بغیر سرمایہ کاری اور (۵) فی شیئر بحوالہ شیئر کی قیمت کا صافی اثاثہ جات۔

فنڈ کے شرعی مشیر کی حیثیت سے میرے مینڈیٹ کے حصے کے طور پر، میں نے سال کے دوران درج ذیل کا جائزہ لیا ہے۔

- فنڈز پر اپریٹ کی سرمایہ کاری کے طریقے اور شرعی ہدایات کی تعمیل۔
- فنڈز پر اپریٹ کی تعیناتی کا عمل اور اس کی شرعی ہدایات کی تعمیل۔
- آمدنی کو پاک کرنے کا عمل اور اس کی شرعی ہدایات کی تعمیل۔

مذکورہ بالا دائرہ کار کی روشنی میں، میں نے اس کے ذریعے تصدیق کرتا ہوں کہ ۳۰ جون ۲۰۲۲ کو ختم ہونے والے سال کے لیے اے آئی ڈی ایس ایف کی جانب سے اسکیم کی تمام دفعات اور سرمایہ کاری شرعی اصولوں کے مطابق ہے۔

اے آئی ڈی ایس ایف کی جانب سے بعض ایسی بھی سرمایہ کاری کی گئی ہے جہاں سرمایہ کار کمپنیوں نے اپنی آمدنی کا ایک حصہ غیر شرعی ذرائع سے حاصل کیا ہے (جیسے سود کی آمدنی)۔ ایسے معاملات میں، فنڈ مینجر، فنڈ کے شرعی مشیر نے میری مشاورت سے، فنڈ کی آمدنی کے غیر شرعی حصے کا تعین کیا ہے اور پوری آمدنی کو پاک کرنے کے لیے غیر شرعی حصہ صدقہ کر دیا گیا۔

کراچی ۳۰ جون ۲۰۲۲

ڈاکٹر مفتی محمد وحی بٹ

شرعیہ ایڈوائزر

شرعیہ ایڈوائزری رپورٹ کا جائزہ:

اٹلس اسلامک اسٹاک فنڈ (اے آئی ایس ایف) کے شرعی مشیر کی حیثیت سے، میں یہ رپورٹ فنڈ کے ٹرسٹ ڈیڈ کی شق ۳.۳ (۷) کے مطابق جاری کر رہا ہوں۔ رپورٹ کا دائرہ کار فنڈ کی سرگرمیوں کی شرعی تعمیل پر رائے کا اظہار کرتا ہے۔

یہ فنڈ کی مینجمنٹ کمپنی اٹلس ایسیٹ مینجمنٹ لمیٹڈ (اے اے ایم ایل) کی ذمہ داری ہے کہ وہ شرعی ہدایات کی تعمیل کو یقینی بنانے کے لیے اندرونی کنٹرول کا نظام قائم اور برقرار رکھے۔ بطور شرعی مشیر، میری ذمہ داری ہے کہ مینجمنٹ کی پیش کردہ معلومات کے جائزے کی بنیاد پر رائے کا اظہار کروں، اس حد تک کہ اس طرح کی تعمیل کی معروضی طور پر تصدیق کی جا سکے۔

معاملات میں سرمایہ کاری کی تشخیص کے لئے مجھے درج ذیل کی بنیاد پر عمل کرنے کی ہدایت کی ہے (۱) کاروبار کی نوعیت (۲) انٹریسٹ بحوالہ کل اثاثہ جات میں ڈیپٹ (۳) کل اثاثہ جات کے متعلق غیر لیکویڈ اثاثہ جات (۴) کل اثاثہ جات کی سرگرمیوں میں شریعت کے بغیر سرمایہ کاری اور (۵) فی شیئر بحوالہ شیئر کی قیمت کا صافی اثاثہ جات۔

فنڈ کے شرعی مشیر کی حیثیت سے میرے مینڈیٹ کے حصے کے طور پر، میں نے سال کے دوران درج ذیل کا جائزہ لیا ہے۔

- فنڈ زپراپرٹی کی سرمایہ کاری کے طریقے اور شرعی ہدایات کی تعمیل۔
- فنڈ زپراپرٹی کی تعیناتی کا عمل اور اس کی شرعی ہدایات کی تعمیل۔
- آمدنی کو پاک کرنے کا عمل اور اس کی شرعی ہدایات کی تعمیل۔

مذکورہ بالا دائرہ کار کی روشنی میں، میں نے اس کے ذریعے تصدیق کرتا ہوں کہ ۳۰ جون ۲۰۲۲ کو ختم ہونے والے سال کے لیے اے آئی ایس ایف کی جانب سے اسکیم کی تمام دفعات اور سرمایہ کاری شرعی اصولوں کے مطابق ہے۔

اے آئی ایس ایف کی جانب سے بعض ایسی سرمایہ کاری کی گئی ہے جہاں سرمایہ کار کمپنیوں نے اپنی آمدنی کا ایک حصہ غیر شرعی ذرائع سے حاصل کیا ہے (جیسے سود کی آمدنی)۔ ایسے معاملات میں، فنڈ مینجر، فنڈ کے شرعی مشیر نے میری مشاورت سے، فنڈ کی آمدنی کے غیر شرعی حصے کا تعین کیا ہے اور پوری آمدنی کو پاک کرنے کے لیے غیر شرعی حصہ صدقہ کر دیا گیا۔

کراچی: ۳۰ جون ۲۰۲۲

ڈاکٹر مفتی حسان عثمانی

شرعیہ ایڈوائزر

شرعیہ ایڈوائزر کی رپورٹ کا جائزہ:

اٹلس اسلامک انکم فنڈ (اے آئی آئی ایف) کے شرعی مشیر کی حیثیت سے، میں یہ رپورٹ فنڈ کے ٹرسٹ ڈیڈ کی شق ۶.۲.۱۰ (e) کے مطابق جاری کر رہا ہوں۔ رپورٹ کا دائرہ کار فنڈ کی سرگرمیوں کی شرعی تعمیل پر رائے کا اظہار کرتا ہے۔

یہ فنڈ کی مینجمنٹ کمپنی اٹلس ایسیٹ مینجمنٹ لمیٹڈ (اے اے ایم ایل) کی ذمہ داری ہے کہ وہ شرعی ہدایات کی تعمیل کو یقینی بنانے کے لیے اندرونی کنٹرول کا نظام قائم اور برقرار رکھے۔ بطور شرعی مشیر، میری ذمہ داری ہے کہ مینجمنٹ کی پیش کردہ معلومات کے جائزے کی بنیاد پر رائے کا اظہار کروں، اس حد تک کہ اس طرح کی تعمیل کی معروضی طور پر تصدیق کی جا سکے۔

فنڈ کے شرعی مشیر کی حیثیت سے میرے مینڈیٹ کے حصے کے طور پر، میں نے سال کے دوران درج ذیل کا جائزہ لیا ہے۔

- فنڈ زپراپرٹی کی سرمایہ کاری کے طریقے اور شرعی ہدایات کی تعمیل۔
- فنڈ زپراپرٹی کی تعیناتی کا عمل اور اس کی شرعی ہدایات کی تعمیل۔
- آمدنی کو پاک کرنے کا عمل اور اس کی شرعی ہدایات کی تعمیل۔

مذکورہ بالا دائرہ کار کی روشنی میں، میں نے اس کے ذریعے تصدیق کرتا ہوں کہ ۳۰ جون ۲۰۲۲ کو ختم ہونے والے سال کے لیے اے آئی آئی ایف کی جانب سے اسکیم کی تمام دفعات اور سرمایہ کاری شرعی اصولوں کے مطابق ہے۔

اے آئی آئی ایف کی جانب سے بعض ایسی بھی سرمایہ کاری کی گئی ہے جہاں سرمایہ کار کمپنیوں نے اپنی آمدنی کا ایک حصہ غیر شرعی ذرائع سے حاصل کیا ہے (جیسے سود کی آمدنی)۔ ایسے معاملات میں، فنڈ مینجر، فنڈ کے شرعی مشیر نے میری مشاورت سے، فنڈ کی آمدنی کے غیر شرعی حصے کا تعین کیا ہے اور پوری آمدنی کو پاک کرنے کے لیے غیر شرعی حصہ صدقہ کر دیا گیا۔

کراچی: ۳۰ جون ۲۰۲۲

ڈاکٹر مفتی حسان عثمانی

شرعیہ ایڈوائزر

شرعیہ ایڈوائزر کی رپورٹ کا جائزہ:

اٹلس اسلامک منی مارکیٹ فنڈ (اے آئی ایم ایف) کے شرعی مشیر کی حیثیت سے، میں یہ رپورٹ فنڈ کے ٹرسٹ ڈیڈ کی شق ۱۱.۴ (c) کے مطابق جاری کر رہا ہوں۔ رپورٹ کا دائرہ کار فنڈ کی سرگرمیوں کی شرعی تعمیل پر رائے کا اظہار کرتا ہے۔

یہ فنڈ کی مینجمنٹ کمپنی اٹلس ایسٹ مینجمنٹ لمیٹڈ (اے اے ایم ایل) کی ذمہ داری ہے کہ وہ شرعی ہدایات کی تعمیل کو یقینی بنانے کے لیے اندرونی کنٹرول کا نظام قائم اور برقرار رکھے۔ بطور شرعی مشیر، میری ذمہ داری ہے کہ مینجمنٹ کی پیش کردہ معلومات کے جائزے کی بنیاد پر رائے کا اظہار کروں، اس حد تک کہ اس طرح کی تعمیل کی معروضی طور پر تصدیق کی جا سکے۔

فنڈ کے شرعی مشیر کی حیثیت سے میرے مینڈیٹ کے حصے کے طور پر، میں نے سال کے دوران درج ذیل کا جائزہ لیا ہے۔

- فنڈ زپراپرٹی کی سرمایہ کاری کے طریقے اور شرعی ہدایات کی تعمیل۔
- فنڈ زپراپرٹی کی تعیناتی کا عمل اور اس کی شرعی ہدایات کی تعمیل۔
- آمدنی کو پاک کرنے کا عمل اور اس کی شرعی ہدایات کی تعمیل۔

مذکورہ بالا دائرہ کاری روشنی میں، میں نے اس کے ذریعے تصدیق کرتا ہوں کہ ۳۰ جون ۲۰۲۲ کو ختم ہونے والے سال کے لیے اے آئی ایم ایف کی جانب سے اسکیم کی تمام دفعات اور سرمایہ کاری شرعی اصولوں کے مطابق ہے۔

اے آئی ایم ایف کی جانب سے بعض ایسی بھی سرمایہ کاری کی گئی ہے جہاں سرمایہ کار کمپنیوں نے اپنی آمدنی کا ایک حصہ غیر شرعی ذرائع سے حاصل کیا ہے (جیسے سود کی آمدنی)۔ ایسے معاملات میں، فنڈ مینجر، فنڈ کے شرعی مشیر نے میری مشاورت سے، فنڈ کی آمدنی کے غیر شرعی حصے کا تعین کیا ہے اور پوری آمدنی کو پاک کرنے کے لیے غیر شرعی حصہ صدقہ کر دیا گیا۔

کراچی: ۳۰ جون ۲۰۲۲

ڈاکٹر مفتی حسان عثمانی

شرعیہ ایڈوائزر

تازہ ترین درج بندی

۱۴ جات نیچر کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پیکرا) نے مینجمنٹ کمپنی کی ایسٹ نیچر درجہ بندی اے ایم ۲+ (اے ایم ٹوپلس) ترتیب دی ہے۔
(۲۰۲۱ء: اے ایم ۲+ (اے ایم ٹوپلس)) تاریخ ۲۳ دسمبر ۲۰۲۱ء کو یہ درجہ بندی کمپنی کی تجربہ کار ٹیم، منظم سرمایہ کاری نظام اور ہم آہنگ معیاری نظام اور طریقہ کار کی عکاسی کرتی ہے۔

مستحکم درجہ بندی۔ اے آئی آئی ایف

پیکرا نے اے آئی آئی ایف کی درجہ بندی برائے استحکام فنڈ ترتیب دی ہے ”(اے اے - ایف)“ ”(ڈبل اے مائنس ایف: فنڈ ریٹنگ) بتاریخ ۱۵ اپریل ۲۰۲۲ء کو۔ فنڈز کی یہ درجہ بندی ریٹرن میں متناسب استحکام کی نگرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

مستحکم درجہ بندی۔ اے آئی ایم ایف

پیکرا نے اے آئی ایم ایف کی درجہ بندی برائے استحکام فنڈ ترتیب دی ہے ”(اے اے ایف)“ ”(ڈبل اے ایف: فنڈ ریٹنگ) بتاریخ ۱۵ اپریل ۲۰۲۲ء کو۔ فنڈز کی یہ درجہ بندی ریٹرن میں متناسب استحکام کی نگرانی اور کم خطرات کا سامنا کرنے کی بہت مضبوط صلاحیت کو ظاہر کرتی ہے۔

آڈیٹرز

بورڈ آف ڈائریکٹران کی آڈٹ کمیٹی نے اپنی میٹنگ منعقدہ ۶ ستمبر ۲۰۲۲ء میں، میسرز ای وائی فورڈ روڈز، چارٹرڈ اکاؤنٹنٹس کراچی، کو اٹلس اسلامک انکم فنڈ، اٹلس اسلامک منی مارکیٹ فنڈ، اٹلس اسلامک فنڈ آف فنڈز اور اٹلس اسلامک ڈیڈ ویلکیڈ اسٹاک فنڈ کیلئے دوبارہ بطور اہل تقرری کیلئے تجویز کیا اور میسرز اے ایف فرگون اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس، کراچی کو بالترتیب اٹلس اسلامک اسٹاک فنڈ کیلئے بطور اہل آڈیٹرز مالیاتی سال ۳۰ جون ۲۰۲۳ء کے لیے تقرری کی۔

توثیق

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹران، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی قابل قدر حمایت، مدد اور رہنمائی کا شکریہ ادا کرتے ہیں۔ مینجمنٹ کمپنی کے ملازمین اور ڈسٹریکشن کا ان کی لگن اور محنت کیلئے، اور مینجمنٹ کمپنی پر یونٹ ہولڈرز کے اعتماد کا بھی بورڈ شکریہ ادا کرتا ہے۔

از طرف اور منجانب بورڈ

فراہیم علی خان
ڈائریکٹر

محمد عبدالصمد
چیف ایگزیکٹو آفیسر

کراچی: ۸ ستمبر ۲۰۲۲ء

۲۰۲۲-۲۱ء مالیاتی سال کے دوران چھ بورڈ میٹنگ منعقد کی گئیں اور اس میں شرکت کی گئی۔ میٹنگز کی تاریخیں اور شریک ہونے والے ڈائریکٹران کی تفصیلات، جیسا کہ این بی ایف سی کے قواعد و ضوابط ۲۰۰۸ء کے تحت درکار ہے۔ اے آئی ایم ایف، اے آئی ایس ایف، اے آئی آئی ایف، اے آئی ایف او ایف اور اے آئی ڈی ایس ایف کی مالیاتی تفصیلات کے نوٹس ۲۸، ۲۹، ۲۶ اور ۲۵ میں بالترتیب منسلک ہیں۔

بورڈ کی کمیٹیوں میں شامل ہیں آڈٹ کمیٹی، ہیومن ریسورس اینڈ ری مینوریشن کمیٹی، اور انویسٹمنٹ کمیٹی (جس میں ایگزیکٹو مینجمنٹ کے افراد شامل ہیں جیسا کہ این بی ایف سی قواعد ۲۰۰۸ء میں درکار ہے)۔ ان میٹنگز میں ڈائریکٹران نے شرکت کی جس کی تفصیل درج ذیل ہے:

• آڈٹ کمیٹی (اے سی)۔ چار اے سی میٹنگز دوران سال منعقد کی گئیں، اور درج ذیل شرکت کی گئی:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	جناب طارق امین	آزاد ڈائریکٹر	۴
۲	جناب فراہیم علی خان	نان ایگزیکٹو ڈائریکٹر	۴
۳	جناب ایم حبیب الرحمن	نان ایگزیکٹو ڈائریکٹر	۴

• ہیومن ریسورس اینڈ ری مینوریشن کمیٹی (ایچ آرایڈ آر سی)۔ ایک میٹنگ منعقد ہوئی دوران سال اور شرکت کی گئی درج ذیل:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	محترمہ ذہرا نقوی	آزاد ڈائریکٹر	۲
۲	جناب فراہیم علی خان	نان ایگزیکٹو ڈائریکٹر	۲
۳	جناب علی ایچ شیرازی	نان ایگزیکٹو ڈائریکٹر	۲
	جناب ایم عبدالصمد	چیف ایگزیکٹو آفیسر	۲

• انویسٹمنٹ کمیٹی۔ اکیاون میٹنگز منعقد ہوئیں دوران سال اور شریک کی گئی درج ذیل:

نمبر شمار	ڈائریکٹر کا نام	عہدہ	میٹنگ میں شرکت
۱	جناب علی ایچ شیرازی	نان ایگزیکٹو ڈائریکٹر	۱۶
۲	جناب ایم عبدالصمد	چیف ایگزیکٹو آفیسر	۴۳
۳	جناب خالد محمود (ایگزیکٹو مینجمنٹ)	چیف انویسٹمنٹ آفیسر رکن آئی سی	۴۸
۴	جناب ایم عمر خان (ایگزیکٹو مینجمنٹ)	ہیڈ آف پورٹ فولیو مینجمنٹ۔ رکن آئی سی	۴۵
۵	جناب فواد جاوید (ایگزیکٹو مینجمنٹ)	ہیڈ آف فکسڈ انکم۔ رکن آئی سی	۵۱
۶	جناب فاران الحق (ایگزیکٹو مینجمنٹ)	ہیڈ آف اکیویٹیز۔ سیکریٹری آئی سی	۵۱

ادارے پر عائد معاشرتی ذمہ داریاں اور (سی ایس آر) عطیات

بورڈ سے منظور شدہ کمپنی کے عطیات دینے کے اصول و ضوابط کے تحت ہر سال کمپنی، منتظم کمپنی کے منافع، بعد ازاں ایٹمی محصول، کا ایک فیصد عطیہ کرتی ہے۔ اس کے علاوہ شرعی اصولوں پر عمل پیرا ”اٹلس اسلامک اسٹاک فنڈ“ اور ”اٹلس اسلامک انکم فنڈ“ کی تاسیسی دستاویزات کے تحت یہ لازم ہے کہ فنڈز کی آمدنی کو اس میں شامل حرام جزو سے پاک کیا جائے۔ شرعی مشیر کی تصدیق کے بعد اس طرح کی آمدنی کو سہ ماہی بنیادوں پر شرعی مشیر کی جانب سے منظور کردہ خیراتی اداروں کو عطیہ کر دیا جاتا ہے۔

تہذیب کا ایک جزو لاینفک ہے۔ جولائی ۲۰۱۲ء میں کارپوریٹ نظم و ضبط کے اصولوں کی منظوری دی گئی جس میں بورڈ کے ممبران، ملازمین اور کمپنی پر مختلف حلقوں، آپس کے معاملات اور معاشرے کی فلاح و بہبود کے سلسلے میں عائد کردہ فرائض اور ذمہ داریوں کو صراحت کے ساتھ بیان کر دیا گیا ہے۔ یہ ضابطہ اخلاق کمپنی کی ویب سائٹ پر دستیاب ہے۔

بورڈ کے ڈائریکٹران کی جانب سے وثیق نامہ

بورڈ آف ڈائریکٹرز تصدیق کرتا ہے کہ اے آئی آئی ایف، اے آئی ایس ایف، اے آئی ایم ایف، اے آئی ایف او ایف اور اے آئی ڈی ایس ایف کے:

☆ منتظم کمپنی کی جانب سے تیار کردہ مالیاتی گوشوارے تمام فنڈز کی کارکردگی، سالانہ آمدنی، کیش فلو اور پونٹ ہولڈرز کے سرمائے میں نقل و حرکت کی ایک منصفانہ تصویر پیش کرتے ہیں۔

☆ تمام فنڈز کے کھاتوں کو مناسب طریقہ سے تیار کیا گیا ہے۔

☆ گوشواروں کی تیاری میں حساب داری کے اصولوں کو تسلسل کے ساتھ لاگو کیا جا رہا ہے اور گوشواروں کی تیاری میں احتیاط اور فہم فراست کا استعمال کیا جا رہا ہے۔

☆ گوشواروں کی تیاری میں وہ بین الاقوامی معیارات جو پاکستان میں لاگو ہوتے ہیں، کو مد نظر رکھا گیا ہے اگر انہیں انحراف ہوا ہے تو اسے مناسب طریقے سے ظاہر کر دیا گیا ہے۔

☆ اندرونی نظم و ضبط کا نظام مؤثر نگرانی میں مستحکم بنیادوں پر نافذ ہے۔

☆ فنڈز کے مستقل بنیادوں پر جاری رہنے پر کوئی شبہ نہیں ہے۔

☆ مالی اعداد و شمار میں قانونی ادائیگی، ٹیکس، محصولات کا صحیح انکشاف کیا گیا ہے۔

☆ اہم مالیاتی اعداد و شمار / کارکردگی کے چارٹ، (اے آئی ایس ایف)، (اے آئی ایم ایف)، (اے آئی ایف او ایف) اور (اے آئی ڈی ایس ایف) کی سالانہ رپورٹس کے صفحات ۶۱، ۱۰۲، ۲۳، ۱۸۳ اور ۱۴۴ پر علی الترتیب شائع کئے گئے ہیں۔

☆ کفالتی فنڈ کی سرمایہ کاری کی قدر کے گوشوارے کا اطلاق میوچل فنڈ پر نہیں ہوتا کیوں کہ ملازمین کے ریٹائرمنٹ فوائد سے متعلق اخراجات منتظم کمپنی برداشت کرتی ہے۔

☆ پونٹس کی ملکیت کا اندازہ آئی آئی ایف، اے آئی ایس ایف، اے آئی ایم ایف، اے آئی ایف او ایف اور اے آئی ڈی ایس ایف کے مالیاتی گوشواروں کے علی الترتیب نوٹس نمبر ۲۵، ۲۲، ۲۳، ۲۲ اور ۲۲ میں دیا گیا ہے۔

منجمنٹ کمپنی اور کمپنی کے بورڈ آف ڈائریکٹران

اس عرصے کے دوران، اے اے ایم ایل کے بورڈ آف ڈائریکٹرز میں شامل ہیں۔ جناب افتخار ایچ شیرازی، چیئرمین، مسٹر فہیم علی خان، ڈائریکٹر، مسٹر ایم حبیب الرحمن، ڈائریکٹر، جناب طارق امین، آزاد ڈائریکٹر، مسٹر علی ایچ شیرازی، ڈائریکٹر، محترمہ ہرہ نقوی، آزاد ڈائریکٹر اور مسٹر محمد عبدالصمد، چیف ایگزیکٹو آفیسر۔

☆ ڈائریکٹرز کی موجودہ کل تعداد درج ذیل ہیں۔

مرد: ۶

عورت: ۱

☆ بورڈ کی موجودہ تشکیل مندرجہ ذیل ہیں۔

آزاد ڈائریکٹر: ۲*

غیر ایگزیکٹو ڈائریکٹر: ۴

ایگزیکٹو ڈائریکٹر: ۱

خواتین ڈائریکٹر: ۱ (* آزاد ڈائریکٹر)

(۲۰۲۱: ۶۰: ۱۷ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد (۲۰۲۱: ۵۲: ۳ فیصد)۔ صفر تقسیم کی وجہ کے ایس سی ۱۰۰ ٹیکس کی تھی جو کہ ۳۰ جون ۲۰۲۱ تک ۳۵۶.۰۲، ۴۷ پوائنٹ پر تھا ۳۰ جون ۲۰۲۲ کو کم ہو کر ۸۳.۵۴۰، ۴۱ پر آگیا زیر جائزہ کے ۱۲.۲۸ فیصد کی خاطر کرتا ہے۔

تقسیم آمدن۔ اے ایم اے آئی پی

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے ایم اے آئی پی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۱ء کیلئے صفر روپے فی یونٹ (۲۰۲۱: ۶۰: ۱۸ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد (۲۰۲۱: ۵۲: ۳ فیصد)۔ صفر تقسیم کی وجہ کے ایس سی ۱۰۰ ٹیکس کی تھی جو کہ ۳۰ جون ۲۰۲۱ تک ۳۵۶.۰۲، ۴۷ پوائنٹ پر تھا ۳۰ جون ۲۰۲۲ کو کم ہو کر ۸۳.۵۴۰، ۴۱ پر آگیا زیر جائزہ کے ۱۲.۲۸ فیصد کی خاطر کرتا ہے۔

تقسیم آمدن۔ اے سی اے آئی پی

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے سی اے آئی پی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۱۶.۴۵ روپے فی یونٹ (۲۰۲۱: ۹۰: ۲۳ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۳.۲۹ فیصد (۲۰۲۱: ۵۸: ۴ فیصد)۔

تقسیم آمدن۔ اے آئی ڈی پی

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ڈی پی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۴۳.۱۷ روپے فی یونٹ (۲۰۲۱: ۰۳: ۲۷ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۸.۶۳ فیصد (۲۰۲۱: ۴۱: ۵ فیصد)۔

تقسیم آمدن۔ اے آئی سی پی پی-I*

اے آئی سی پی پی-I ۳۱ اگست ۲۰۲۱ء کو منسوخ ہو گیا تھا۔ منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی سی پی پی-I کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے صفر روپے فی یونٹ (۲۰۲۱: ۲۸.۲۰ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد (۲۰۲۱: ۶۴: ۵ فیصد)۔

تقسیم آمدن۔ اے آئی سی پی پی-II*

اے آئی سی پی پی-II کا آغاز ستمبر ۲۰۲۱ء کو ہوا تھا۔ منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی سی پی پی-II کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۵۱.۵۱ روپے فی یونٹ پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۰.۳۰ فیصد۔

* اے آئی سی پی پی-I کے لیے، تقابلی اعداد و شمار جولائی ۲۰۲۱ء سے ۳۱ اگست ۲۰۲۱ء کی مدت کے لیے ہیں اور اے آئی سی پی پی-II کے لیے، تقابلی اعداد و شمار ستمبر ۲۰۲۱ء سے ۳۰ جون ۲۰۲۲ء کے عرصے کے لیے ہیں۔ اس لیے ان کا موازنہ موجودہ سال کے اعداد و شمار نہیں کیا جاسکتا۔

چیزمین کا جائزہ:

اے آئی آئی ایف، اے آئی ایس ایف، اے آئی ایم ایف، اے آئی ایف او ایف اور اے آئی ڈی ایس ایف کی سالانہ رپورٹ میں شامل جائزہ منجملہ طور پر اس سال کے فنڈز کی کارکردگی اور اسکے آئندہ لائحہ عمل سے متعلق ہے۔ ڈائریکٹران اس جائزے کے مندرجات کی توثیق کرتے ہیں۔

کارپوریٹ نظم و ضبط:

کمپنی کارپوریٹ نظم و ضبط کے معیارات، ضابطہ اخلاق اور بہترین کاروباری طریقوں پر سختی سے عمل کرنے پر یقین رکھتی ہے۔ اور یہ سب اٹلس گروپ کی کاروباری

اے آئی ایف او ایف جون ۲۰۲۱ء					تفصیلات
اٹلس ایگزیکیوٹو ایلیکشن اسلامک پلان	اٹلس مڈریٹ ایلیکشن اسلامک پلان	اٹلس کنزرویٹو ایلیکشن اسلامک پلان	اٹلس ایگزیکیوٹو ایلیکشن اسلامک پلان	اٹلس ایگزیکیوٹو ایلیکشن اسلامک پلان	
۱۲۹.۶۱	۱۰۶.۱۹	۷۳.۵۷	۲۷.۷۰	۵۹.۷۳	آمدنی/ (خسارہ) نی یونٹ۔ روپے
۲۸.۰۸	۲۱.۵۴	۱۴.۱۵	۵.۵۸	۱۲.۲۵	ریٹرن۔ فیصد
۱۲۸.۴۹	۱۳۳.۷۷	۱۳۸.۲۶	۲۷.۱۷	۴۹۵.۷۷	مجموعی اخراجات۔ ملین روپے
۴.۱۷	۳.۵۰	۲.۰۴	۱۴.۹۸	۱۲.۴۰	فروخت۔ ملین روپے
۶.۶۷	۶.۱۹	۳.۶۸	۲۹.۹۶	۲۳.۳۵	فروخت۔ بالحاظ پینس
۰.۰۷	۲.۶۳	۲.۵۰	۱۳.۹۵	۲.۷۶	ریڈیمشن۔ ملین روپے
۱۲۸	۴,۵۷۸	۴,۴۱۶	۲۷,۸۹۷	۵,۱۳۷	ریڈیمشن۔ بالحاظ پینس
۲۱۶,۱۴۰	۲۲۹,۳۰۶	۲۴۳,۷۹۵	۵۴,۳۳۶	۹۳۳,۰۹۹	یونٹس بقیہ اخراجات وقت اختتام سال

تقسیم آمدن۔ اے آئی ایف

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۴۵.۳۵ روپے فی یونٹ (۲۰۲۱ء: ۳۰.۷۳ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۷.۰۰ فیصد (۲۰۲۱ء: ۲.۹۵ فیصد)۔

تقسیم آمدن۔ اے آئی ایف

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے ۴۶.۵۰ روپے فی یونٹ (۲۰۲۱ء: ۳۱.۰۵ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر ۹.۳۰ فیصد (۲۰۲۱ء: ۶.۲۱ فیصد)۔

تقسیم آمدن۔ اے آئی ایف

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے صفر روپے فی یونٹ (۲۰۲۱ء: ۵۰.۰۰ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد (۲۰۲۱ء: ۱۰.۰۰ فیصد)۔ صفر تقسیم کی وجہ کے ایس سی ۱۰۰ انڈیکس کی تھی جو کہ ۳۰ جون ۲۰۲۱ تک ۳۵۶.۰۲، پوائنٹ پر تھا ۳۰ جون ۲۰۲۲ کو کم ہو کر ۳۰۰.۸۳ پر آ گیا زیر جائزہ کے ۱۲.۲۸ فیصد کی کمی ظاہر کرتا ہے۔

تقسیم آمدن۔ اے آئی ڈی ایف

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی ڈی ایف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے صفر روپے فی یونٹ (۲۰۲۱ء: ۱۲.۷۵ روپے فی یونٹ) پورے سال کیلئے تقسیم کا اعلان کیا۔ ۵۰۰ روپے فی یونٹ کی اصل قیمت پر صفر فیصد (۲۰۲۱ء: ۲.۵۵ فیصد)۔ صفر تقسیم کی وجہ کے ایس سی ۱۰۰ انڈیکس کی تھی جو کہ ۳۰ جون ۲۰۲۱ تک ۳۵۶.۰۲، پوائنٹ پر تھا ۳۰ جون ۲۰۲۲ کو کم ہو کر ۳۰۰.۸۳ پر آ گیا زیر جائزہ کے ۱۲.۲۸ فیصد کی کمی ظاہر کرتا ہے۔

تقسیم آمدن۔ اے آئی بی

منتظم کمپنی کی سرمایہ کاری کمیٹی برائے اے آئی بی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس کو برائے اختتام مالیاتی سال ۳۰ جون ۲۰۲۲ء کیلئے صفر روپے فی یونٹ

ڈائریکٹر رپورٹ:

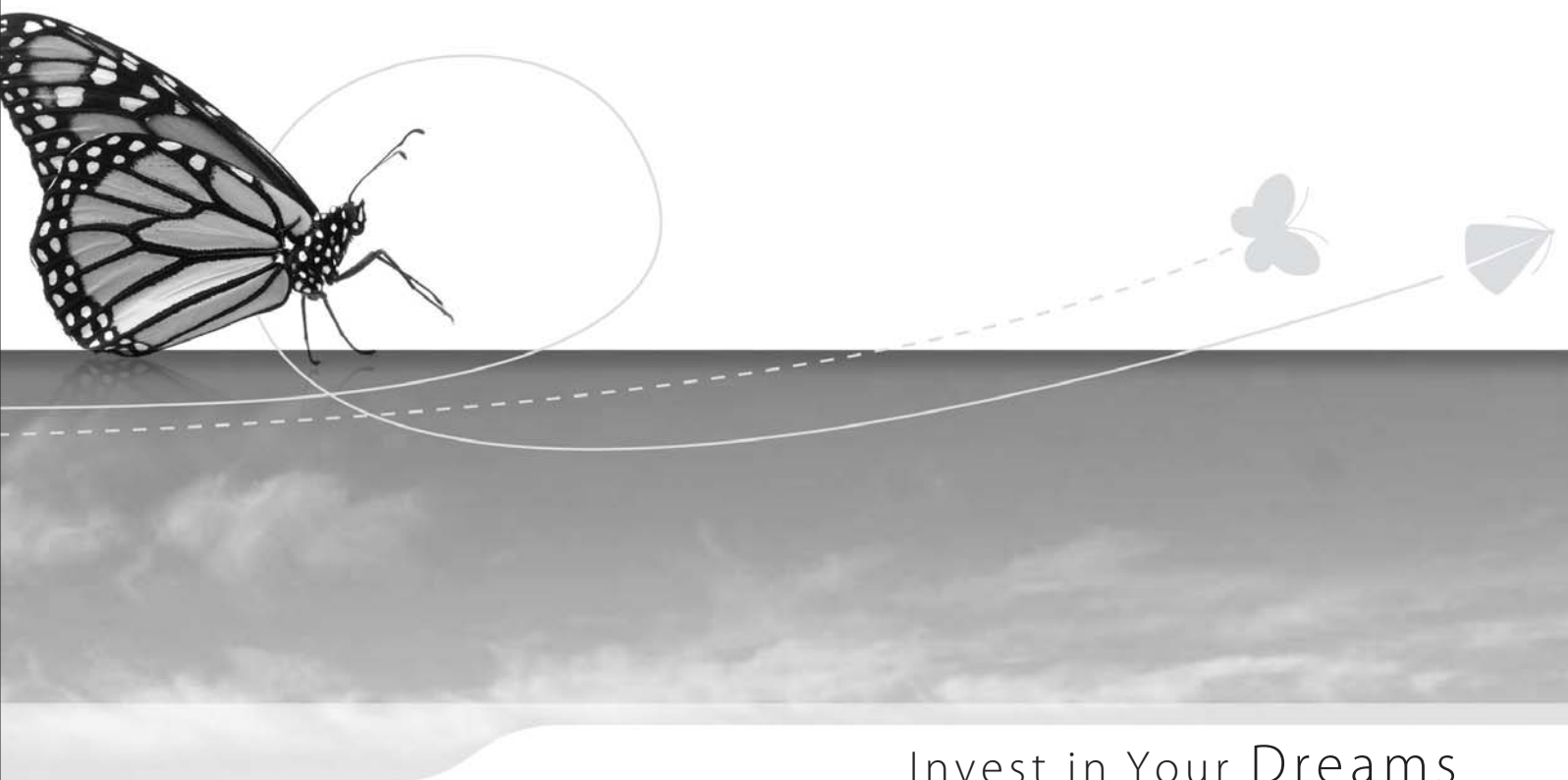
اٹلس ایسیٹ منجمنٹ لمیٹڈ، (اے اے ایم ایل) منظم برائے اٹلس اسلامک انکم فنڈ (اے آئی آئی ایف) "اٹلس اسلامک اسٹاک فنڈ (اے آئی ایس ایف)، اٹلس اسلامک منی مارکیٹ فنڈ (اے آئی ایم ایف)، اٹلس اسلامک فنڈ آف فنڈز (اے آئی ایف او ایف) اور اٹلس اسلامک ڈیڈ ویلٹیڈ اسٹاک فنڈ (اے آئی ڈی ایس ایف)، کے ڈائریکٹر صاحبان مذکورہ فنڈز کی سالانہ رپورٹ کے ساتھ آڈٹ شدہ مالیاتی نتائج اور آڈیٹرز کی رپورٹس، برائے اختتام سال ۲۰۲۲ء جون ۳۰ء باسمرٹ پیش کرتے ہیں۔

آمدنی فی یونٹ، ریٹرن، مجموعی اثاثہ جات اور خلاصہ فروخت / تلافی

آمدنی فی یونٹ، ریٹرن، مجموعی اثاثہ جات، اور اے آئی آئی ایف، اے آئی ایس ایف، اے آئی ایف او ایف اور اے آئی ڈی ایس ایف کا خلاصہ فروخت / تلافی برائے اختتام سال ۲۰۲۲ء اور ۲۰۲۱ء جون ۳۰ء درج ذیل ہیں۔

اے آئی ایم ایف		اے آئی ڈی ایس ایف		اے آئی ایس ایف		اے آئی آئی ایف		تفصیلات
۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	۲۰۲۱ء	۲۰۲۲ء	
۱۳.۰۲	۳۹.۶۰	۲۲۳.۳۲	(۶۶.۸۹)	۱۵۰.۵۵	(۷۷.۰۶)	۳۰.۸۲	۵۵.۰۲	آمدنی / (خسارہ) فی یونٹ - روپے
۶.۲۷	۹.۵۰	۳۷.۸۰	(۱۳.۷۳)	۳۶.۶۳	(۱۳.۷۳)	۶.۳۵	۹.۴۴	ریٹرن (وائی ٹی ڈی) - فیصد
۶۳۶.۶۱	۱,۴۴۶.۶۸	۳۲۷.۳۲	۴۷۷.۸۰	۲,۷۰۶.۷۳	۳,۸۵۹.۶۶	۲,۱۵۷.۰۳	۱,۷۷۰.۹۱	مجموعی اثاثہ جات - ملین روپے
۶۸۷.۲۵	۲,۴۲۱.۴۶	۲۰.۰۸	۲۵۲.۶۳	۲,۳۲۰.۷۲	۲,۸۹۸.۶۶	۳,۴۲۳.۳۹	۳,۷۷۷.۷۷	فروخت - ملین روپے
۱,۳۷۴,۴۹۷	۴,۸۴۲,۹۲۱	۳۶,۸۶۲	۴۴۵,۲۷۱	۴,۰۳۲,۳۲۱	۵,۱۳۶,۶۷۹	۶,۵۹۲,۰۹۹	۷,۱۶۵,۴۱۳	فروخت - بالحاظ یونٹس
۵۰.۶۴	۱,۶۱۱.۴۰	۱۷۰.۹۳	۳۹.۱۳	۱,۹۲۳.۸۴	۱,۱۳۶.۷۷	۳,۴۰۵.۴۵	۴,۱۷۶.۹۸	ریڈمپشن - ملین روپے
۱۰۱,۲۷۱	۳,۲۲۲,۷۹۵	۳۰۸,۳۶۲	۶۵,۲۱۵	۳,۳۱۱,۱۳۰	۲,۰۶۲,۷۴۵	۶,۵۵۶,۰۹۸	۷,۹۳۶,۷۵۵	ریڈمپشن - بالحاظ یونٹس
۱,۲۷۳,۲۶۶	۲,۸۹۳,۳۵۳	۵۴۹,۱۷۷	۹۲۹,۲۳۳	۴,۷۲۲,۷۰۵	۷,۸۰۶,۶۳۹	۴,۲۶۳,۸۸۴	۳,۴۹۲,۵۴۲	یونٹس بھایا جات بوقت اختتام سال

اے آئی ایف او ایف جون ۲۰۲۲ء						تفصیلات
اٹلس اسلامک کیپیٹل پریزیڈنٹ پلان-II	اٹلس اسلامک ڈیویڈنڈ پلان	اٹلس کنزرویٹو ایلیویشن اسلامک پلان	اٹلس موڈریٹ ایلیویشن اسلامک پلان	اٹلس ایگریسیو ایلیویشن اسلامک پلان		
۱.۳۹	۴۱.۰۶	۱۴.۹۰	(۱۵.۳۲)	(۳۷.۹۷)		آمدنی / (خسارہ) فی یونٹ - روپے
۰.۲۸	۹.۰۱	۲.۹۲	(۲.۸۴)	(۶.۸۹)		ریٹرن - فیصد
۴۷۲.۵۲	۲۹.۶۷	۱۵۶.۳۷	۱۴۰.۹۶	۱۳۲.۴۷		مجموعی اثاثہ جات - ملین روپے
۴۷۲.۶۹	۲.۷۰	۲۱.۱۷	۱۱.۰۱	۱۳.۰۷		فروخت - ملین روپے
۹۴۵,۶۰۵	۵,۴۰۳	۳۶,۵۹۷	۱۹,۴۱۱	۲۳,۱۷۸		فروخت - بالحاظ یونٹس
۰.۱۷	۰.۰۲	۲.۷۴	۰.۰۱	۰.۰۱		ریڈمپشن - ملین روپے
۳۴۱	۴۰۷	۴,۷۱۹	۱۵	۱۰		ریڈمپشن - بالحاظ یونٹس
۹۴۵,۲۶۴	۵۹,۳۳۲	۲۷۵,۶۷۳	۲۴۸,۷۰۲	۲۳۹,۳۰۸		یونٹس بھایا جات بوقت اختتام سال



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