

Tri-Star Mutual Fund Limited



**UN-AUDITED ACCOUNTS FOR
1ST QUARTER ENDED
SEPTEMBER 30, 2022**

Company Information

Board of Directors:	Ms. Marium Ahmad	Non Executive Chairman
	Mr. Jawed Ahmed Siddiqui	Non Executive Director
	Mr. Tanvir Hasan	Non Executive Director
	Mr. M. Haroon Saeed	Non Executive Director
	Mr. Muhammad Zameer	Non Executive Director

Mr. Habib Jamal Independent Director

Mr. Asad Ahmad Chief Executive

Investment Adviser: Tri-Star Investments Ltd.
A/33, Central Commercial Area,
Block 7/8, Main Shahrah-e-Faisal,
KCHSU, Karachi.-75350.

Auditors: Feroze Sharif Tariq & Co.
Chartered Accountants

Audit Committee:	Mr. Habib Jamal	Chairman
	Mr. Muhammad Zameer	Member
	Mr. M. Haroon Saeed	Member

Bankers: Bank AL Habib Ltd.
Habib Metropolitan Bank Ltd.

Registrar & Certificate
Transfer Office: Hameed Majeed Associates (Pvt) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.

Registered Office: A/33, Central Commercial Area,
Block 7/8, Main Shahrah-e-Faisal,
KCHSU, Karachi.-75350.

Directors' Report

For the 1st Quarter ended September 30, 2022

The Board of Directors of Tri-Star Mutual Fund Ltd., are pleased to present 1st Quarterly Accounts for the period ended September 30, 2022.

The period under review has been full of volatility on both socio-economic and political front, causing distress amongst investors and trading at PSX was also impacted. Further devaluation of PKR versus USD and indication of further rise in the Bank Rate has caused investors to remain cautious.

On behalf of the Board

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Karachi: October 28, 2022

Condensed Interim Statement of Financial Position (Un-Audited)

as at September 30, 2022

	September 2022	June 2022
	Rupees	
ASSETS		
NON CURRENT ASSETS		
Long Term Deposits	12,500	12,500
CURRENT ASSETS		
Investments	73,380,035	76,760,092
Advance Income Tax	300,735	238,201
Other Receivables	5,422	5,422
Balances with Bank	124,266	93,380
	73,810,459	77,097,095
TOTAL ASSETS	73,822,959	77,109,595
LIABILITIES		
CURRENT LIABILITIES		
Payable to Investments Adviser- an associated co	14,526,539	13,172,993
Accrued expenses	5,159,532	5,694,945
Unclaimed Dividend	426,082	426,082
Provision For taxation	10,283	10,283
	20,122,436	19,304,303
NET ASSETS	53,700,522	57,805,292
AUTHORISED SHARE CAPITAL		
20,000,000 Certificates of Rs. 10/- each	200,000,000	200,000,000
CERTIFICATE CAPITAL AND RESERVES		
Certificate Capital	50,000,000	50,000,000
Unrealized Profit/(Loss) due to Change in Fair value of Investment	(10,442,206)	(8,885,965)
Unappropriated Profit	14,142,728	16,691,257
TOTAL CERTIFICATE HOLDERS' FUND	53,700,521	57,805,292
Net Assets value per certificate - Rupees	10.74	11.56
CONTINGENCIES & COMMITMENTS		

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-Audited)

For the quarter ended September 30, 2022

	September 2022	September 2021
	Rupees	
INCOME		
Income/(Loss) from Operation	(1,406,927)	(2,555,580)
OPERATING EXPENSES		
Fee for Tri-Star Investments Ltd.-Investment Advisor	1,141,603	122,000
	1,141,603	122,000
Profit after taxation	(2,548,529)	(2,677,580)
Liability Written Back	0	-
	(2,548,529)	(2,677,580)
Taxation	-	-
Profit/(Loss) after taxation	(2,548,529)	(2,677,580)
Other comprehensive income/(Loss) for the year:	(1,556,240)	(1,448,241)
Total comprehensive Income/(Loss) for the year	(4,104,769)	(4,125,820)
Earning/(Loss) per certificate (Rupees)		
With net unrealized diminution on remeasurement of investments	(0.82)	(0.83)
Without net unrealized diminution on remeasurement of investments	(0.51)	(0.54)

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-Audited)

For the quarter ended September 30, 2022

	2022	2021
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before Taxation	(10,180,207)	20,924,174
Adjustment for non-cash changes and other items:		
Profit on sale of Investments	-	-
Dividend Income	(68,550)	(112,700)
Unrealized loss on 'Available for sale' Investments	-	-
Unrealized diminution on re-measurement of investments classified as 'Financial Assets at fair value through profit or loss' - net	7,850,722	(22,968,188)
	<u>7,782,172</u>	<u>(23,080,888)</u>
Operating cash (outflow)/inflow before working capital changes	(2,398,035)	(2,156,714)
Decrease/(Increase) in assets		
Other receivables	-	-
(Decrease)/Increase in liabilities		
Due to Investment Advisor	1,620,063	2,105,603
Accrued Expenses and other Liabilities	765,955	(11,548)
Net cash (outflow) from operating activities	<u>(12,017)</u>	<u>(62,659)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend Income	68,550	112,700
Purchase of Investments	(1,900)	(17,064)
Sale proceed of Investments	-	-
Net cash (outflow)/inflow from investing activities	<u>66,650</u>	<u>95,636</u>
	<u>54,633</u>	<u>32,977</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	-	-
Income tax Paid	(10,282)	(16,904)
Net cash used in financing activities	<u>(10,282)</u>	<u>(16,904)</u>
Net increase/(decrease) in Cash and Cash Equivalent	44,351	16,073
Cash and Cash Equivalent at the beginning of the year	<u>49,029</u>	<u>32,956</u>
Cash and Cash Equivalent at the end of the year	<u><u>93,380</u></u>	<u><u>49,029</u></u>

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Changes in Equity

For the quarter ended September 30, 2022

Particulars	Certificate Capital	Unrealized Gain/(Loss) due to Change in the value of Investments	Accumulated (Loss)/ Unappropriated Profit	Total
(Rupees)			
Balance as at June 30, 2021	50,000,000	(5,838,171)	26,881,747	71,043,576
Total Comprehensive income for the year	-	(1,448,241)	(2,677,580)	(4,125,820)
Balance as at September 30, 2021	50,000,000	(7,286,412)	24,204,168	66,917,756
Balance as at June 30, 2022	50,000,000	(8,885,966)	16,691,257	57,805,291
Total Comprehensive (Loss) for the year		(1,556,240)	(2,548,529)	(13,238,285)
Balance as at September 30, 2022	50,000,000	(10,442,206)	14,142,728	44,567,006

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Notes to the Condensed Interim Financial Statements

For the quarter ended September 30, 2022

1 Legal Status and Nature of Business

Tri-Star Mutual Fund Limited (Fund) was incorporated as public limited company on March 12, 1992 under Investment Companies and Investment Advisers Rules, 1971. The Investment Companies & Investments Advisor's Rules, 1971 have been repealed by the Non Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules) and Companies Ordinance 1984 (Now the Companies Act, 2017) and its shares are listed in Pakistan Stock Exchange Limited. However, the said repeal does not affect the existing incorporation or registration or license of a company registered under any rules or notifications now repealed and Companies Ordinance 1984 (Now the Companies Act, 2017) and its shares are listed in Pakistan Stock Exchange Limited. The Fund has entered into an agreement with an associated company Tri-Star Investments Limited to act as its "Investment Adviser".

The registered office of the company is located at A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, KCHSU, Karachi.

The Fund is a closed end mutual fund and its certificates are listed on the Pakistan stock Exchange. The principal activity of the Fund is to make investments in equity market.

2 BASIS OF PREPARATION

These condensed interim financial statements of the Company for the quarter ended 30 September 2022 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017, 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 and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2022.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2022.

4 Application of new and revised International Financial Reporting Standards

Standards, amendments to standards and interpretations becoming effective during the period

There are certain new standards, amendments to existing standards and new interpretations on approved accounting standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2022 but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

Standards, amendments to standards and interpretations becoming effective in future periods

There are certain new standards, amendments to standards and interpretations that will become effective in future accounting periods but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events, revision to accounting estimates are recognized prospectively commencing from the period of revision.

Judgements and estimates made by management in the preparation of these condensed interim financial informations are the same as those that were applied to the financial statements as at and for the year ended June 30, 2022.

The Company's financial risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Company for the year ended June 30, 2022.

6. Available for sale - Quoted equity securities
Shares/ Certificates of associated companies

Name of Company	Number of Shares as on June 30, 2022	Cost of Shares as on June 30, 2022	Market value of Shares as on June 30, 2022	Shares Purchased during the year	Bonus Shares Received during the year	Shares sold during the year	Balance as at Sep 30, 2022			Percentage in relation to Investee Companies	
							Number of Shares	At Cost (Rupees)	At Market Value (Rupees)	Paid-up Capital	No. of Shares
EQUITY INVESTMENTS											
INSTRUMENTS											
First Tri-Star Modaraba	670,067	9,698,250	5,360,536	-	-	-	670,067	9,698,250	3,759,076	4.58	3.17
ELECTRICITY											
Tri-Star Power Ltd.	119,000	4,964,750	416,500	-	-	-	119,000	4,964,750	461,720	3.31	0.79
		14,663,000	5,777,036					14,663,000	4,220,796		
Provision for Diminution in value of Investments		(8,885,964)						(10,442,204)			
		5,777,036						4,220,796			

6.1 Investments - financial assets at fair value through profit or loss - held for trading

Unless stated otherwise, the holdings are in ordinary shares / certificates of Rs.10/- each.

Name of Company	Number of Shares as on June 30, 2022	Cost of Shares as on June 30, 2022	Market value of Shares as on June 30, 2022	Shares received during the period	Bonus Shares Received during the period	Shares sold during the period	Balance as at Sep 30, 2022			Percentage in relation to	
							Number of Shares	At Cost (Rupees)	At Market Value (Rupees)	Investee Companies	
										Paid-up Capital	Number o Shares
COMMERCIAL BANKS, FINANCIAL SERVICES ETC.											
Askari Bank Ltd.	4,565	57,382	79,568	-	-	-	4,565	57,382	82,490	0.0009	0.0101
Bank Al-Habib Ltd.	104,619	50,255	6,074,179	-	-	-	104,619	50,255	5,649,426	0.0007	0.0143
JS Bank Ltd.	47,334	959,549	189,336	-	-	-	47,334	959,549	186,969	0.0157	0.0077
Foreign Exchange Bearer Certificates 6.1.1	36,000	3,933,000	3,636,000	-	-	-	36,000	3,933,000	3,636,000		
MCB Bank Ltd.	61,564	821,488	7,571,141	-	-	-	61,564	821,488	7,357,514	0.0108	0.0098
Soneri Bank Ltd.	8,655	27,994	81,790	-	-	-	8,655	27,994	84,819	0.0005	0.0021
OLP Financial Services Pak. Ltd. Formerly Orix Leasing Pakistan Ltd.	6,545	98,975	137,445	-	-	-	6,545	98,975	149,881	0.0101	0.0167
NONLIFE INSURANCE											
Adamjee Insurance Co.Ltd.	17,117	1,891,417	540,213	-	-	-	17,117	1,891,417	517,276	0.1529	0.0138
PERSONAL GOODS (TEXTILES)											
Faisal Spinning Mills Ltd.	74,000	2,206,265	33,300,000	-	-	-	74,000	2,206,265	31,375,260	2.2063	0.7400
Crescent Textile Mills Ltd.	383	16,019	8,599	95	-	-	478	16,019	6,496	0.0033	0.0010
Mian Textile Industries Ltd	90,000	701,170	3,330,000	-	-	-	90,000	701,170	3,330,000	0.3172	0.4071
CONSTRUCTION AND MATERIALS											
Lucky Cement Ltd.	15,000	2,083,824	6,885,600	-	-	-	15,000	2,083,824	7,448,400	0.0644	0.0046
OIL & GAS											
Oil & Gas Development Co. Ltd.	15,000	2,012,403	1,180,050	-	-	-	15,000	2,012,403	1,135,800	0.0047	0.0003
Pakistan State Oil Ltd.	5,702	1,525,057	979,832	-	-	-	5,702	1,525,057	926,176	0.0889	0.0033
Shell Pakistan Ltd.	316	28,953	37,329	-	-	-	316	28,953	39,762	0.0042	0.0006
TELECOMMUNICATION											
Pakistan Telecommunication Co.Ltd.	50,000	2,280,683	348,000	-	-	-	50,000	2,280,683	339,500	0.0060	0.0013
MULTI UTILITIES											
Sui Northern Gas Co. Ltd.	36,748	566,649	1,257,149	-	-	-	36,748	566,649	1,235,468	0.0103	0.0067
Sui Southern Gas Ltd.	1,312	26,150	11,887	-	-	-	1,312	26,150	13,133	0.0004	0.0002
CHEMICAL											
Dewan Salman Fibre Ltd. 6.1.2.	33,639	1,750,708	29,602	-	-	-	33,639	1,750,708	29,602	0.0478	0.0092
Engro Corporation Ltd.	2,887	153,917	742,219	-	-	-	2,887	153,917	668,398	0.0047	0.0015
Engro Fertilizer	288	-	25,528	-	-	-	288	-	22,470	-	0.0001
Fauji Fert Bin Qasim Ltd.	50,000	1,980,593	1,012,000	-	-	-	50,000	1,980,593	971,000	0.0212	0.0054
PHARMA AND BIOTECH											
Sanofi-Avantis Ltd.	3,300	469,937	3,525,588	-	-	-	3,300	469,937	3,953,400	0.4872	0.0342
Reversal of provision for Diminution in value of Investments		23,642,388	70,983,056					23,642,388	69,159,239		
		47,340,668						45,516,851			
		70,983,056						69,159,239			